

HDFC securities Retail Research

Currency Daily

26 July 2024



Currency Movements

Name	Current Price	Previous Close	Change	% Change
USDINR	83.706	83.716	-0.010	-0.01%
DXY Index	104.33	104.36	-0.02	-0.02%
EURUSD	1.0856	1.085	0.001	0.09%
GBPUSD	1.2859	1.285	0.001	0.06%
USDJPY	153.60	153.94	-0.340	-0.22%
USDCNH	7.2443	7.240	0.004	0.06%
US 10 Yr. Yield	4.243	4.241	0.002	0.05%
USDINR 1M FWD	83.82	83.83	-0.01	-0.01%
India 10 Yr. Yield	6.952	6.963	-0.011	-0.16%

Global Equity Markets

Name	Current Price	Previous Close	Change	% Change
Nifty	24406	24414	-7	-0.03%
Sensex	80040	80149	-109	-0.14%
Hang Seng	17080	17005	75	0.44%
Nikkie	37924	37870	54	0.14%
Shanghai	2886	2887	-1	-0.03%
S&P Index	5399	5427	-28	-0.51%
Dow Jones	39935	39854	81	0.20%
Nasdaq	18831	19032	-202	-1.06%
FTSE	8186	8154	33	0.40%
CAC	7427	7514	-87	-1.15%
DAX	18299	18387	-89	-0.48%

Market Roundup

- ▶ The Indian rupee is expected to open flat taking cues from the Asian currencies. However, the risk-on sentiments and foreign fund inflows could support the rupee.
- ▶ On Thursday, spot USDINR gained a paise to 83.71 after touching a record low in the previous session. Technically, the pair has resistance at 83.80 and support at 83.55. The bias remains bullish as long as it trades above 83.35.
- ▶ *After Asian markets close, the US will end the week on the back of the monthly PCE figure, the last big data point before the Fed meets next week.*
- ▶ **Forex:**
 - The dollar treaded water lacking a direction amid risk-on/ risk-off moods. The US 10-year yield was little changed in Asian trading after slipping four basis points on Thursday.
 - The yen reversed a gain as above-forecast US GDP results helped settle equity markets and revive interest in carry trades.
 - U.S. second-quarter GDP estimates came in at 2.80%, topping the initial forecast of 1.90% and doubling the 1.40% logged during the first quarter. Consumer spending rebounded to 2.50%, along with a rise in inventories.
- ▶ **Equities:**
 - The selloff in US shares continued Thursday, even if the price action was less dramatic. Asian equities showed signs of recovery as traders balanced resilience in the US economy with firming expectations of Federal Reserve cuts in coming months.
- ▶ **Commodities:**
 - Strong economic data helped trigger a risk on tone across the market. This boosted sentiment across the commodity sector. Crude oil gained amid a broader risk-on tone across markets. On Wednesday, the prices were under pressure amid weaker demand in China. Gold sold off sharply after better-than-expected US data eased expectations of a rate cut.

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