

Key Highlights

- The USDINR pair depreciated by 0.23% percent at 82.71 in the previous session, amid lackluster trend in the dollar index.
- The dollar ticked higher against major currencies in choppy trading, on track for its first monthly gain since September on views that interest rates will stay elevated for some time as inflation remains stubbornly high, while recession fears kept investors on edge.
- Recent upbeat data, such as a blockbuster employment report for January, helped the greenback rally in February on expectations that the Federal Reserve will have to raise interest rates higher and longer than the market had earlier anticipated to fight inflation.
- U.S. rate futures have priced in the Federal Reserve's target policy rate peaking at 5.4% in September, while rate cuts for this year have been largely priced out. The Fed's policy rate is currently in a 4.50%-4.75% target range.
- U.S. consumer confidence unexpectedly fell in February, dropping to 102.9 from a 106 reading in January. Economists polled by Reuters had forecast the index would be 108.5.

USD/INR Daily Chart (Spot)



USDINR Outlook

USDINR pair is expected to trade with Sideways bias with key support around 82.30 (Spot) mark.

Key Levels (March Fut)

Support: 82.40/82.10

Resistance: 82.60/82.80

Technical Levels

Symbols	Expiry	Close	S1	S2	R1	R2	Trend
USD/INR	March 2023	82.72	82.40	82.10	82.60	82.80	Sideways
EUR/INR	March 2023	87.93	87.40	87.10	87.80	88.10	Bearish
GBP/INR	March 2023	100.06	99.30	99.00	99.65	100.00	Bearish
JPY/INR	March 2023	60.81	60.70	60.30	60.90	61.30	Bearish
Dollar Index	Spot	104.98	104.50	104.20	105.50	105.80	Bullish

Currency Pairs	Strategy for Exporters and Importers
USDINR	Importers and Exporter may remain on sidelines
EURINR	Exporters may cover their near term receivables
GBPINR	Exporters may cover their near term receivables
JPYINR	Exporters may cover their near term receivables

India's Economic Indicators		
Details	Recent	Previous
India IIP (YoY) (Dec)	4.3%	4.5%
WPI (Inflation) (Jan)	4.73%	4.54%
CPI (Inflation) (Jan)	6.52%	5.90%
Foreign Exchange Reserve (As on Feb 17 2023)	\$566.95B	\$575.27B

FBIL Reference Rates (As on Feb 28)	
Currency	Rate
USD	82.6816
EUR	87.5471
GBP	99.6010
100 YEN	60.6800

Economic Calendar

Date	IST	Country	Release	Consensus	Previous	Impact
Mar 01	15:00	GBP	Manufacturing PMI (Feb)	49.20	49.20	High

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Nature of Interest (if answer to F (a) above is Yes :

Name(s) with Signature(s) of RA(s).

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SS.No.	Name (s) of RA	Signatures of RA	Serial Question of question which the signing RA needs to make a separate declaration / answer	Yes	No.

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