



**STAT EDGE**

## **Forex Weekly Research Report**

**21 March 2026**

# Forex Weekly Research Report

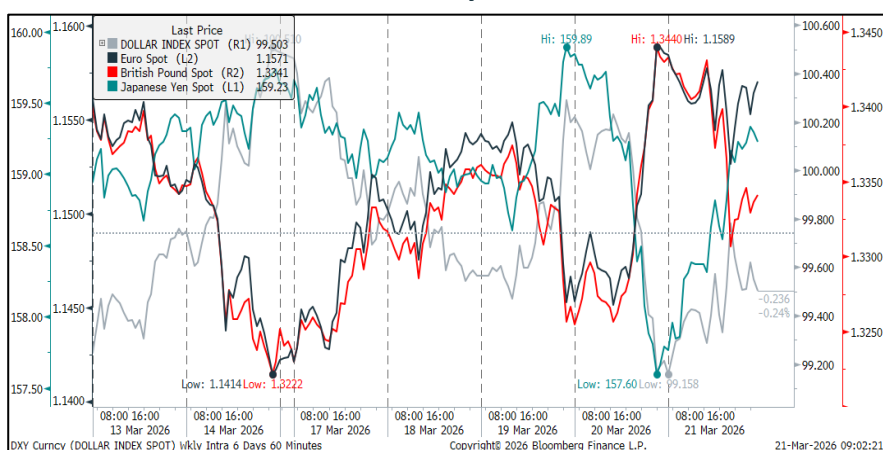
## Market Summary & Outlook:

- The US dollar finished the week on a softer note, although on a relative basis, it continues to outperform most major peers' month-to-date. A key driver of the week's price action was the more hawkish tone adopted by the ECB and BOE on Thursday, which helped narrow global rate differentials that had previously favoured the Fed. The Federal Reserve held rates steady while Chair Jerome Powell made clear that the oil shock has made the inflation outlook too murky to render a timeline for easing.
- As markets adjusted to this convergence in policy outlooks, EURUSD and GBPUSD saw notable upside momentum, reflecting renewed positioning in favour of European currencies.
- Market participants have increased the probability of a rate hike to around 50 per cent by October, reflecting fears that persistent energy-driven inflation could delay or even reverse easing expectations.
- Fed Governor Christopher Waller said on Friday that he's cautious around the question of how elevated oil prices will impact inflation, though jobs weakness may still warrant rate cuts. The conflict is already looking more protracted, raising the risk of higher oil prices for longer, he said.
- At the same time, an interesting divergence has emerged in foreign exchange market behaviour. Despite elevated realised volatility driven by ongoing geopolitical tensions, activity levels in DTCC data have largely reverted to pre-conflict norms. This suggests that participants may be relying less on conventional hedging strategies, possibly indicating a shift toward alternative risk management approaches or reduced incremental hedging demand despite the persistence of headline risk.
- European central banks face a grimmer version of the same problem: frozen in place as energy-driven inflation blocks the rate cuts that a deteriorating growth outlook increasingly demands.
- Meanwhile, uncertainty around key geopolitical developments remains elevated. Iranian officials are reportedly less focused on discussions about reopening the Strait of Hormuz as they prioritise immediate strategic concerns, increasing the risk of extended disruption in global energy supply.

Currency Performance			
Currency	20-Mar-26	13-Mar-26	% Change
Dollar Index Spot	99.65	100.36	-0.71%
Euro Spot	1.1572	1.1417	1.36%
British Pound Spot	1.3341	1.3230	0.84%
Japanese Yen Spot	159.23	159.73	-0.31%
Chinese Yuan Spot	6.907	6.907	0.00%
USDINR	93.72	92.46	1.36%
EURINR	108.23	105.89	2.20%
GBPINR	125.41	122.61	2.29%

The forex market outlook remains tilted toward a broadly bullish bias for the US dollar, although short-term price action may see intermittent profit booking after the recent rally. Speculative positioning has notably shifted, with traders turning net long the dollar following an extended period of sustained bearish bets, indicating a meaningful unwind of prior consensus and a repositioning toward strength.

## Intra-Week Currency Performance



## Currency Performance and Level to Watch:

Currency	Weekly High	Weekly Low	Weekly Close	Weekly % Chg.	MTD % Chg.	QTD % Chg.	YTD % Chg.
Dollar Index	100.48	98.98	99.65	-0.71%	-0.70%	1.35%	1.32%
EURUSD Spot	1.1616	1.1411	1.1572	1.36%	0.13%	-1.48%	4.64%
EURINR Spot	108.28	105.46	108.23	2.20%	1.14%	-2.53%	2.74%

Currency	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3
Dollar Index	98.51	97.11	97	96.54	98.04	100.01	101.52
EURUSD	1.1789	1.1615	1.1584	1.1962	1.2167	1.1994	1.2199
EURINR	101.81	100.21	98.99	95.34	98.16	104.63	107.45

# Forex Weekly Research Report

## Technical Analysis:

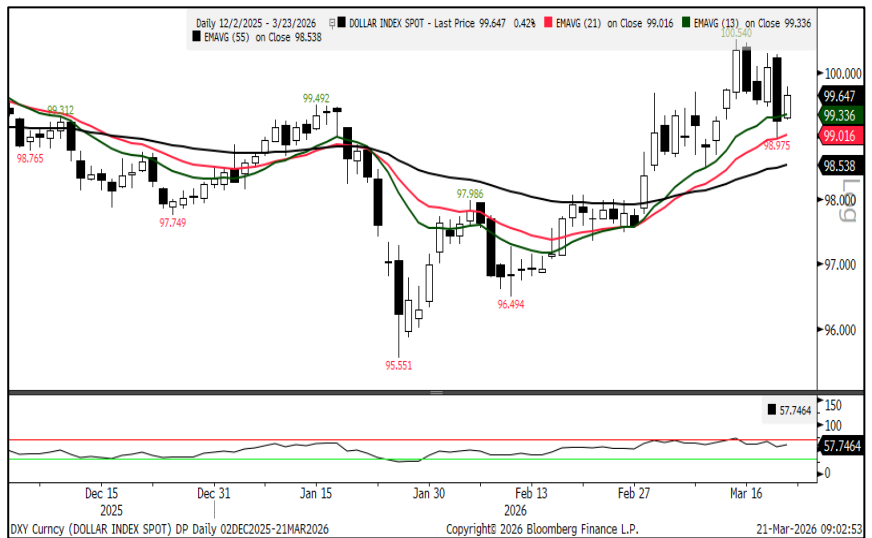
### Dollar Index View:

- The DXY Index is finding support around 21 DEMA.
- It has been holding the ascending trendline support around 99.
- RSI has been placed around 60 and is gaining, indicating positive momentum.

**Spot Dollar Index: Support 98.50, Resistance 101**



**Leveraged funds held \$6.2 billion in bullish bets versus \$4.7 billion in bearish wagers on March 10**



# Forex Weekly Research Report

Economic Calendar					
Date	Country	Event	Period	Survey	Prior
23-Mar	US	Chicago Fed Nat Activity Index	Feb	0.04	0.18
	US	Construction Spending MoM	Jan	0.10%	0.30%
	EC	Consumer Confidence	Mar P	-14.2	-12.2
24-Mar	Japan	S&P Global Japan PMI Composite	Mar P	--	53.9
	India	HSBC India PMI Composite	Mar P	--	58.9
	EC	S&P Global Eurozone Composite PMI	Mar P	51	51.9
	UK	S&P Global UK Composite PMI	Mar P	52.9	53.7
	US	ADP Weekly Employment Change	07-Mar	--	9.000k
	US	Philadelphia Fed Non-Manufacturing Activity	Mar	--	-17.3
	US	Nonfarm Productivity	4Q F	1.80%	2.80%
	US	S&P Global US Composite PMI	Mar P	--	51.9
US	Richmond Fed Manufact. Index	Mar	-9	-10	
25-Mar	UK	CPI YoY	Feb	3.00%	3.00%
	UK	RPI YoY	Feb	3.70%	3.80%
	UK	House Price Index YoY	Jan	--	2.40%
	US	MBA Mortgage Applications	20-Mar	--	-10.90%
	US	Current Account Balance	4Q	-\$210.0b	-\$226.4b
26-Mar	US	Initial Jobless Claims	21-Mar	210k	205k
	US	Continuing Claims	14-Mar	1853k	1857k
	US	Kansas City Fed Manf. Activity	Mar	--	5
27-Mar	China	Industrial Profits YTD YoY	Feb	--	0.60%
	US	U. of Mich. Sentiment	Mar F	54	55.5
	US	Kansas City Fed Services Activity	Mar	--	6
	China	BoP Current Account Balance	4Q F	--	\$242.1b

## Disclaimer:

The information provided does not constitute, in any way, a solicitation or inducement to buy or sell securities and similar products. Comments and analysis reflect the views of STAT EDGE CAPITAL at any given time and are subject to change at any time. Moreover, they cannot constitute a commitment or guarantee from STAT EDGE CAPITAL. The recipient acknowledges and agrees that by their very nature, any investment in a financial instrument is random; therefore, any such investment constitutes a risky investment for which the recipient is solely responsible. It is specified that the past performance of a financial product does not prejudice in any way its future performance. The foreign exchange market and financial derivatives such as futures, CFDs (Contracts for Difference), warrants, turbos, or certificates involve high risk. They require a good level of financial knowledge and experience. STAT EDGE CAPITAL recommends the consultation of a financial professional who would have perfect knowledge of the financial and patrimonial situation of the recipient of this message and would be able to verify that the financial products mentioned are adapted to the said situation and the financial objectives pursued. STAT EDGE CAPITAL recommends reading the "risk factors" section of the prospectus for any financial product mentioned.