

# HDFC securities Retail Research Currency Daily

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## Currency Movements

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	72.8475	72.8850	-0.0375	-0.05%
DXY Index*	90.4410	90.3890	0.0520	0.06%
EURUSD*	1.2119	1.2127	-0.0008	-0.07%
GBPUSD*	1.3831	1.3848	-0.0017	-0.12%
USDJPY*	104.59	104.73	-0.14	-0.13%
USDINR 1M NDF*	73.09	73.06	0.0300	0.04%

## Global Equity Markets

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	15106.5	15109.3	-2.8	-0.02%
Sensex	51309.4	51329.1	-19.7	-0.04%
Hang-Seng	29988.1	30038.7	-50.6	-0.17%
Nikkei	29562.9	29505.9	57.0	0.19%
Shanghai	3655.1	3603.5	51.6	1.43%
S&P Index	3909.9	3911.2	-1.3	-0.03%
Dow Jones	31437.8	31375.8	62.0	0.20%
Nasdaq	13972.5	14007.7	-35.2	-0.25%
FTSE	6524.4	6531.6	-7.2	-0.11%
CAC	5670.8	5691.5	-20.7	-0.36%
DAX	13933.0	14011.8	-78.8	-0.56%

\* Prev. Close 5pm IST

## Rupee likely to open with minor losses as dollar recovers after four days down tick

- » Indian rupee expected to open with minor loss following rebound in dollar index after four days of weakness and seesaw movement in risk assets. Asian currencies to enter in a period of reduced liquidity with an upward bias, partly because of a dovish Jerome Powell speech overnight, US subdued inflation data and many Asian markets enjoying Holiday.
- » Rupee in line with other Asian peers gained on Wednesday following weakness in greenback and stronger risk appetite. Rupee closed at 72.85 with the gain of 4 paise a dollar. Near term bias remains bullish for rupee and we expect it can touch the level of 72.70 in next couple of days while on lower side 73 will act as support.
- » Asian stocks are poised to churn lower Thursday as investors assess what the latest U.S. inflation reading means for aid prospects, and with some major markets closed for holidays. China is shut for the start of Lunar New Year celebrations, and Japan and South Korea are also closed.
- » On Wednesday, the dollar fell for a fourth day and American shares rose amid optimism that Congress may pass the aid bill to boost growth. Federal Reserve Chair Jerome Powell reiterated the need for both accommodative monetary policy and more fiscal stimulus to support the economic recovery. . The 10-year Treasury yield fell back below 1.15% after the core consumer price index was unchanged last month. Elsewhere, WTI crude edged toward \$58.50 a barrel to log its eighth straight green finish,
- » A key measure of prices paid by U.S. consumers was unchanged in January for a second straight month, underscoring the pandemic's lingering restraint on inflation that financial markets see heating up. US January consumer price index showed a 1.4% annual increase for both the headline and core (excluding food and energy) metrics, below the 1.5% consensus for each.

USDINR February Hourly Chart



Technical Observations:

- »» USDINR February futures formed inside bar after forming doji candlestick pattern suggesting continuation of consolidation with bearish bias.
- »» The pair has been facing resistance at 20 hours moving average which is currently placed at 73.
- »» Momentum oscillator, RSI heading towards south suggesting downward momentum.
- »» The pair is having support at 72.70 and resistance at 73.10.
- »» We remain bearish in USDINR Feb. Fut. and expecting it could touch level of 72.70 in next few days.

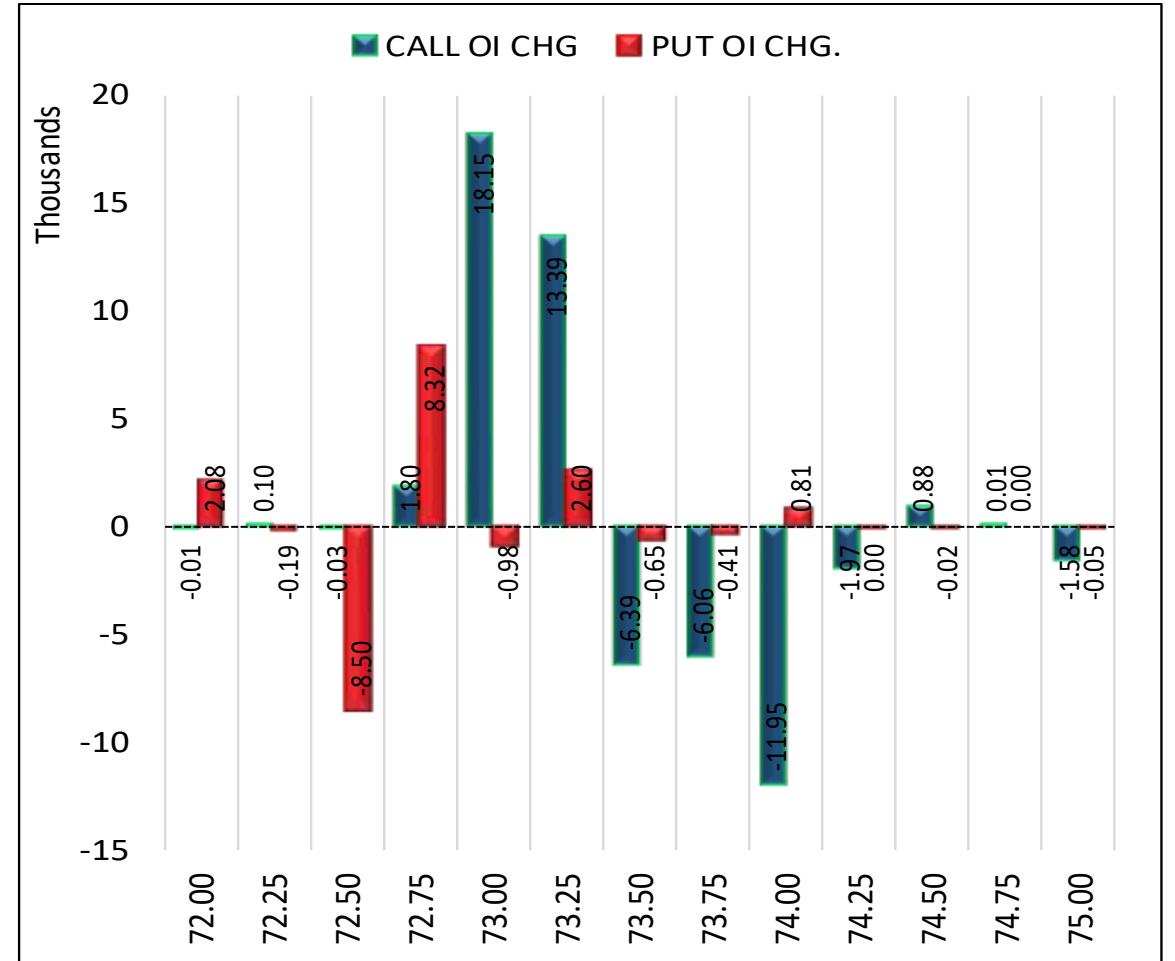
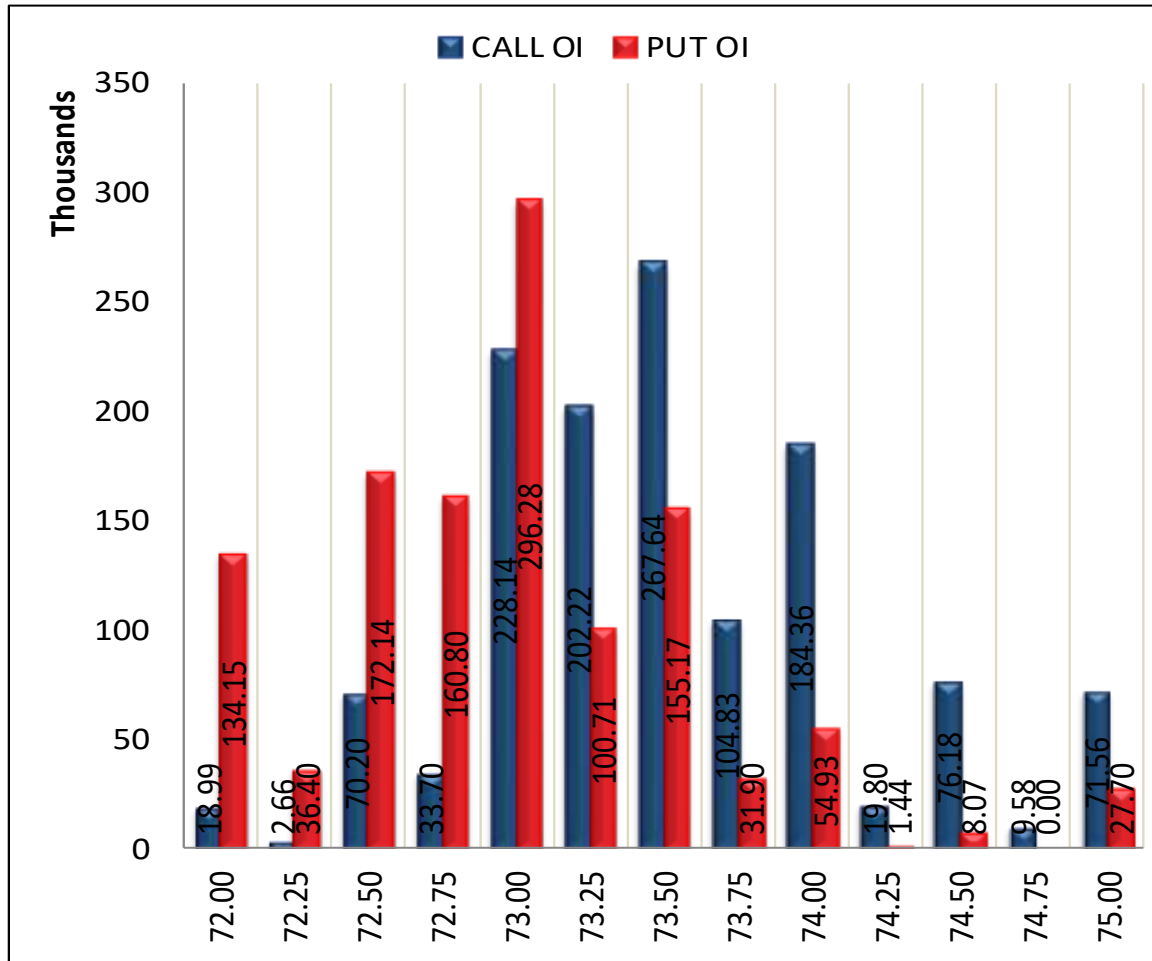
## Currency Derivative Price Actions

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Feb21	73.0275	73.0300	72.9100	72.9300	-0.14	3507527	19063	1252645	-262741
NSE EURINR Future Feb21	88.4800	88.5725	88.4175	88.4400	0.08	94730	-7012	108006	-50277
NSE GBPINR Future Feb21	100.7400	100.9725	100.7400	100.9125	0.42	251288	40235	304428	-107897
NSE JPYINR Future Feb21	69.7850	69.8725	69.6250	69.6425	-0.17	27785	-1989	45656	-15379
NSE EURUSD Fut Feb21	1.2122	1.2142	1.2115	1.2127	0.22	2578	-113	1340	-864
NSE GBPUSD Fut Feb21	1.3800	1.3842	1.3800	1.3838	0.56	4064	589	1865	-2544
NSE USDJPY Fut Feb21	104.61	104.74	104.46	104.72	0.06	95	50	59	-111

## 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 Feb21	72.93	72.96	72.67	72.84	72.88	73.00	73.08	73.12	73.06	73.24
NSE EURINR Future Feb21	88.44	88.48	88.11	88.32	88.38	88.54	88.63	88.69	88.02	88.64
NSE GBPINR Future Feb21	100.91	100.88	100.28	100.64	100.78	101.01	101.11	101.24	100.16	100.16
NSE JPYINR Future Feb21	69.64	69.71	69.13	69.47	69.55	69.80	69.96	70.05	69.48	70.18
NSE EURUSD Fut Feb21	1.2127	1.2128	1.2061	1.2101	1.2114	1.2141	1.2155	1.2168	1.2049	1.2103
NSE GBPUSD Fut Feb21	1.3838	1.3827	1.3716	1.3785	1.3811	1.3853	1.3869	1.3895	1.37098	1.367765
NSE USDJPY Fut Feb21	104.72	104.64	103.90	104.36	104.54	104.82	104.92	105.10	105.15	104.36

## USDINR Feb. Month Option Distribution





# HDFC securities Retail Research: Currency Daily

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