

April 5, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	April futures	Sell	73.52	73.10	73.66	1 day

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INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	73.10	73.38	-0.28
EUR-INR	85.79	86.24	-0.45
GBP-INR	100.72	100.99	-0.27
JPY-INR (Future)	66.92	66.97	-0.05

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.18	6.15	0.50
India 2 Year	4.54	4.60	-1.26
US 10 Year	1.74	1.76	-1.14
US 2 Year	0.16	0.15	6.58
Germany 10 Year	-0.29	-0.27	8.65

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	10162	9387	774
Debt	336	368	-31
Net			743

- After depreciating sharply in the past few sessions, some breather was seen for the rupee as it appreciated almost 28 paise. In the last trading session, the rupee ended near 73.1 levels
- The dollar retraced from its four month high and posted marginal losses. Strength in stocks on Wednesday curbed liquidity demand for the dollar. The dollar saw underlying support from higher T-note yields and President Biden's announcement of his \$2.25 trillion infrastructure plan

- The Nifty opened on a tepid note on the back of weak global clues. It witnessed a volatile day but managed to close in the green. Advance/decline ratio was in favour of Bulls
- The Bank Nifty opened lower but rebounded from lower levels and closed with healthy gains. Buying was seen in private heavyweights, which helped the index to rebound from lower levels

- Foreign institutional investors (FII) turned net buyers to the tune of ₹ 774 crore on March 31. They bought worth ₹ 774 crore in the equity market and sold worth ₹ 31 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Apr	73.42	-0.56	3360425	3795326	0.53	0.14
May	73.69	-0.57	1230485	312711	1.63	0.01
Apr-May	0.27	-	-	3482615	-	-

- As the Dollar index has retraced from fresh four-month's high with Call writing positions intact in OTM strikes. We feel a marginal retracement towards 73 levels could be possible in the US\$INR pair
- The dollar-rupee April contract on the NSE was at ₹ 73.42 in the last session. The open interest remained almost flat for the April series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	72.65	73.24	73.59	74.19	74.54
US\$INR (May)	72.68	73.39	73.80	74.51	74.92
EURINR (Apr)	85.74	86.21	86.49	86.97	87.24
EURINR (May)	86.07	86.54	86.80	87.27	87.54
GBPINR (Apr)	100.16	100.82	101.20	101.87	102.25
GBPINR (May)	100.54	101.19	101.53	102.18	102.53
JPYINR (Apr)	66.32	66.65	66.84	67.17	67.37
JPYINR (May)	66.62	66.92	67.10	67.40	67.58

US\$INR Strategy

US\$INR Apr futures contract (NSE)

Sell US\$INR in the range of 73.50-73.54

Market Lot: US\$1000

Target: 73.30/ 73.10

Stop Loss: 73.66

Support: 73.30/73.00

Resistance: 73.55/73.85

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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ANALYST CERTIFICATION

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