

HDFC securities Retail Research

# Currency Daily

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## CURRENCY MOVEMENT

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	75.3587	75.5450	-0.1863	-0.25%
DXY Index	97.4710	97.6730	-0.2020	-0.21%
EURUSD	1.1192	1.1170	0.0022	0.20%
GBPUSD	1.2591	1.2551	0.0040	0.32%
USDJPY	108.43	108.68	-0.25	-0.23%
USDINR 1M NDF	75.2000	75.3000	-0.1000	-0.13%

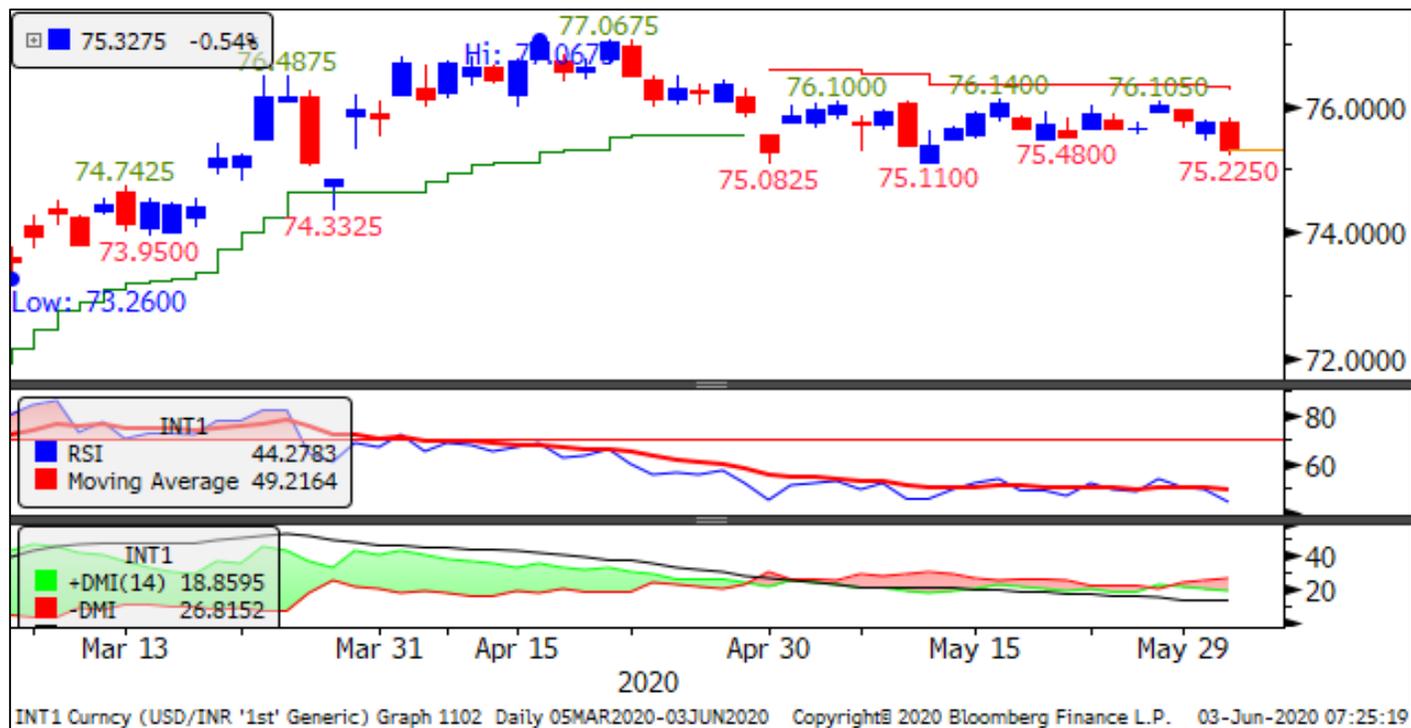
## GLOBAL EQUITY MARKETS

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	9979.1	9826.2	153.0	1.56%
Sensex	33825.5	33303.5	522.0	1.57%
Hang-Seng	24280.3	23995.9	284.3	1.18%
Nikkei	22633.9	22325.6	308.3	1.38%
Shanghai	2933.9	2921.4	12.5	0.43%
S&P Index	3080.8	3055.7	25.1	0.82%
Dow Jones	25742.7	25475.0	267.6	1.05%
Nasdaq	9608.4	9552.0	56.3	0.59%
FTSE	6220.1	6166.4	53.7	0.87%
CAC	4859.0	4762.8	96.2	2.02%
DAX	12021.3	11586.9	434.4	3.75%

## “Risk On” Rules the Market

- Market participants shrugged off India’s rating downgrade by Moody’s as it was already expected and came in line with other agencies rating. Rupee closed at the highest level in over a month against the US dollar due to optimism about global economic recovery coupled with persistent foreign fund inflow.
- Today, Rupee expected to open higher amid weaker dollar and expectation of foreign fund inflows.
- Technically, spot USDINR has given the clear indication of down trend. The pair likely to touch 75 odd levels in coming days.
- Most of the currencies gained as risky rallied continued with global stocks continued its northbound journey and the greenback approached a three-month low.
- The stunning rise for the Caixin China Services PMI to 55 may add more fuel for risky asset bulls.
- Brent crude futures have reached \$40/bbl for the first time since their meltdown in early March, which is another piece of the risk-on puzzle falling into place.
- The euro’s momentum is driven by European fiscal and monetary stimulus coming together in a way that hasn’t been seen since the formation of the shared currency. There was a mild setback overnight, when Angela Merkel was unable to get a stimulus package for Germany signed off. But the deal isn’t dead and the ECB lies ahead this week, with an increase in bond buying likely to be confirmed.

## USDINR JUNE FUT. DAILY CHARTS



### USDINR June Futures :

- ❑ USDINR June futures unable to cross the multiple top resistance of 76.15 and fell to lower range i.e.75.08.
- ❑ Momentum oscillators and indicators turned weak on daily time frame indicating further weakness.
- ❑ We expect the pair likely to head south in today's trade and may breach the level of 75. The close below 75 will confirm the resumption of down move.

## CURRENCIES PRICE ACTION

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Jun20	75.7525	75.8325	75.2250	75.3275	-0.54	1562062	10000	1919214	-204550
NSE EURINR Future Jun20	84.0300	84.3850	84.0000	84.0825	-0.09	129299	-3553	136133	-15635
NSE GBPINR Future Jun20	94.3000	95.0650	94.3000	94.4825	0.78	48712	8437	338211	104144
NSE JPYINR Future Jun20	70.2600	70.3900	69.8200	69.8675	-0.63	25187	-2049	70387	17009
NSE EURUSD Fut Jun20	1.1124	1.1187	1.1116	1.1163	0.44	3181	405	2748	-1055
NSE GBPUSD Fut Jun20	1.2475	1.2571	1.2473	1.2541	1.31	2744	349	3799	174
NSE USDJPY Fut Jun20	107.75	107.88	107.65	107.86	0.08	30	12	41	-26

## TECHNICAL LEVELS

Currency Pairs	LAST	PIVOT	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3
NSE INRUSD Future Jun20	75.3275	75.4617	74.0100	74.8542	75.0908	75.6983	76.0692	76.3058
NSE EURINR Future Jun20	84.0825	84.1558	83.2300	83.7708	83.9267	84.3117	84.5408	84.6967
NSE GBPINR Future Jun20	94.4825	94.6158	92.7700	93.8508	94.1667	94.9317	95.3808	95.6967
NSE JPYINR Future Jun20	69.8675	70.0258	68.6800	69.4558	69.6617	70.2317	70.5958	70.8017
NSE EURUSD Fut Jun20	1.1163	1.1155	1.0974	1.1084	1.1124	1.1195	1.1226	1.1266
NSE GBPUSD Fut Jun20	1.2541	1.2528	1.2277	1.2430	1.2486	1.2584	1.2626	1.2682
NSE USDJPY Fut Jun20	107.86	107.80	107.19	107.57	107.71	107.94	108.03	108.17

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