

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	73.0600	72.9775	0.0825	0.11%
DXY Index*	90.0080	90.1360	-0.1280	-0.14%
EURUSD*	1.2186	1.2177	0.0009	0.07%
GBPUSD*	1.4177	1.4100	0.0077	0.55%
USDJPY*	109.39	109.48	-0.09	-0.08%
USDINR 1M NDF*	73.33	73.33	0.0000	0.00%

Global Equity Markets

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	15737.8	15635.4	102.4	0.65%
Sensex	52300.5	51941.6	358.8	0.69%
Hang-Seng	28864.9	28738.9	126.0	0.44%
Nikkei	29074.8	28958.6	116.3	0.40%
Shanghai	3610.9	3591.4	19.5	0.54%
S&P Index	4239.2	4219.6	19.6	0.47%
Dow Jones	34466.2	34447.1	19.1	0.06%
Nasdaq	14020.3	13911.8	108.6	0.78%
FTSE	7088.2	7081.0	7.2	0.10%
CAC	6546.5	6563.5	-17.0	-0.26%
DAX	15571.2	15581.1	-9.9	-0.06%

* Prev. Close 5pm IST

A Calm Start

- »» Rupee set for steady start following Asian peers. Asian stocks look set for a steady open after U.S. shares and Treasuries rallied as investors judged that a jump in inflation is likely to be transitory. The US 10-year Treasury yield fell to 1.43%, its lowest point since March.
- »» Spot USDINR closed at 73.06 gains 8 paise, up for the third day in row but remained in tight range in absence of fresh domestic triggers. Technically, the pair has resistance at 73.30 and support at 72.70.
- »» The dollar fell, pressured by a slide in U.S. yields, as traders rushed to cover short bets on Treasuries amid concern higher-than-forecast inflation data released Thursday is unlikely to force a shift in Federal Reserve policy any time soon. The consumer price index climbed 0.6%, the second-largest advance in more than a decade. Though distorted by the pandemic, the CPI jumped 5% from a year ago, the largest annual gain since August 2008.
- »» ECB opted for a “steady hand”, as President Christine Lagarde said, even sticking to the wording that pandemic purchases will continue at a “significantly higher pace” than early this year. That’s in line with what market expectations. Lagarde acknowledged there was a “debate on the pace of purchase” and “some divergent views” in the Governing Council. The euro was down against the dollar, but the move was more in sympathy with global risk sentiment and last quoted at 1.2186 a dollar.
- »» Prime Minister Boris Johnson met with U.S. President Joe Biden for the first time ahead of the Group of Seven summit that the U.K. is hosting from Friday. Leaders gathering on the Cornish coast in southern England will discuss Covid, China and climate change, including a proposal to do away with polluting cars

USDINR June Daily Chart



Technical Observations:

- USDINR June futures consolidated for the third day in row with small body candle.
- The pair has been trading in the range of 73.25 to 72.90 since start of the week.
- The pair is having resistance at 73.40, the 21 DEMA and support at 72.80.
- Momentum oscillators and indicators flatten on daily chart indicating continuation of consolidation.
- USDINR June futures expected to trade in the range 72.80 to 73.25 with neutral bias.

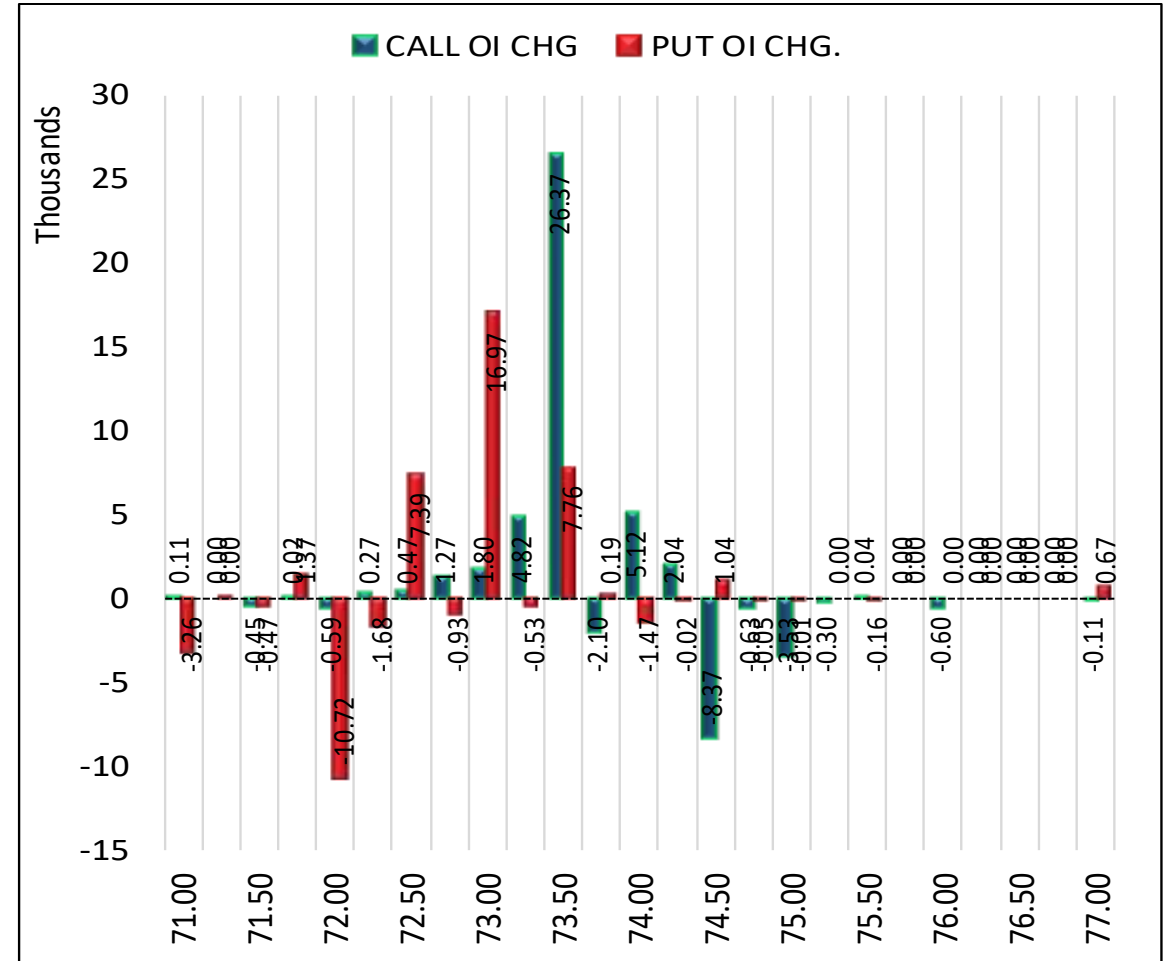
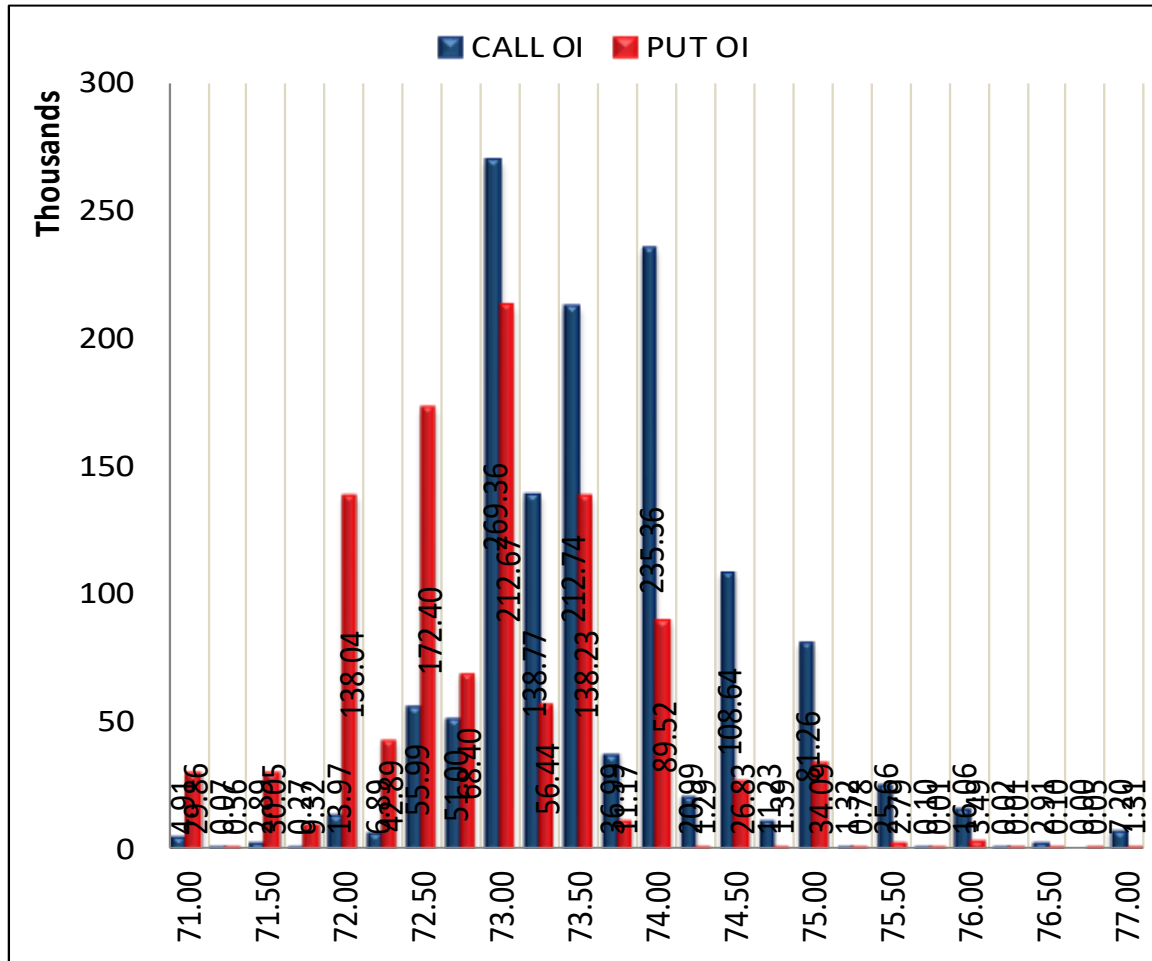
Currency Derivative Price Actions

Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future Jun21	73.0900	73.2550	73.0575	73.2000	0.14	2402508	-18443	1385731	-114536
NSE EURINR Future Jun21	88.9875	89.1550	88.8900	89.1175	-0.01	109712	4972	112617	12221
NSE GBPINR Future Jun21	103.2475	103.2675	103.0100	103.1675	-0.39	121076	-20095	291735	81058
NSE JPYINR Future Jun21	66.8000	66.9100	66.7050	66.8700	0.08	27910	-2865	30700	9095
NSE EURUSD Fut Jun21	1.2170	1.2174	1.2155	1.2173	-0.15	3775	-315	580	-67
NSE GBPUSD Fut Jun21	1.4120	1.4121	1.4075	1.4097	-0.51	1910	-1308	2235	1844
NSE USDJPY Fut Jun21	109.48	109.67	109.41	109.49	0.07	109	-3	243	183

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	73.20	73.17	72.66	72.97	73.09	73.28	73.37	73.48	73.10	73.29
NSE EURINR Future Jun21	89.12	89.05	88.36	88.79	88.95	89.22	89.32	89.48	88.92	89.31
NSE GBPINR Future Jun21	103.17	103.15	102.50	102.89	103.03	103.29	103.41	103.54	103.33	103.67
NSE JPYINR Future Jun21	66.87	66.83	66.30	66.62	66.75	66.95	67.03	67.16	66.72	67.05
NSE EURUSD Fut Jun21	1.2173	1.2167	1.2117	1.2148	1.2161	1.2180	1.2186	1.2199	1.2163	1.2183
NSE GBPUSD Fut Jun21	1.4097	1.4098	1.3983	1.4052	1.4074	1.4120	1.4144	1.4166	1.41354	1.41441
NSE USDJPY Fut Jun21	109.49	109.52	108.89	109.26	109.38	109.64	109.78	109.90	109.56	109.33

USDINR June Month Option Distribution



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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 Phone: (022) 3045 3600

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