

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

Currency Table

Currency	Exp. Date	Open	High	Low	Close	Change	O.Int	% Cng OI	Volume	ATP
USD-INR	Feb 2021	72.92	72.98	72.74	72.96	↑ 0.03	3456655	-1.45	1837042	72.90
EUR-INR	Feb 2021	88.42	88.52	88.20	88.44	→ 0.00	94887	0.17	114996	88.39
GBP-INR	Feb 2021	100.80	100.93	100.63	100.80	↓ -0.11	243940	-2.92	330105	100.79
JPY-INR	Feb 2021	69.68	69.74	69.55	69.66	↑ 0.03	27583	-0.73	28198	69.66

Currency Spot (Asian Trading)

Particulars	Open	High	Low	LTP	% Change
EURUSD	1.2131	1.2133	1.2120	1.2121	↓ -0.08
EURGBP	0.8778	0.8789	0.8776	0.8788	↑ 0.13
EURJPY	127.03	127.14	126.97	127.08	→ 0.01
GBPJPY	144.69	144.75	144.56	144.59	↓ -0.07
GBPUSD	1.3814	1.3817	1.3790	1.3792	↓ -0.15
USDJPY	104.73	104.84	104.69	104.83	↑ 0.11

Economical Data

TIME	ZONE	DATA
8:30pm	USD	Prelim UoM Consumer Sentiment
8:30pm	USD	Prelim UoM Inflation Expectations

Stock Indices

Index	Last	Change	Commodity	Last	Change
CAC40	5670.8	→	Gold\$	1821.8	↓ -0.20
DAX	14002.2	↑	Silver\$	26.9	↓ -0.30
DJIA	31437.8	↑	Crude\$	58.7	↓ -0.75
FTSE 100	7586.8	↓	Copper \$	8289.5	↓ -0.02
HANG SENG	27777.8	↓	Aluminium \$	2077.5	↓ -0.12
KOSPI	2029.5	↓	Nickel\$	18565.0	↓ -0.19
NASDAQ	13972.5	↓	Lead\$	2115.0	↓ -0.33
NIKKEI 225	21521.5	↓	Zinc\$	2812.5	↑ 0.43

Commodity Update

FII/FPI trading activity on BSE, NSE in Capital Market Segment (In Rs. Cr)

Category	Date	Buy Value	Sell Value	Net Value
FII/FPI	11/2/2021	5,627.71	4,683.35	944.36

DII trading activity on BSE, NSE & MCX-SX in Capital Market Segment

Category	Date	Buy Value	Sell Value	Net Value
DII	11/2/2021	4,271.11	4,978.79	-707.68

Spread

Currency	Spread
NSE-CUR USDINR FEB-MAR	0.29
NSE-CUR EURINR FEB-MAR	0.38
NSE-CUR GBPINR FEB-MAR	0.36
NSE-CUR JPYINR FEB-MAR	0.27

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

NSE-CUR USDINR Feb 2021



	Open	High	Low	Close
	72.92	72.98	72.74	72.96
Support and Resistance for the Day		Resit 1	Resit 2	Resit 3
		73.04	73.13	73.28
		Support 1	Support 2	Support 3
	72.80	72.65	72.56	
Net Change	% Change	Open Interest	Volume	
0.03	0.03	3456655	1837042	

Trading Ideas for the Day

- # USDINR trading range for the day is 72.65-73.13.
- # USDINR traded in range on news of India, China reaching accord on pullback of troops
- # India, China agree to disengage from disputed Himalayan lake
- # INR supported by inflows; FIs buy net \$3.3 billion of Indian equities in Feb

Market Snapshot

USDINR yesterday settled up by 0.03% at 72.955 traded in range after Union Defence Minister Rajnath Singh informed Parliament that India and China have agreed to disengagement on the northern and southern banks of the Pangong Lake in eastern Ladakh. The two sides have been locked in a stand-off along the Line of Actual Control (LAC) in the region since May 2020. "Our sustained talks with China have led to agreement on disengagement on the north and south banks of Pangong Lake. After this agreement, India-China will remove forward deployments in a phased, coordinated manner," Singh said. Finance minister Nirmala Sitharaman said the government is closely monitoring its fiscal deficit, which is estimated to spike to as high as 9.5% of gross domestic product (GDP) in FY21, thanks to the Covid-19 outbreak. Addressing a virtual event of industry body PHDCCI, the minister said while the rise in fiscal deficit, in a way, was inevitable, "at the same time, it needs to be carefully tackled", according to an official statement. The Centre's fiscal deficit shot up, as it was forced to offer relief packages in the wake of the pandemic despite a plunge in revenue collections. India's fiscal deficit in the nine months to end-December stood at 11.58 trillion rupees (\$158.74 billion), or 145.5% of the budgeted target for the whole fiscal year. The Financial Benchmark India Private Ltd (FBIL) set the reference rate for the rupee/dollar at 72.7772. Technically market is under short covering as market has witnessed drop in open interest by -1.45% to settled at 3456655 while prices up 0.025 rupees, now USDINR is getting support at 72.8 and below same could see a test of 72.65 levels, and resistance is now likely to be seen at 73.04, a move above could see prices testing 73.13.

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

NSE-CUR EURINR Feb 2021



	Open	High	Low	Close
	88.42	88.52	88.20	88.44
Support and Resistance for the Day		Resit 1	Resit 2	Resit 3
		88.57	88.71	88.90
		Support 1	Support 2	Support 3
	88.25	88.06	87.93	
Net Change	% Change	Open Interest	Volume	
0.00	0	94887	114996	

Trading Ideas for the Day

- # EURINR trading range for the day is 88.06-88.71.
- # Euro traded in range as pressure seen after Germany plans to extend lockdown until March 14
- # French industrial production declined for the second straight month in December, data from the statistical office Insee showed
- # Germany's consumer price inflation turned positive for the first time in seven months in January

Market Snapshot

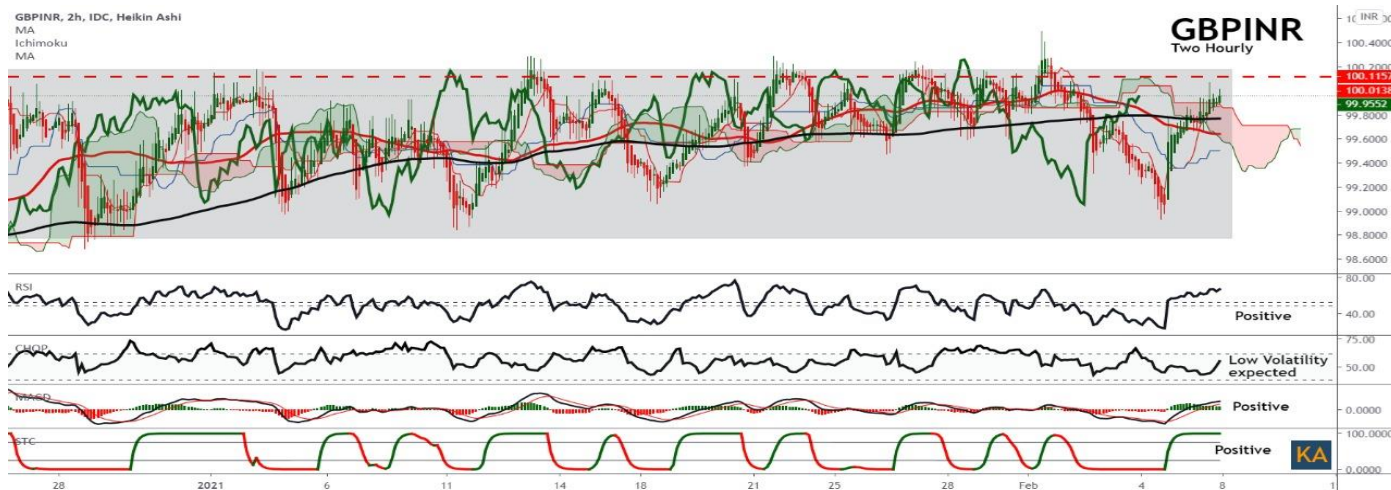
EURINR yesterday settled remain unchangeby 0% at 88.44 as pressure seen after Germany plans to extend restrictions to curb the spread of the coronavirus until March 14. The number of new daily infections in Germany has been falling, leading some regional leaders to push for a timetable to ease the lockdown, but concerns are growing about the impact of more infectious strains of the virus on case numbers. The US government revealed that the federal budget recorded a deficit of \$162.8 billion in January vs. \$32.5 billion in the same period during 2020. The government spending rose to \$547.4 billion, compared to \$404.8 billion in the same period a year ago. Investors are anticipating the results of the ongoing discussions between the White House and the US Congress over the \$1.9 trillion Covid relief plan proposed by President Joe Biden. French industrial production declined for the second straight month in December, data from the statistical office Insee showed. Industrial production decreased unexpectedly by 0.8 percent month-on-month in December, slower than the 0.7 percent drop in November. Germany's consumer price inflation turned positive for the first time in seven months in January as the temporary reduction in VAT rates ended in December, final data from Destatis showed. The consumer price index rose 1.0 percent year-on-year after a 0.3 percent fall in December. The Financial Benchmark India Private Ltd (FBIL) set the reference rate for the rupee/euro at 88.2661 Technically market is under fresh selling as market has witnessed gain in open interest by 0.17% to settled at 94887 while prices remain unchanged 0 rupees, now EURINR is getting support at 88.25 and below same could see a test of 88.06 levels, and resistance is now likely to be seen at 88.57, a move above could see prices testing 88.71.

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

NSE-CUR GBPINR Feb 2021



	Open	High	Low	Close
	100.80	100.93	100.63	100.80
Support and Resistance for the Day		Resit 1	Resit 2	Resit 3
		100.94	101.09	101.24
		Support 1	Support 2	Support 3
	100.64	100.49	100.34	
Net Change	% Change	Open Interest	Volume	
-0.11	-0.11	243940	330105	

Trading Ideas for the Day

- # GBPINR trading range for the day is 100.49-101.09.
- # GBP prices traded in tight range as Britain's speedy coronavirus inoculation programme supported the currency.
- # GBP has gained broadly in the past few weeks amid optimism over Britain's rapid COVID-19 vaccination roll-out
- # The Bank of England's upbeat forecast that the British economy will regain its pre-pandemic size by the first quarter of 2022.

Market Snapshot

GBPINR yesterday settled down by -0.11% at 100.8 traded in tight range Britain's speedy coronavirus inoculation programme supported the currency. GBP has gained broadly in the past few weeks amid optimism over Britain's rapid COVID-19 vaccination roll-out, while its Brexit deal with the European Union has also removed some pressure from the currency. The pound is also deriving support from the Bank of England's upbeat forecast that the British economy will regain its pre-pandemic size by the first quarter of 2022. The BOE's decision to give lenders at least six months to prepare for the possible introduction of negative interest rates led money markets to push back expectations of a rate cut to March 2022 from August 2021. Prime Minister Boris Johnson said people should expect to receive repeated vaccinations against COVID-19 to keep pace with mutations of the virus. Britain has moved to tighten travel restrictions from next week and it will require passengers arriving from countries where worrying coronavirus variants are spreading to pay for 10 days of quarantine in hotels. Rule-breakers will face heavy fines or jail terms. UK retail sales declined for the first time since last spring as the current lockdown has hit non-essential retailers harder than in November, data from the British Retail Consortium showed. The Financial Benchmark India Private Ltd (FBIL) set the reference rate for the rupee/British pound was fixed at 100.7741 Technically market is under long liquidation as market has witnessed drop in open interest by -2.92% to settled at 243940 while prices down -0.1125 rupees, now GBPINR is getting support at 100.64 and below same could see a test of 100.49 levels, and resistance is now likely to be seen at 100.94, a move above could see prices testing 101.09.

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

NSE-CUR JPYINR Feb 2021



	Open	High	Low	Close
	69.68	69.74	69.55	69.66
Support and Resistance for the Day	Resit 1	Resit 2	Resit 3	
	69.75	69.84	69.94	
	Support 1	Support 2	Support 3	
	69.56	69.46	69.37	
Net Change	% Change	Open Interest	Volume	
0.02	0.03	27583	28198	

Trading Ideas for the Day

- # JPYINR trading range for the day is 69.46-69.84.
- # JPY traded in range as the US dollar held after data showed a rise in the US budget deficit.
- # Japanese Prime Minister Yoshihide Suga said that the country would begin COVID-19 vaccinations from the middle of next week
- # BOJ policymaker highlights cost of huge asset buying, signals tweak in March review

Market Snapshot

JPYINR yesterday settled up by 0.03% at 69.6625 traded in range as the US dollar held after data showed a rise in the US budget deficit. Japanese Prime Minister Yoshihide Suga said that the country would begin COVID-19 vaccinations from the middle of next week. Suga was speaking at a meeting with officials of the government and the ruling party. Suga had earlier said the vaccinations would start in mid-February. The Bank of Japan must be mindful of the potential demerits of its huge asset purchases, board member Toyooki Nakamura said in a sign the central bank will seek ways to make its asset-buying programme more flexible in a policy review due in March. With the coronavirus pandemic likely to prolong its battle to fire up inflation to its 2% target, the BOJ unveiled a plan to conduct in March a review of its policy tools to make them more "sustainable and effective." Sources have told the BOJ will discuss ways to scale back its controversial ETF-buying programme and allow yields to move more widely around its target, partly to deal with the rising cost of prolonged easing. While the BOJ's ETF buying has supported stock prices, it has drawn criticism for distorting market pricing. The US government revealed that the federal budget recorded a deficit of \$162.8 billion in January vs. \$32.5 billion in the same period during 2020. The Financial Benchmark India Private Ltd (FBIL) set the reference rate for the rupee/100 Japanese yen at 69.59 Technically market is under short covering as market has witnessed drop in open interest by -0.73% to settled at 27583 while prices up 0.02 rupees, now JPYINR is getting support at 69.56 and below same could see a test of 69.46 levels, and resistance is now likely to be seen at 69.75, a move above could see prices testing 69.84.

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

NEWS YOU CAN USE

Invoking post-World War II efforts to reach full employment and pledging continued loose monetary policy to help the process, Federal Reserve Chair Jerome Powell made a broad call Wednesday for a “society-wide commitment” to get Americans back to work, particularly minorities and those ousted from lower-paying jobs during the pandemic. “Given the number of people who have lost their jobs and the likelihood that some will struggle to find work in the post-pandemic economy, achieving and sustaining maximum employment will require more than supportive monetary policy,” Powell said in remarks to the Economic Club of New York. “It will require a society-wide commitment, with contributions from across government and the private sector.” While the Fed has already promised that borrowing costs for companies and households will be kept low as the economy recovers, Powell’s remarks spoke to the need for a more comprehensive approach to end the jobs crisis that followed the onset of the coronavirus last spring. “Fully realizing the benefits of a strong labor market will take continued support from both near-term policy and longer-run investments so that all those seeking jobs have the skills and opportunities that will enable them to contribute to, and share in, the benefits of prosperity,” Powell said.

Britain’s financial sector paid 75.6 billion pounds (\$104.08 billion) in tax in 2020, but receipts are forecast to drop this year as unfettered access to the European Union ends and fallout from the pandemic continues, a report said. The City of London Corporation, which administers the capital’s historic financial district, said the tax contribution in the year to March 2020 was little changed from 75.5 billion pounds in the prior period, despite uncertainties over Britain’s future relations with the European Union. “The transition to new trading arrangements between the UK and the EU will put further downward pressure on the recovery of the financial services sector,” the report said. Britain’s trade deal with the bloc from January 1 does not cover financial services, with the City likely to get only limited access to the EU for the foreseeable future. Financial services exports to the EU in recent years have totalled about 26 billion pounds annually, but some of this activity has already moved to the bloc.

The Bank of Japan must be mindful of the potential demerits of its huge asset purchases, board member Toyoaki Nakamura said in a sign the central bank will seek ways to make its asset-buying programme more flexible in a policy review due in March. With the coronavirus pandemic likely to prolong its battle to fire up inflation to its 2% target, the BOJ unveiled a plan to conduct in March a review of its policy tools to make them more “sustainable and effective.” Sources have told the BOJ will discuss ways to scale back its controversial ETF-buying programme and allow yields to move more widely around its target, partly to deal with the rising cost of prolonged easing. While the BOJ’s ETF buying has supported stock prices, it has drawn criticism for distorting market pricing. Nakamura told a news conference that buying ETF during the current phase, when stock prices are booming, isn’t “timely,” adding that the BOJ instead should step in when global shocks cause huge market turbulence. The Nikkei average has rallied more than 7% this year to its highest level since 1990, as investors hope to capitalise on an anticipated global rebound from the COVID-19 crisis this year.

CURRENCY REPORT

KEDIA ADVISORY

Friday, February 12, 2021

KEDIA ADVISORY

KEDIA STOCKS & COMMODITIES RESEARCH PVT LTD.
Mumbai. INDIA.

For more details, please contact:
Mobile: +91 9323406035 / 9320096333 / 9619551022
Email: info@kediaadvisory.com
URL: www.kediaadvisory.com
SEBI REGISTRATION NUMBER - INH000006156

General Disclaimers: This Report is prepared and distributed by Kedia Stocks & Commodities Research Pvt Ltd. for information purposes only. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale through KSCRPL nor any solicitation or offering of any investment /trading opportunity. These information / opinions / views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by KSCRPL to be reliable. KSCRPL or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of KSCRPL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information / opinions / views contained in this Report. The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by KSCRPL in any jurisdiction (other than India), where any action for such purpose(s) is required. Accordingly, this Report shall not be possessed, circulated and/ or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. KSCRPL requires such recipient to inform himself about and to observe any restrictions at his own expense, without any liability to KSCRPL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.