

HDFC securities Retail Research Currency Daily

23 February 2021



Currency Movements

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	72.5013	72.6512	-0.1499	-0.21%
DXY Index*	89.9580	90.2570	-0.2990	-0.33%
EURUSD*	1.2175	1.2138	0.0037	0.30%
GBPUSD*	1.4082	1.4038	0.0044	0.31%
USDJPY*	104.96	105.55	-0.59	-0.56%
USDINR 1M NDF*	72.68	72.69	-0.0100	-0.01%

Global Equity Markets

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	14675.7	14981.8	-306.0	-2.04%
Sensex	49744.3	50889.8	-1145.4	-2.25%
Hang-Seng	30468.9	30319.8	149.1	0.49%
Nikkei	30156.0	30017.9	138.1	0.46%
Shanghai	3639.7	3642.4	-2.7	-0.07%
S&P Index	3876.5	3906.7	-30.2	-0.77%
Dow Jones	31521.7	31494.3	27.4	0.09%
Nasdaq	13533.1	13874.5	-341.4	-2.46%
FTSE	6612.2	6624.0	-11.8	-0.18%
CAC	5767.4	5773.6	-6.1	-0.11%
DAX	13950.0	13993.2	-43.2	-0.31%

* Prev. Close 5pm IST

Rupee Closes At One Year High Against Dollar

- »» Indian rupee traded higher on Monday on dollar decline witnessing strong buying in the opening trade. Rupee capped upside in the afternoon after RBI intervention at 72.30 levels. The domestic equity indices fell by more than 2% on Monday which reversed gains of rupee from almost 25 paise in a day trade.
- »» The dollar index, which gauges the greenback's strength against a basket of six currencies, fell 0.33% to 89.95.
- »» The six-person Monetary Policy Committee voted unanimously to keep its main repurchase rate unchanged at 4% this month, while retaining its accommodative stance. Governor Shaktikanta Das said that while a moderation in headline inflation ensured that the policy stance would remain easy, core inflation -- which strips out volatile fuel and food prices -- was sticky, according to the minutes of the Feb. 3-5 meeting published Monday.
- »» India government will sell 40 billion rupees each of 4.48% 2023 debt and Floating Rate Bonds 2033 in an auctions to be conducted by the RBI on Feb. 26, according to a statement on the website of Department of Economic Affairs.
- »» Indian benchmark equity indices fell the most in two months on Feb 22, ending lower for the fifth consecutive session. At close, the Nifty 50 index fell 2% or 306 points to end at 14,675.



USDINR February Daily Chart



Technical Observations:

- »» USDINR February futures closes to one year lows breaching previous support levels.
- »» The Pair has 20 day moving average resistance at 72.74 while Doji resistance at 72.6150.
- »» The momentum oscillators on Daily and Weekly chart are showing weakness despite of oversold territory.
- »» Technically, spot USDINR is having support at 72.07, the 50% Fibonacci retracement level adjoining low of 68.6250 and 77.6575.

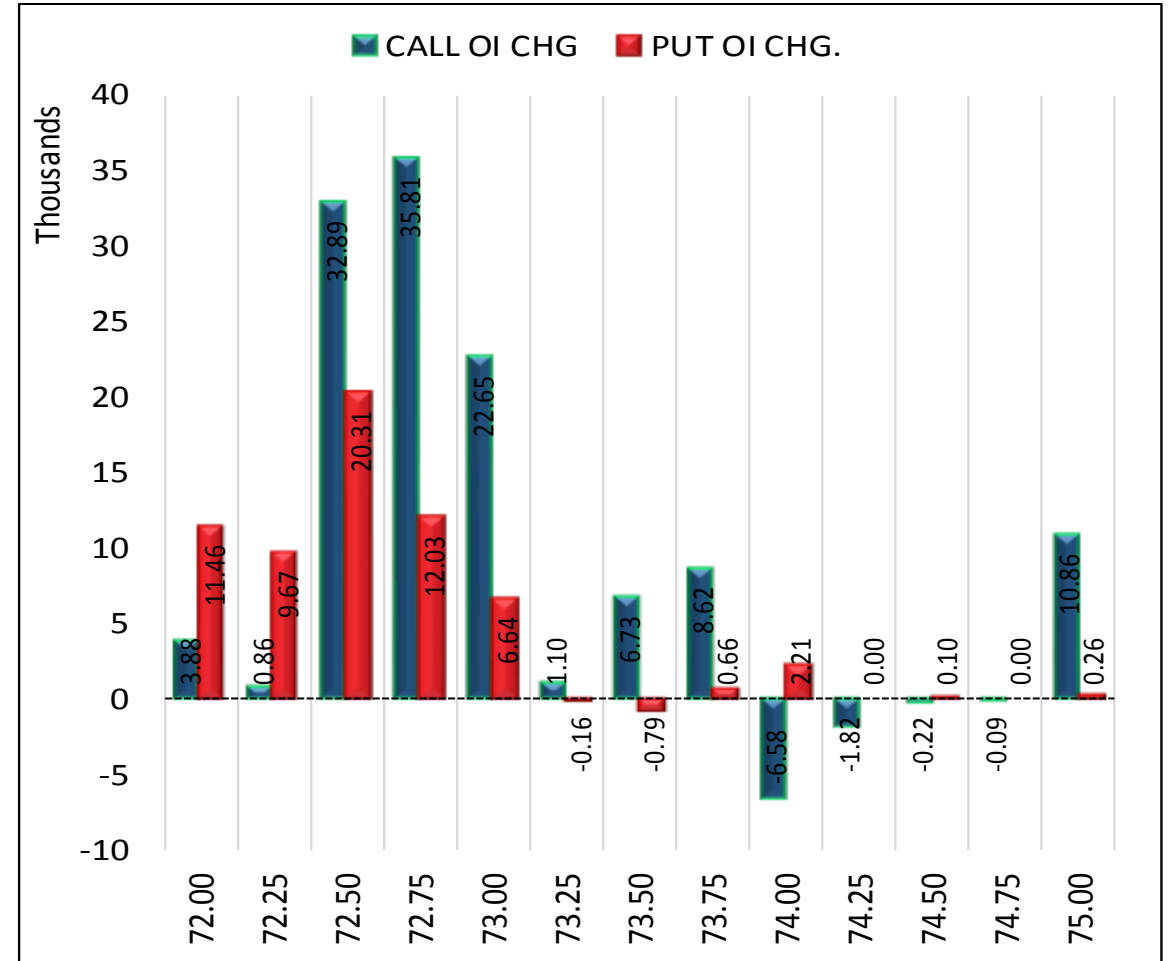
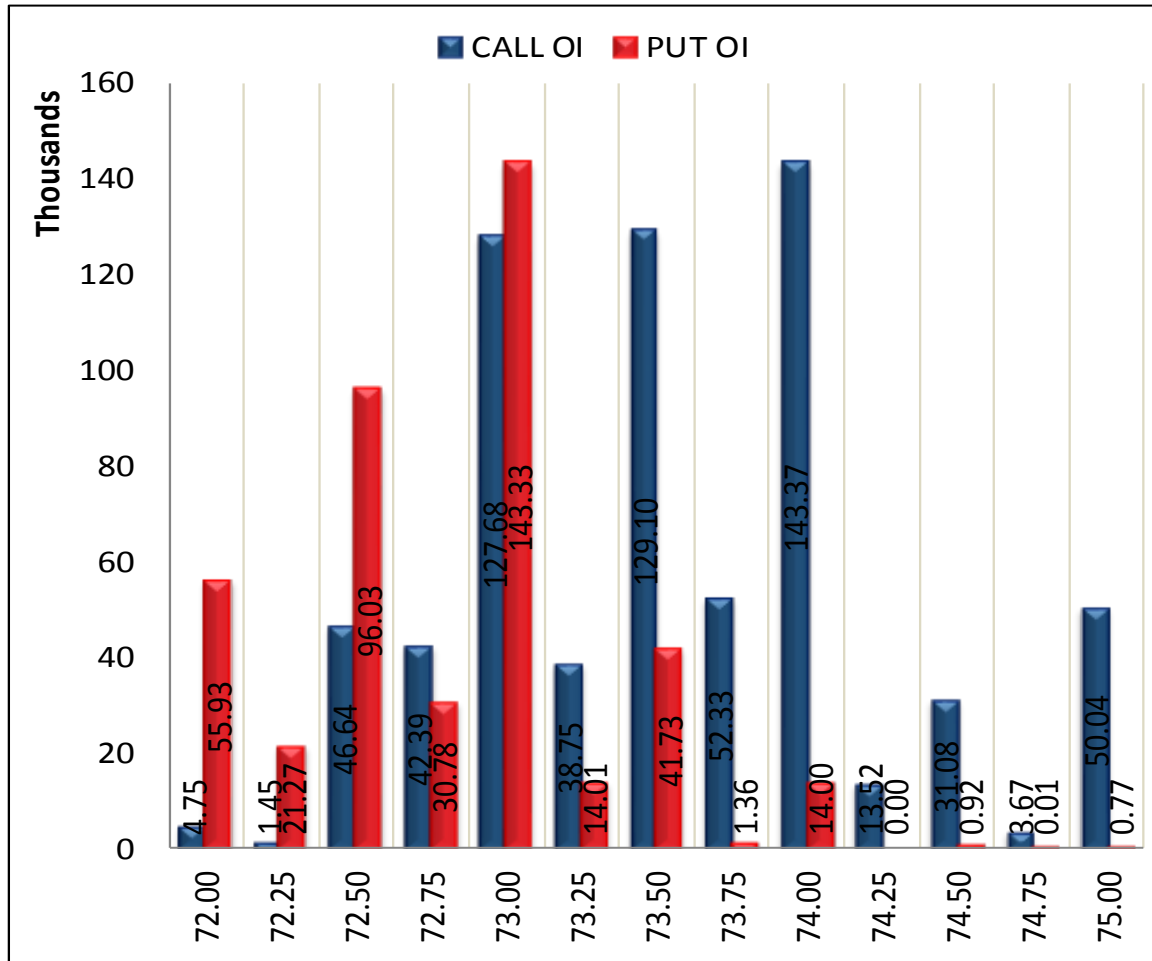
Currency Derivative Price Actions

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Feb21	72.6200	72.6250	72.3200	72.4675	-0.22	2832251	79671	2643854	1305108
NSE EURINR Future Feb21	87.9425	88.0950	87.6725	87.9375	0.27	67889	-18364	180087	40983
NSE GBPINR Future Feb21	101.4900	101.7800	101.2800	101.6300	0.45	174785	174785	284483	#VALUE!
NSE JPYINR Future Feb21	68.7900	68.9375	68.4700	68.6350	-0.17	30215	-4979	36951	-6273
NSE EURUSD Fut Feb21	1.2104	1.2199	1.2095	1.2135	0.51	2256	-213	1972	841
NSE GBPUSD Fut Feb21	1.3992	1.4035	1.3976	1.4031	0.73	7805	211	3191	-969
NSE USDJPY Fut Feb21	105.51	105.67	105.51	105.60	-0.08	50	-48	53	16

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	72.47	72.47	71.71	72.17	72.32	72.62	72.78	72.93	72.68	73.01
NSE EURINR Future Feb21	87.94	87.90	86.83	87.48	87.71	88.13	88.32	88.55	88.06	88.30
NSE GBPINR Future Feb21	101.63	101.56	100.28	101.06	101.35	101.85	102.06	102.35	101.23	100.47
NSE JPYINR Future Feb21	68.64	68.68	67.54	68.21	68.42	68.89	69.15	69.36	68.88	69.60
NSE EURUSD Fut Feb21	1.2135	1.2143	1.1887	1.2039	1.2087	1.2191	1.2247	1.2295	1.2117	1.2095
NSE GBPUSD Fut Feb21	1.4031	1.4014	1.3858	1.3955	1.3993	1.4052	1.4073	1.4111	1.3932	1.37649
NSE USDJPY Fut Feb21	105.60	105.59	105.19	105.43	105.52	105.68	105.75	105.84	105.55	104.91

USDINR Feb. Month Option Distribution



HDFC securities Retail Research: Currency Daily

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