

HDFC securities Retail Research Currency Daily

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Currency Movements

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	73.9125	74.0013	-0.0888	-0.12%
DXY Index	91.9330	92.2540	-0.3210	-0.35%
EURUSD	1.1924	1.1883	0.0041	0.35%
GBPUSD	1.3388	1.3318	0.0070	0.53%
USDJPY	104.35	104.50	-0.15	-0.14%
USDINR 1M NDF	74.01	74.15	-0.1400	-0.19%

Global Equity Markets

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	12858.4	13055.2	-196.8	-1.51%
Sensex	43828.1	44523.0	-694.9	-1.56%
Hang-Seng	26694.7	26669.8	24.9	0.09%
Nikkei	26434.3	26296.9	137.5	0.52%
Shanghai	3359.4	3362.3	-2.9	-0.09%
S&P Index	3629.7	3635.4	-5.8	-0.16%
Dow Jones	29872.5	30046.2	-173.8	-0.58%
Nasdaq	12094.4	12036.8	57.6	0.48%
FTSE	6391.1	6432.2	-41.1	-0.64%
CAC	5571.3	5558.4	12.9	0.23%
DAX	13289.8	13292.4	-2.6	-0.02%

Rupee Near A Month High On Fund Inflows

- »» Rupee expected to start with gains following weaker greenback. The dollar drifted lower along with real yields due to explosion of the pandemic in the US while coronavirus cases in Europe seem to be peaking. The forex market expected to trade today with light volume on back of US Thanks giving holiday.
- »» Indian rupee continued its upward journey by gaining seven out of eight trading session backed by massive dollar inflows in domestic equity market. So far the month, foreigners have poured around \$7 billion in equities. On Wednesday, Rupee closed at 73.91 a dollar gaining 9 paise.
- »» Sovereign Indian bonds trade little changed ahead of the central bank's Operation Twist, where it plans to buy long bonds and sell shorter-maturity notes. RBI plans to conduct Federal Reserve-style Operation Twist where it will buy 100b rupees of bonds and sell an equivalent amount of short-term notes. The 10-year yields steady at 5.89% on Wednesday.
- »» Minutes from the most recent FOMC meeting offered something for everyone. They signaled that the Fed may buy more bonds or shift its purchases toward the long-end of the curve to add stimulus, but it added that there's no sense of urgency to do so. The yield curve steepened a tad on the news. Earlier, initial jobless claims hit a five-week high while durable goods orders rose more than expected. Consumption was in line with estimates, while personal income fell. And oil inventories signaled demand strength.

USDINR December Daily Chart



Technical Observations:

- » USDINR December futures formed Doji candlestick pattern indicating indecisiveness among traders on expiry day. The pair has been trading well below short term moving averages.
- » Momentum oscillator, RSI of 14 days period heading towards oversold zone suggesting continuation of downward movement.
- » MACD also turned weak and could fell below zero line suggesting weaker trend going ahead.
- » The pair expected to trade with negative bias and could touch 73.60 in coming days while resist at 74.70, the 20 DMA.

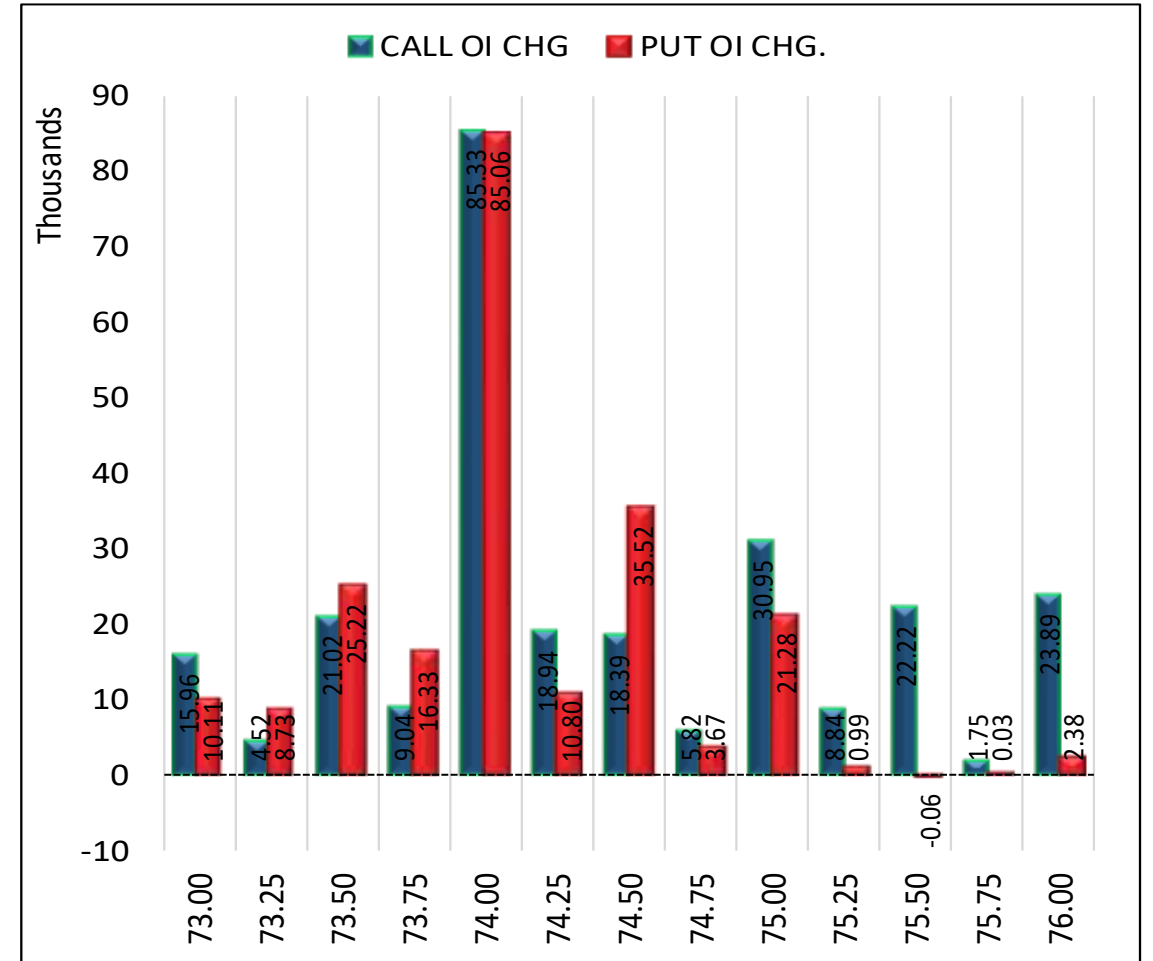
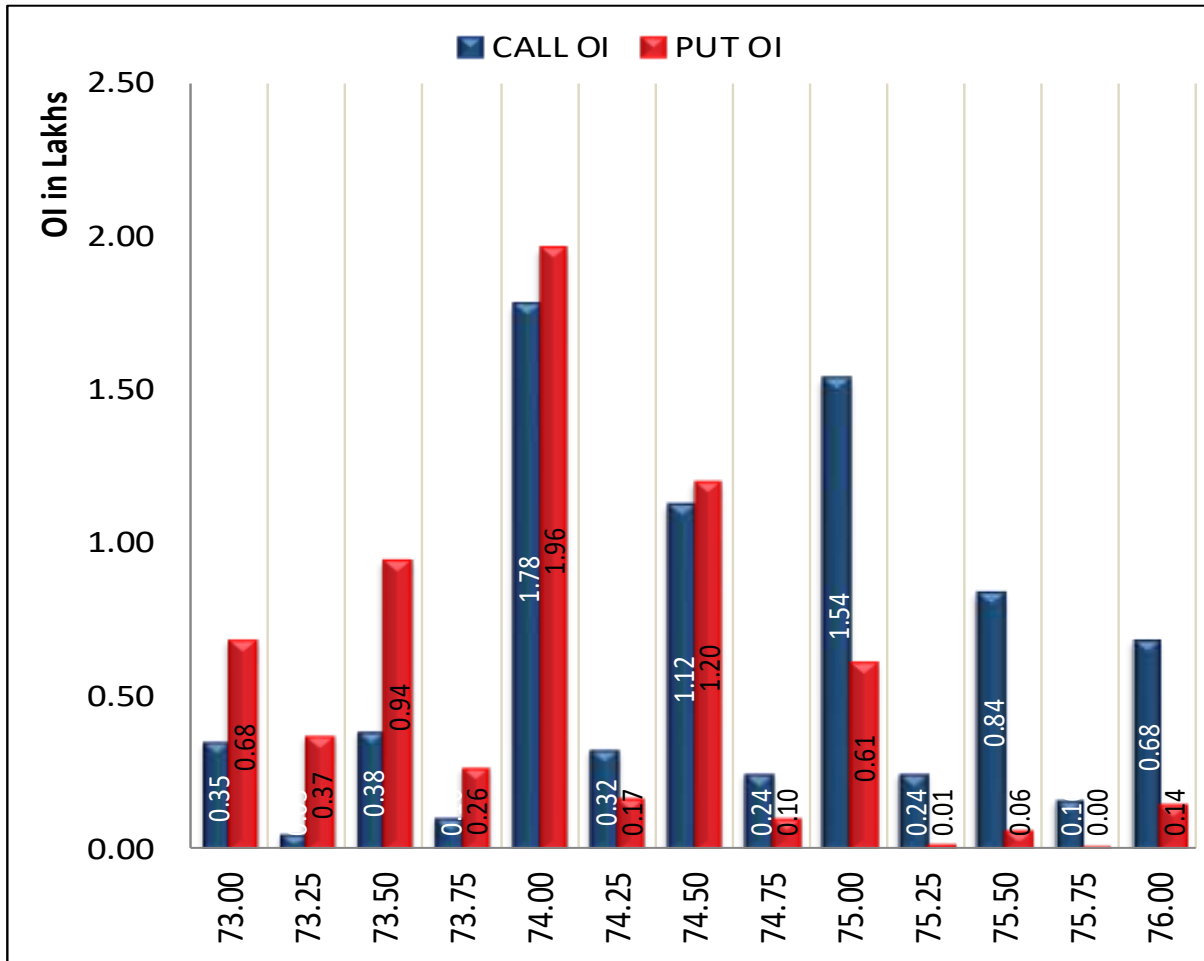
Currency Derivative Price Actions

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Dec20	74.2000	74.2525	74.0775	74.1550	-0.12	1802289	261318	1910339	668758
NSE EURINR Future Dec20	88.2550	88.4400	88.1000	88.1375	-0.07	155566	19882	181483	59407
NSE GBPINR Future Dec20	98.9000	99.2400	98.6200	98.6925	-0.41	140483	8175	303540	177784
NSE JPYINR Future Dec20	71.0175	71.0800	70.9200	70.9625	-0.27	30631	3474	41575	-1655
NSE EURUSD Fut Dec20	1.1901	1.1920	1.1882	1.1887	0.10	3137	2381	5811	5056
NSE GBPUSD Fut Dec20	1.3347	1.3377	1.3221	1.3313	-0.25	2241	1481	6375	5689
NSE USDJPY Fut Dec20	104.47	104.57	104.42	104.57	0.20	38	23	28	17

Technical Levels

Currency Pairs	LAST	PIVOT	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3
NSE INRUSD Future Dec20	74.1550	74.1617	73.7275	73.9867	74.0708	74.2458	74.3367	74.4208
NSE EURINR Future Dec20	88.1375	88.2258	87.4200	87.8858	88.0117	88.3517	88.5658	88.6917
NSE GBPINR Future Dec20	98.6925	98.8508	97.3800	98.2308	98.4617	99.0817	99.4708	99.7017
NSE JPYINR Future Dec20	70.9625	70.9875	70.6000	70.8275	70.8950	71.0550	71.1475	71.2150
NSE EURUSD Fut Dec20	1.1887	1.1896	1.1806	1.1858	1.1873	1.1911	1.1934	1.1949
NSE GBPUSD Fut Dec20	1.3313	1.3304	1.2909	1.3148	1.3230	1.3386	1.3460	1.3542
NSE USDJPY Fut Dec20	104.57	104.52	104.12	104.37	104.47	104.62	104.67	104.77

USDINR Nov. Month Option Distribution



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