

HDFC securities Retail Research Currency Daily

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Currency Movements

Currency	Last Price	Prev. Close	Chg.	% Chg.
USDINR	73.383	72.679	0.704	0.97%
DXY Index	93.338	93.297	0.041	0.04%
EURUSD	1.1710	1.1717	-0.001	-0.06%
GBPUSD	1.3728	1.3740	-0.001	-0.09%
USDJPY	110.67	110.36	0.310	0.28%

Global Equity Markets

Currency	Last Price	Prev. Close	Chg.	% Chg.
Nifty 50	14,845	14,506	339	2.34%
BSE Sensex 30	50,137	49,009	1128	2.30%
Hang Seng	28,431	28,572	-142	-0.50%
Nikkei 225	29,203	29,433	-230	-0.78%
Shanghai Composite	3,423	3,457	-34	-0.99%
S&P 500	3,959	3,971	-13	-0.32%
Dow Jones	33,067	33,171	-104	-0.31%
NASDAQ Composite	13,045	13,060	-14	-0.11%
FTSE 100	6,772	6,736	36	0.53%
CAC 40	6,088	6,016	73	1.21%
DAX	15,009	14,818	191	1.29%

Dollar and US Yields gain Before US Stimulus

- » Rupee got a rough ride just day before the financial year end, as it marked biggest one day fall since February 26. Dollar buying from the importers and central bank along with short squeeze pushed USDINR above 100 days moving averages. The rupee was the worst performing currency among Asian currencies. The sharp surge in dollar and US treasury yields also weighed on Indian rupee.
- » Indian rupee expected to open slightly lower after yesterday's sharp surge. Technically, spot USDINR is having resistance at 73.85 and support at 72.84.
- » From the economic events front, India's federal cabinet to meet today, Govt to release Feb. eight core industries output data, fiscal deficit for April-Feb. and balance of payment for Oct.-Dec. 2020.
- » Indian currency derivative market will remain closed on 1st and 2nd April on account of Bank Holiday and Good Friday, respectively.
- » Asian stocks look set for mixed start on the last trading day of the quarter as investors look to more U.S. stimulus, while wary of upward pressure on bond yields. Risk assets may get a small lift from China's PMIs, which came in above expectations. Manufacturing PMI came in at 51.9 beating consensus by slightly more than 1 standard deviation. Non-manufacturing was even more impressive at 56.3, beating consensus by a very large 5 standard deviations.
- » The dollar touched the highest level since November, buoyed by surging Treasury yields as investors grow more optimistic the Biden Administration's expected spending package will undergird economic growth. The yen extended losses past the key 110 level to touch the lowest in a year. Technically, A Tweezer Top on the daily fails to cap as 110 handle gives away on persistent demand for longs; nine-day RSI at 81 level, shows no exhaustion signs just yet.

USDINR April Weekly Chart



Technical Observations:

- USDINR April futures forming bullish Marubozu candles on daily chart, considered as trend reversing pattern.
- It has closed took support of 100 Weeks Moving average and expected to face resistance of 50 Weeks Moving average placed at 74.20
- Momentum oscillators, Relative Strength Index turned up and placed above 50.
- USDINR April futures expected to trade with positive bias after yesterday's reversal pattern.
- The paise has near term support at 73.25 and resistance at 74.17.

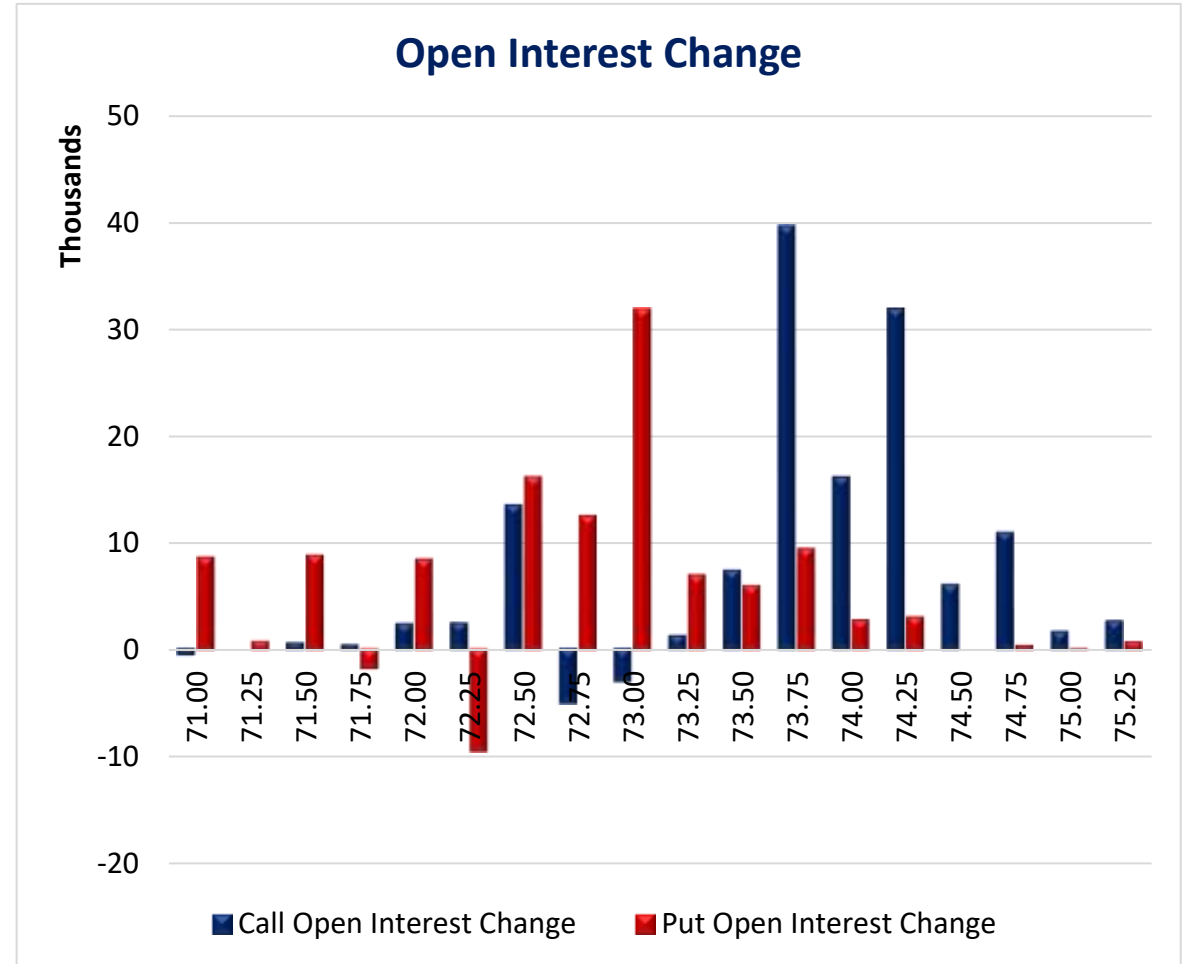
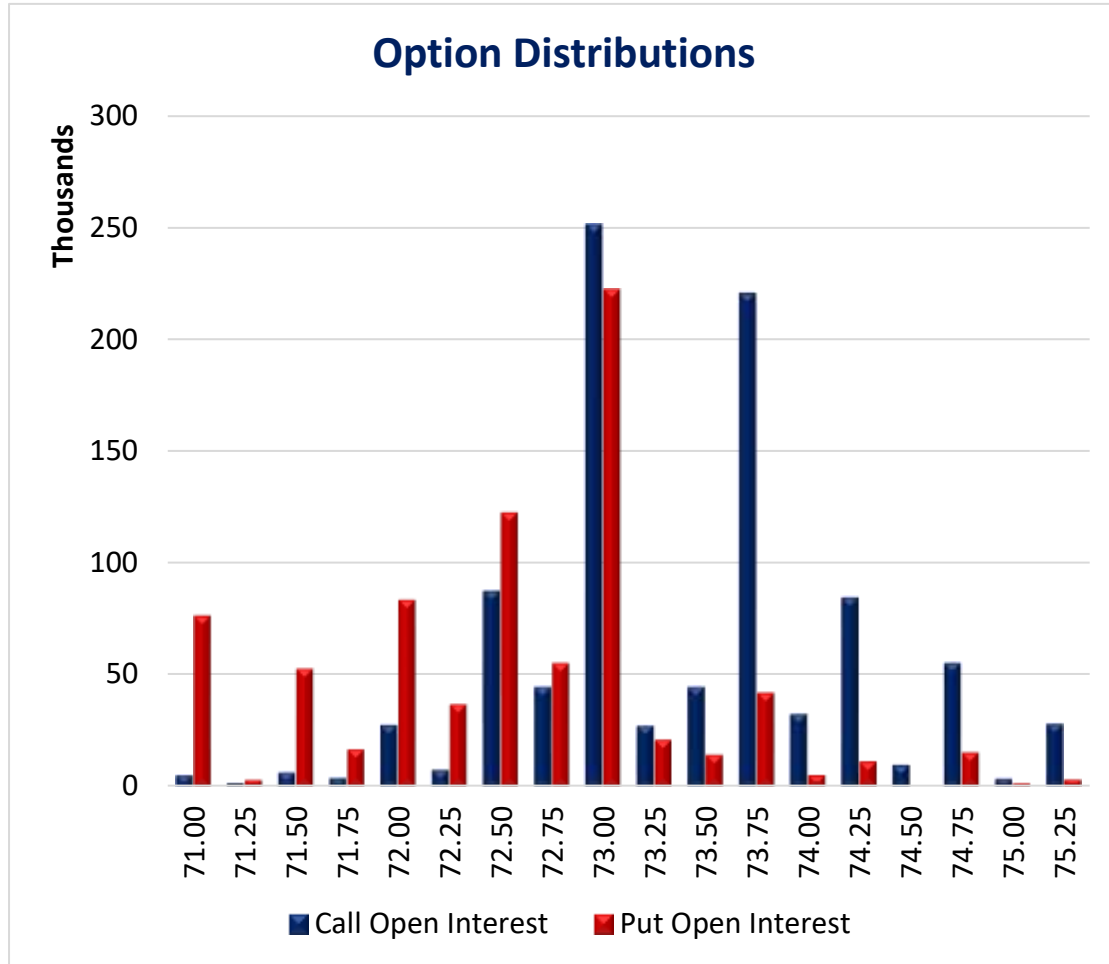
Currency Derivative Price Actions

Currency	Expiry	Open	High	Low	Close	Prev. Close	Chg.	% Chg.	OI	% OI	Volume	% Volume
USDINR	28-Apr-21	73.0025	73.9075	73.0025	73.8675	72.9800	0.8875	1.22%	3330250	11.22%	4071931	-0.93%
EURINR	28-Apr-21	86.0925	86.7625	86.0100	86.7225	86.0500	0.6725	0.78%	90662	-6.28%	221840	14.25%
GBPINR	28-Apr-21	100.6525	101.5850	100.5400	101.5425	100.4900	1.0525	1.05%	139162	33.46%	315967	30.58%
JPYINR	28-Apr-21	66.5950	67.0375	66.5125	67.0050	66.6700	0.3350	0.50%	28993	-8.12%	55806	-6.05%
EURUSD	28-Apr-21	1.1782	1.1783	1.1730	1.1740	1.1800	-0.0060	-0.51%	2646	-5.50%	1603	-39.96%
GBPUSD	28-Apr-21	1.3780	1.3780	1.3740	1.3752	1.3800	-0.0048	-0.35%	2214	160.16%	3275	103.54%
USDJPY	28-Apr-21	109.75	110.24	109.71	110.19	109.44	0.75	0.69%	1070	42.10%	550	-25.37%

Technical Levels

Currency	Expiry	Last	Pivot	Resi.2	Resi.1	Supt.1	Supt.2
USDINR	28-Apr-21	73.8675	73.5925	74.4975	74.1825	73.2775	72.6875
EURINR	28-Apr-21	86.7225	86.4983	87.2508	86.9867	86.2342	85.7458
GBPINR	28-Apr-21	101.5425	101.2225	102.2675	101.9050	100.8600	100.1775
JPYINR	28-Apr-21	67.0050	66.8517	67.3767	67.1908	66.6658	66.3267
EURUSD	28-Apr-21	1.174	1.1751	1.1804	1.1772	1.1719	1.1698
GBPUSD	28-Apr-21	1.3752	1.3757	1.3797	1.3775	1.3735	1.3717
USDJPY	28-Apr-21	110.19	110.05	110.58	110.38	109.85	109.52

USDINR April Month Option Distribution



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