

# HDFC securities Retail Research Currency Daily

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**Analyst:**  
Dilip Parmar  
dilip.parmar@hdfcsec.com



## Currency Movements

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	74.9512	74.8838	0.0674	0.09%
DXY Index*	91.2310	91.0170	0.2140	0.24%
EURUSD*	1.2022	1.2057	-0.0035	-0.29%
GBPUSD*	1.3850	1.3911	-0.0061	-0.44%
USDJPY*	107.89	107.99	-0.10	-0.09%
USDINR 1M NDF*	75.36	75.40	-0.0400	-0.05%

## Global Equity Markets

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	14406.2	14296.4	109.8	0.77%
Sensex	48080.7	47705.8	374.9	0.79%
Hang-Seng	28755.3	28621.9	133.4	0.47%
Nikkei	28933.3	29188.2	-254.8	-0.87%
Shanghai	3465.1	3472.9	-7.8	-0.23%
S&P Index	4135.0	4173.4	-38.4	-0.92%
Dow Jones	33815.9	34137.3	-321.4	-0.94%
Nasdaq	13818.4	13950.2	-131.8	-0.94%
FTSE	6938.2	6895.3	42.9	0.62%
CAC	6267.3	6210.6	56.7	0.91%
DAX	15320.5	15196.0	124.6	0.82%

\* Prev. Close 5pm IST

## Risk aversion to back dollar

- » Indian rupee expected to open slightly higher but we could see lower level buying in dollar following risk-off sentiments across the globe after US considering higher capital gains taxes. Better than expected US economic data and weaker domestic macro likely to weigh on Indian rupee. On Thursday, spot USDINR closed at 74.95 gained 7 paise while today we could start on flat note but we see pair heading towards 75.30 odd levels while support remains at 74.70.
- » The dollar was edged into a narrow trading range on Friday as traders contemplate the next moves by major central banks ahead of a U.S. Federal Reserve meeting next week. The euro tended losses after European Central Bank President Christine Lagarde squashed expectations that policymakers will start to consider a tapering of bond purchases due to an improving economic outlook.
- » Asian stocks look set to slip following broad based declines in U.S. benchmarks as investors mulled a proposal for higher capital gains taxes. News reported the Biden administration is considering a capital gains tax hike that could take the top rate for those earning \$1 million or more as high as 43.4%. Leaving aside questions of whether Congress will pass the proposal, one could argue that taxing the top 1% isn't enough to change the trajectory of the overall market. Historically, a change in capital-gains taxes has had almost zero prediction power for the stock market's performance.
- » Treasuries continued their rally, with the 10-year yield sliding to 1.54% and the long bond declining to 2.22%, its lowest since the beginning of March. The dollar extended its fourth daily advance of April following better job numbers.
- » In the U.S. signs of a post-pandemic recovery increased as jobless claims fell and airlines signaled the worst of the travel downturn is over. While at India we are still fighting with virus as number of infection rises more than 3 lakhs.

## USDINR April Daily Chart



## Technical Observations:

- » USDINR April futures expected to open flat but we expect momentum could shift upward as the session progresses.
- » The pair has been sustaining well above major moving averages with higher top higher bottom formation remains intact.
- » Momentum oscillators and indicators well positioned for bullish trend.
- » The pair is having immediate resistance at 75.50 and support at 74.50.
- » We remain bullish in USDINR April futures and expect 75.30 to 74.80 range in today's trade with bullish view.

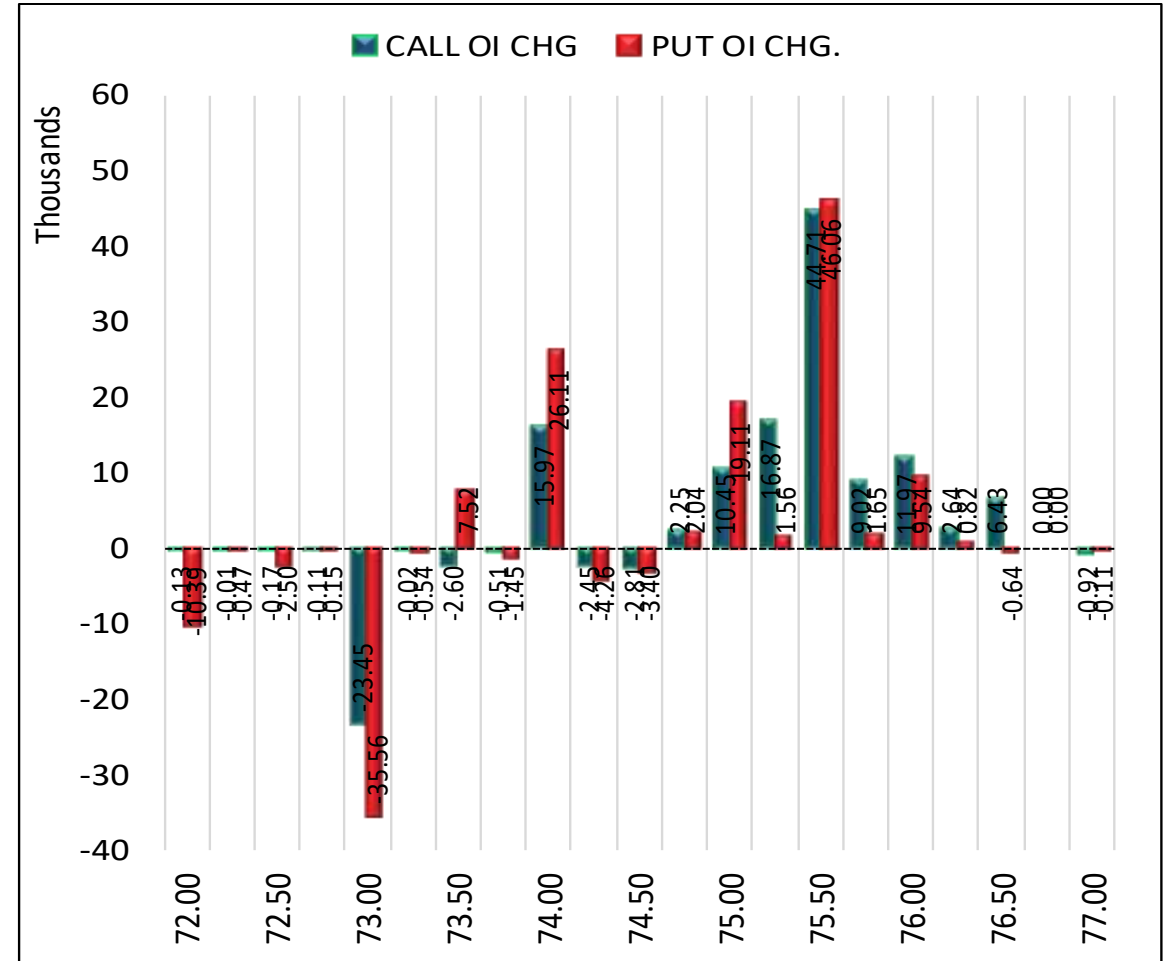
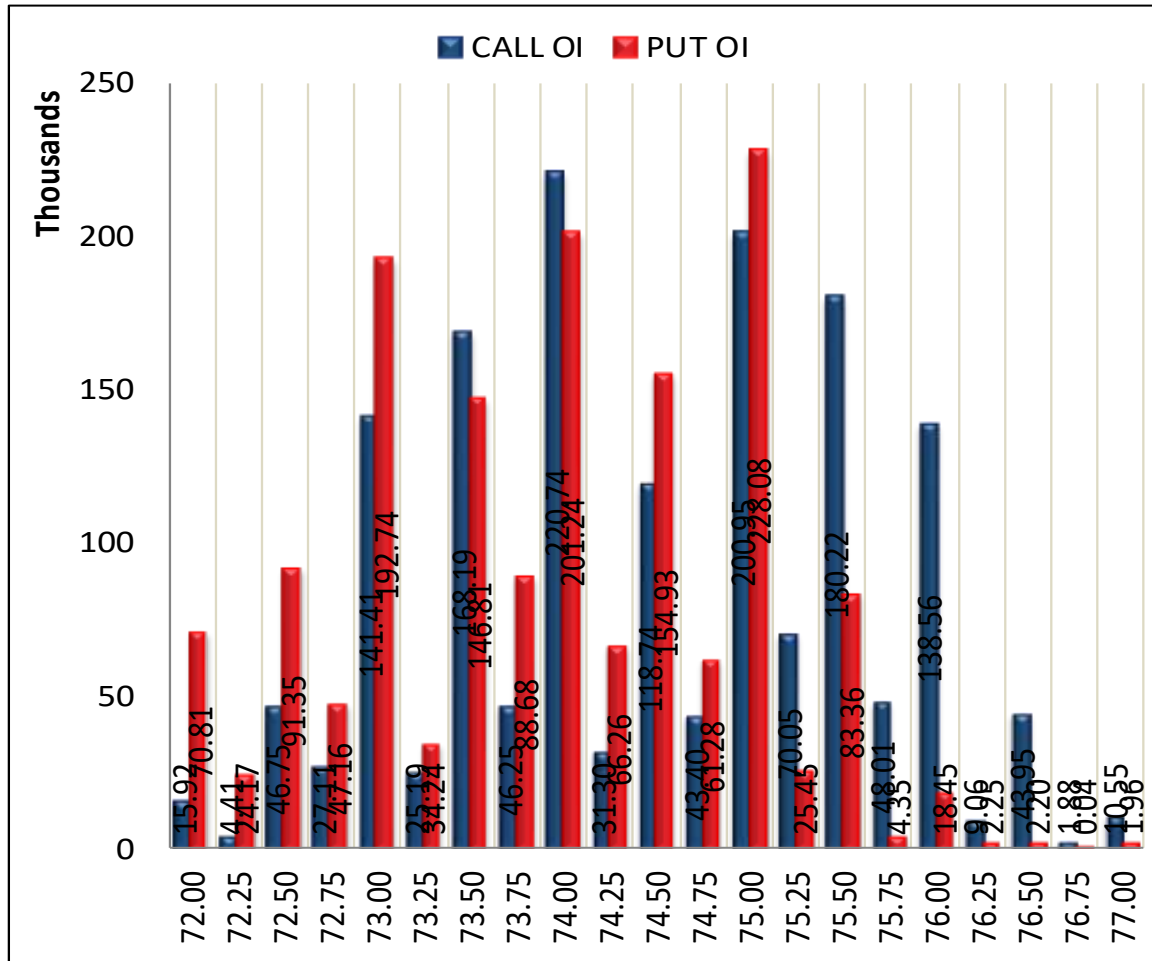
## Currency Derivative Price Actions

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Apr21	75.3200	75.4650	74.8700	75.0750	-0.06	2962919	-11588	3009870	256831
NSE EURINR Future Apr21	90.7500	90.8150	90.1650	90.4475	-0.06	107128	-2910	142838	-21239
NSE GBPINR Future Apr21	105.0525	105.1450	104.1900	104.3800	-0.53	157379	-22262	274580	-39690
NSE JPYINR Future Apr21	69.6525	69.8400	69.3650	69.4950	0.29	20372	-380	43065	-4887
NSE EURUSD Fut Apr21	1.2030	1.2050	1.2016	1.2046	-0.03	2515	116	408	21
NSE GBPUSD Fut Apr21	1.3937	1.3940	1.3889	1.3906	-0.47	2815	-578	982	72
NSE USDJPY Fut Apr21	108.05	108.99	107.86	108.40	-0.01	74	-212	232	76

## Technical Levels

Currency Pairs	LAST	PIVOT	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3	5 DMA	20 DMA
NSE INRUSD Future Apr21	75.08	75.14	73.68	74.54	74.81	75.40	75.73	76.00	74.98	73.99
NSE EURINR Future Apr21	90.45	90.48	88.87	89.83	90.14	90.79	91.13	91.44	90.09	88.00
NSE GBPINR Future Apr21	104.38	104.57	102.28	103.62	104.00	104.95	105.53	105.91	103.97	102.21
NSE JPYINR Future Apr21	69.50	69.57	68.42	69.09	69.29	69.77	70.04	70.24	69.14	67.77
NSE EURUSD Fut Apr21	1.2046	1.2037	1.1948	1.2003	1.2025	1.2059	1.2071	1.2093	1.2017	1.1893
NSE GBPUSD Fut Apr21	1.3906	1.3912	1.3787	1.3861	1.3883	1.3934	1.3963	1.3985	1.38694	1.38148
NSE USDJPY Fut Apr21	108.40	108.42	105.60	107.29	107.84	108.97	109.55	110.10	108.50	109.22

## USDINR April Month Option Distribution



# HDFC securities Retail Research: Currency Daily

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**HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066**

**Compliance Officer: Binkle R. Oza Email: [complianceofficer@hdfcsec.com](mailto:complianceofficer@hdfcsec.com) Phone: (022) 3045 3600**

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