

HDFC securities Retail Research Currency Daily

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Currency Movements

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	72.8887	72.8100	0.0787	0.11%
DXY Index*	90.0900	90.1010	-0.0110	-0.01%
EURUSD*	1.2178	1.2174	0.0004	0.03%
GBPUSD*	1.4159	1.4145	0.0014	0.10%
USDJPY*	109.44	109.48	-0.04	-0.04%
USDINR 1M NDF*	73.19	73.13	0.0600	0.08%

Global Equity Markets

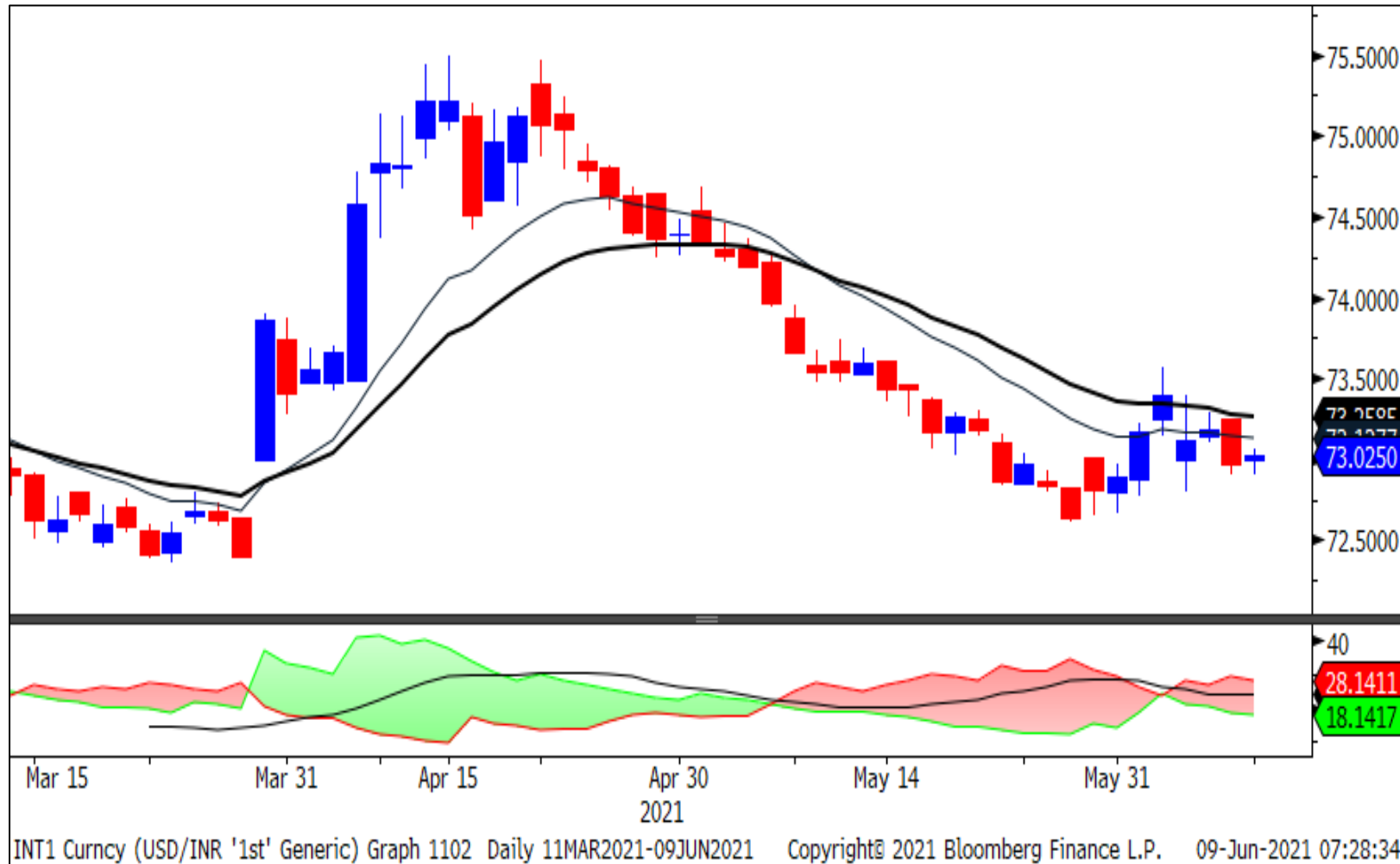
Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	15740.1	15751.7	-11.5	-0.07%
Sensex	52275.6	52328.5	-52.9	-0.10%
Hang-Seng	28736.5	28781.4	-44.9	-0.16%
Nikkei	28841.9	28963.6	-121.7	-0.42%
Shanghai	3577.8	3580.1	-2.3	-0.06%
S&P Index	4227.3	4226.5	0.7	0.02%
Dow Jones	34599.8	34630.2	-30.4	-0.09%
Nasdaq	13924.9	13881.7	43.2	0.31%
FTSE	7095.1	7077.2	17.9	0.25%
CAC	6551.0	6543.6	7.4	0.11%
DAX	15640.6	15677.2	-36.5	-0.23%

* Prev. Close 5pm IST

Rupee Calms for Now

- » Indian rupee poised for a steady start await for cues from US inflation data and central bank stimulus amid the recovery from the pandemic. Rupee has been trading in small range with lower volume since last couple of trading sessions as the carry premium declines, foreign fund inflows stabilises and virus cases moved southwards.
- » One month forward USDINR quoted 6 paise higher from yesterday's 5pm indicating positive opening for the pair at domestic bourses.
- » On Tuesday, spot USDINR closed at 72.89 with gain of 8 paise or 0.11%. The momentums remained sluggish in absence of fresh triggers. Technically, it has resistance at 73.30 and support at 72.70.
- » Asian stocks look set for a mixed open as U.S. equities traded near a record ahead of key inflation data. The S&P 500 ended little changed just shy of its May 7 record close. The dollar edged moderately higher, marked for its first gain in three sessions. Last dollar index quoted at 90.09 almost unchanged from overnight close.
- » The focus remains on Thursday's report on U.S. consumer prices, which may affect perceptions of when the Federal Reserve is likely to start discussing tapering asset purchases. The dollar advanced for the first time in three days, while oil resumed its rally to top \$70 a barrel.
- » Strong rally in the Treasury complex pushed the 10-year yield to a near two-month low at 1.53%. The Fed's message that inflation is transitory is starting to stick. Treasury yields fell to a one-month low Tuesday, driven by a decline of breakeven rates, even as the inflation report and supply pressure loom.
- » US Senate passed an expansive bill to invest almost \$250 billion in bolstering U.S. manufacturing and technology to meet the economic and strategic challenge from China.

USDINR June Daily Chart



Technical Observations:

- » USDINR June futures formed small doji candlestick pattern after bearish candle indicating indecisiveness.
- » Broadly the pair has been consolidating between 73.50 to 72.70 range.
- » It has been getting resisted at 21 DEMA.
- » Momentum oscillators and indicators remained weak suggesting continuation of weaker trend.
- » USDINR June futures has support at 72.70 and breaking of the same will open for 72.40 while on higher side 73.36 remains key resistance.

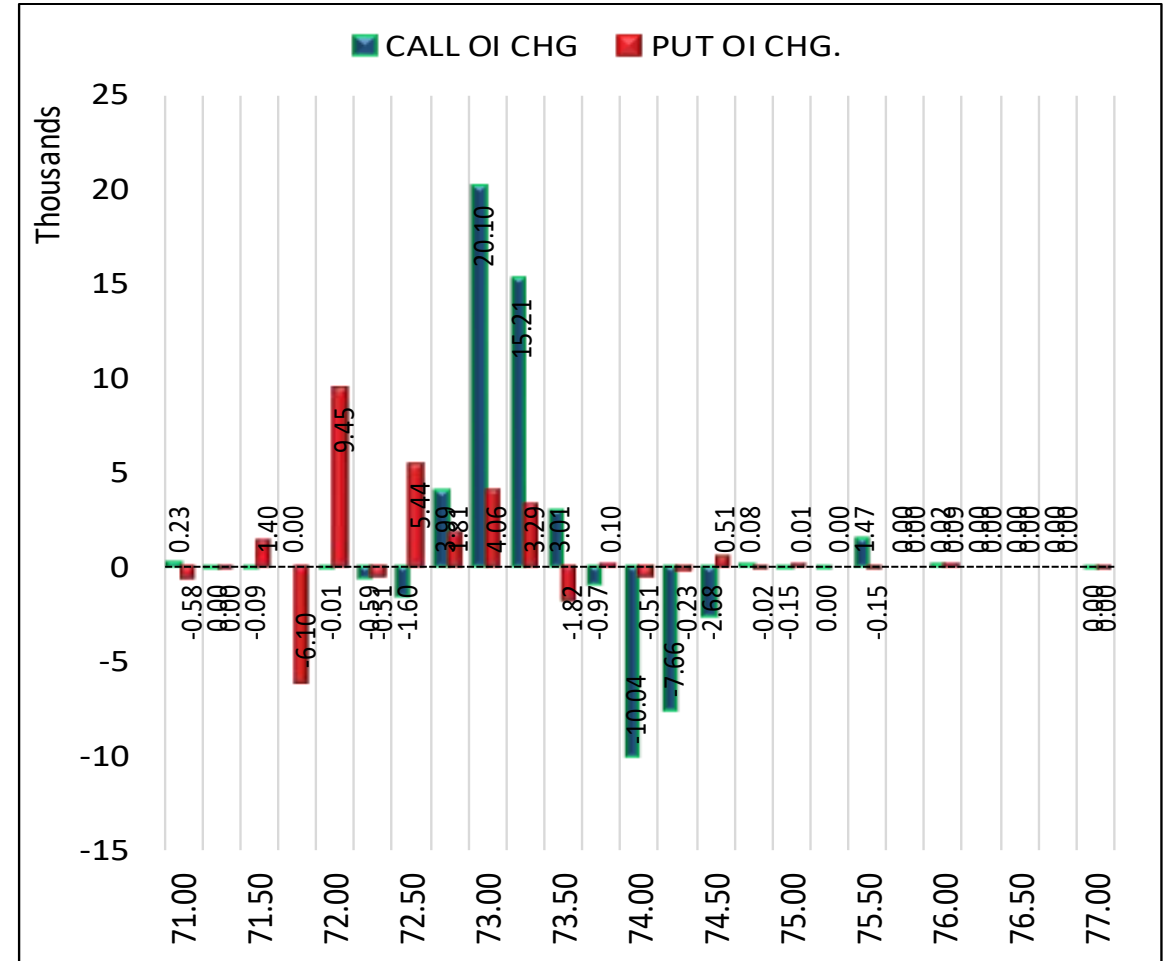
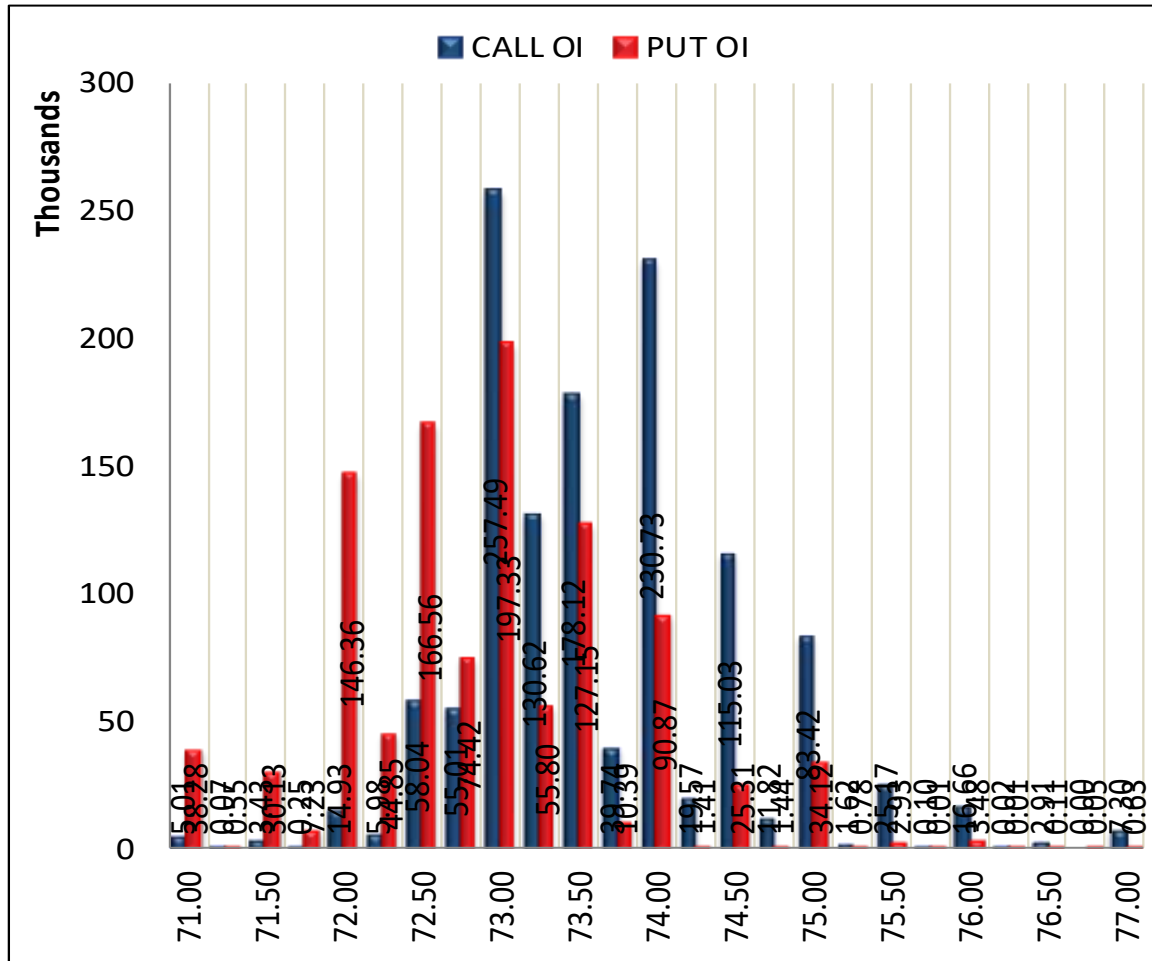
Currency Derivative Price Actions

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Jun21	72.9975	73.0650	72.9025	73.0250	0.07	2417011	-36744	1488501	-57290
NSE EURINR Future Jun21	88.8800	88.9750	88.7875	88.9550	0.22	101168	3218	138204	-22939
NSE GBPINR Future Jun21	103.3300	103.3500	103.1175	103.2925	0.00	128035	-2566	196217	-57945
NSE JPYINR Future Jun21	66.7500	66.7850	66.6350	66.7375	0.03	31836	343	26648	-6395
NSE EURUSD Fut Jun21	1.2180	1.2183	1.2168	1.2176	0.12	3532	705	986	196
NSE GBPUSD Fut Jun21	1.4159	1.4161	1.4127	1.4143	-0.06	3086	-152	441	-608
NSE USDJPY Fut Jun21	109.34	109.53	109.34	109.36	-0.05	112	1	23	-65

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 Jun21	73.03	73.00	72.58	72.84	72.93	73.09	73.16	73.26	73.14	73.37
NSE EURINR Future Jun21	88.96	88.91	88.41	88.72	88.84	89.02	89.09	89.21	88.97	89.40
NSE GBPINR Future Jun21	103.29	103.25	102.65	103.02	103.16	103.39	103.49	103.62	103.44	103.77
NSE JPYINR Future Jun21	66.74	66.72	66.34	66.57	66.65	66.80	66.87	66.95	66.67	67.17
NSE EURUSD Fut Jun21	1.2176	1.2176	1.2138	1.2161	1.2168	1.2183	1.2191	1.2198	1.2162	1.2182
NSE GBPUSD Fut Jun21	1.4143	1.4144	1.4059	1.4110	1.4126	1.4160	1.4178	1.4194	1.41404	1.41426
NSE USDJPY Fut Jun21	109.36	109.41	108.96	109.22	109.29	109.48	109.60	109.67	109.69	109.25

USDINR June Month Option Distribution



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