

MARKET HIGHLIGHTS (% change)

as on 21-May-21

INDICES	LAST	CHANGE	WOW	MOM
SENSEX	50540.48	1.93	3.58	3.16
NIFTY	15175.3	1.77	3.28	3.44
S&P 500	4155.86	-0.08	-0.43	-0.74
FTSE 100	7018.05	-0.02	-0.4	1.04
CAC 40	6386.41	0.67	0.02	1.76
HANG SENG	28458.44	0.03	1.51	-1.70
NYMEX CRUDE	63.58	2.41	-2.82	1.01
COMEX GOLD	1876.7	-0.27	2.07	5.26

Source: Refinitiv

CURRENCY HIGHLIGHTS (% change)

as on 21-May-21

CURRENCY	LAST	CHANGE	WOW	MOM
INR	72.83	-0.37	0.62	2.44
DX	90.02	0.23	-0.34	-0.99
EURUSD	1.22	-0.38	0.32	0.73
EURINR	88.75	-0.58	-0.18	-1.44
GBPUSD	1.41	-0.30	0.36	1.66
GBPINR	103.01	-0.56	-0.29	-0.72
USDJPY	108.94	0.17	-0.37	0.24
JPYINR	66.82	-0.44	0.28	2.60

Source: Refinitiv

Technical outlook for 24-May-21

Currency Futures	Trend	S2	S1	R1	R2
USDINR May'21 (NSE)	Sideways	72.00	72.40	73.30	73.70
EURINR May'21 (NSE)	Sideways	88.30	88.70	89.50	89.90
GBPINR May'21 (NSE)	Down	102.70	103.10	103.90	104.30
JPYINR May'21 (NSE)	Sideways	66.30	66.70	67.50	67.90
EURUSD May'21(NSE)	Sideways	1.2140	1.2180	1.2260	1.2300
GBPUSD May'21(NSE)	Sideways	1.3110	1.4160	1.4240	1.4280
USDJPY May'21 (NSE)	Sideways	107.40	108.00	109.10	109.60

FUNDAMENTAL OUTLOOK
Key Highlights

- Gold saving funds see Rs 864-crore inflow in April
- Yuan will be kept at reasonable and balanced levels- PBOC Vice Gov
- Japan is to set to extend virus emergency in Tokyo

Indian rupee

Last week, the Indian Rupee appreciated by almost 0.44 percent owing to the bullish trend in Sensex and Nifty on back of strong earnings report along with fall in DXY amid focus on the U.S inflation and stalled US treasury yields. Moreover, anticipated dollar inflows and improving pandemic situation in India also boosted the market sentiments which worked in favour of INR.

Today, the Indian Rupee is likely to trade with a positive bias on back of probable inflows due to MSCI Rebalancing. However, markets shall be a bit cautious as the focus would be on to what extent the Reserve Bank of India will allow the local currency to appreciate further.

USDINR is likely to trade sideways to lower today.

Euro

Last week, EURUSD made a one-sided move towards north by almost 0.67 percent after the Rating Agency Moody's pointed out that the EU recovery funds will be beneficial for southern Europe. Moreover, several member nations of EU are opening up as most of the citizens have got vaccinated with at least one dose of a COVID-19 vaccine, and infections are falling.

Today, EURUSD is expected to trade in a range bound manner as Swiss, French and German banks will be closed today. Markets shall also react to ECB President Christine Lagarde's statement where she said that it was still too early for the bank to discuss winding down its 1.85 trillion-euro emergency bond purchase scheme.

EURINR is likely to trade sideways to lower.

GBP

Last week, Sterling Pound traded in a volatile manner. It initially surged towards 1.4219 levels and later on plunged. Towards the end, the currency once again moved higher towards 1.4212 levels. Reason behind the initial strength could be attributed to the gradual lifting of strict coronavirus restrictions in the UK which shall have a positive impact on the economic activity.

Later, the currency moved lower post the release of UK's inflation rate that more than doubled in April, looking set to rise above the Bank of England's (BoE) target of 2%. Towards the end, GBPUSD once again moved higher on back of lower DXY.

GBPINR is likely to trade sideways to lower.

Research Team

Manish Pargi**Technical Analyst**

Manishkumar.pargi@angelbroking.com
(022) 3935 8136 Extn :6141

Prathamesh Mallya**AVP Research (Non-Agro Commodities & Currency)**

prathamesh.mallya@angelbroking.com
(022) 3935 8134 Extn :6134

Heena Naik**Research Analyst**

heena.naik@angelbroking.com
(022) 3935 8136 Extn :6141

Angel Broking Ltd.

Registered Office: G-1, Akruti Trade Centre, Rd. No. 7, MIDC, Andheri (E), Mumbai - 400 093.

Corporate Office: 6th Floor, Akruti Star, MIDC, Andheri (E), Mumbai - 400 093. Tel: (022) 2921 2000

MCX Member ID: 12685 / FMC Regn No: MCX / TCM / CORP / 0037 NCDEX: Member ID 00220 / FMC Regn No: NCDEX / TCM / CORP / 0302

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. The document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or published, in whole or in part, by any recipient hereof for any purpose without prior permission from "Angel Broking Ltd". Your feedback is appreciated on advisory@angelbroking.com