

April 19, 2021

# Daily Currency outlook

## Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	April futures	Buy	74.57	75.00	74.37	1-2 days

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## INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	74.35	74.92	-0.57
EUR-INR	89.23	89.56	-0.33
GBP-INR	102.93	103.19	-0.26
JPY-INR (Future)	68.54	69.10	-0.56

- The rupee appreciated as the dollar index started weakening once again. The rupee closed near 74.35 levels, appreciating almost 57 paise in spot
- The dollar slipped to a four-week low against a basket of currencies on Friday, as investors increasingly bought into the Federal Reserve's insistence it would keep an accommodative policy stance for a while longer

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.09	6.12	-0.52
India 2 Year	4.63	4.64	-0.19
US 10 Year	1.56	1.61	-3.04
US 2 Year	0.16	0.16	1.26
Germany 10 Year	-0.26	-0.28	8.16

- The Nifty opened higher on the back of positive global clues but faced resistance from 14700 Call base. Advance/decline ratio was in favour of Bulls. As per options data, 14700 and 14800 Call option has noteworthy OI, which should act as resistance while 14500 Put has substantial OI, which should provide support
- The Bank Nifty opened higher but faced selling pressure from higher level as it closed with a loss of more than 0.40%. Both private and PSU banks saw profit booking from higher levels

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	11641	12454	-813
Debt	2145	1711	434
Net			-379

- Foreign institutional investors (FII) turned net sellers to the tune of ₹ 379 crore on April 15. They sold worth ₹ 813 crore in the equity market and bought worth ₹ 434 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Apr	74.55	-0.86	3407468	3558821	6.43	0.71
May	74.84	-0.83	1301811	710412	-6.59	2.46
Apr-May	0.29	-	-	2848409	-	

- Due to weakness in the Dollar index, the rupee started strengthening once again from the hurdle of 75.5. However, fears that a surge in domestic Covid-19 cases and lockdown in some states could hamper economic recovery could dent the money market
- The dollar-rupee April contract on the NSE was at ₹ 74.55 in the last session. The open interest increased 6% for the April series

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	74.42	74.62	74.87	75.07	75.32
US\$INR (May)	74.67	74.86	75.11	75.30	75.55
EURINR (Apr)	88.56	88.75	89.02	89.22	89.49
EURINR (May)	88.87	89.05	89.31	89.50	89.76
GBPINR (Apr)	102.19	102.40	102.68	102.89	103.17
GBPINR (May)	102.52	102.71	102.95	103.14	103.38
JPYINR (Apr)	67.81	68.03	68.39	68.61	68.97
JPYINR (May)	68.13	68.31	68.59	68.76	69.05

## US\$INR Strategy

### US\$INR Apr futures contract (NSE)

Buy US\$INR in the range of 74.55-74.60

Market Lot: US\$1000

Target: 75.00/ 75.20

Stop Loss: 74.37

Support: 74.40/74.20

Resistance: 75.00/75.35

Note: The given recommendation in this report is intraday and should not be linked with positional view & recommendations given in Monthly currency Derivatives and Positional Currency report which may have different view.



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