

# HDFC securities Retail Research Currency Daily

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## Currency Movements

Particular	Current Price	Prev. Close	Chg.	% Chg.
USDINR	73.2213	73.2937	-0.0724	-0.10%
DXY Index*	90.0820	90.2300	-0.1480	-0.16%
EURUSD*	1.2167	1.2162	0.0005	0.04%
GBPUSD*	1.4173	1.4099	0.0074	0.52%
USDJPY*	109.15	109.17	-0.02	-0.02%
USDINR 1M NDF*	73.64	73.74	-0.1000	-0.14%

## Global Equity Markets

Particular	Current Price	Prev. Close	Chg.	% Chg.
Nifty	14923.2	14677.8	245.4	1.67%
Sensex	49580.7	48732.6	848.2	1.74%
Hang-Seng	28563.4	28194.1	369.3	1.31%
Nikkei	28453.2	27824.8	628.4	2.26%
Shanghai	3517.6	3517.6	0.0	0.00%
S&P Index	4163.3	4173.9	-10.6	-0.25%
Dow Jones	34327.8	34382.1	-54.3	-0.16%
Nasdaq	13379.1	13430.0	-50.9	-0.38%
FTSE	7032.9	7043.6	-10.8	-0.15%
CAC	6367.4	6385.1	-17.8	-0.28%
DAX	15396.6	15416.6	-20.0	-0.13%

\* Prev. Close 5pm IST

## Positive Glow across Asian Equities and Currencies

- » There is a distinctly positive glow across Asian equities and currencies on Tuesday. Regional currencies were being directed higher by an overnight dollar decline and that has been reinforced with a lower-than-expected USD/CNY fixing. The non deliverable forwards USDINR also quoted at 73.64 from 73.74 yesterday's 5pm IST.
- » Spot USDINR is expected to open slightly higher following stronger domestic equities and weaker dollar index. On Monday, the pair closed with loss of 7 paise to 73.22. Technically, it has support at 73.05 and breaching of the same will open for 72.70 odd levels while 73.70 will act as near term resistance.
- » India's wholesale inflation accelerated to 10.49 per cent in April on account of a surge in the prices of fuel and manufactured products. Fuel and power inflation stood at nearly 21 per cent led by higher petrol and diesel prices.
- » Asian stocks look poised for a muted open as virus cases in the region pick up and concerns about the economic outlook weighed on their U.S. peers. The dollar wobbled near multi-month lows against European currencies on Tuesday as Treasury yields stall due to renewed expectations that U.S. interest rates will remain low for an extended period.
- » Pound has been lifted recently as investors cheer the gradual lifting of strict coronavirus restrictions on economic activity. Last pound quoted at 1.4173 against dollar, its strongest level since late February.
- » Yen bids around 109.15, continue its three-day losing streak on Japan's Q1 GDP shrank an annualized 5.1% from the prior quarter in the three months through March, ending a two-quarter streak of double-digit growth, the Cabinet Office reported Tuesday.

## USDINR May Daily Chart



## Technical Observations:

- »» USDINR May futures closed below 200 days simple moving average.
- »» The pair formed *dragonfly doji* candle, considered as reversal pattern with confirmation above 73.47.
- »» MACD fell below zero line indicating weaker trend.
- »» RSI placed at 37 odd level and heading towards oversold zone suggesting weaker momentum.
- »» USDINR May futures expected to trade with bearish bias and selling below 73.25 push towards 73 level while 73.80 remains near term hurdle.

## Currency Derivative Price Actions

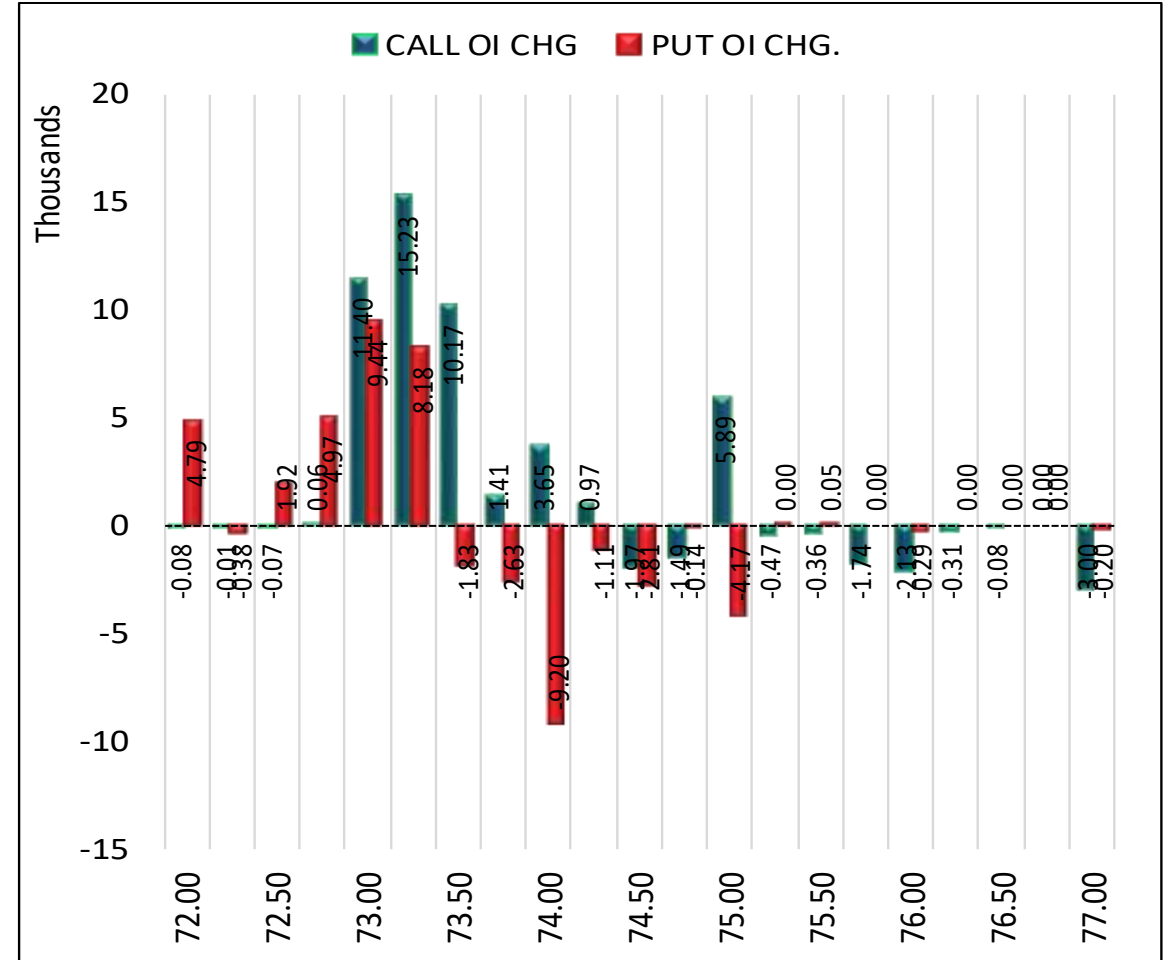
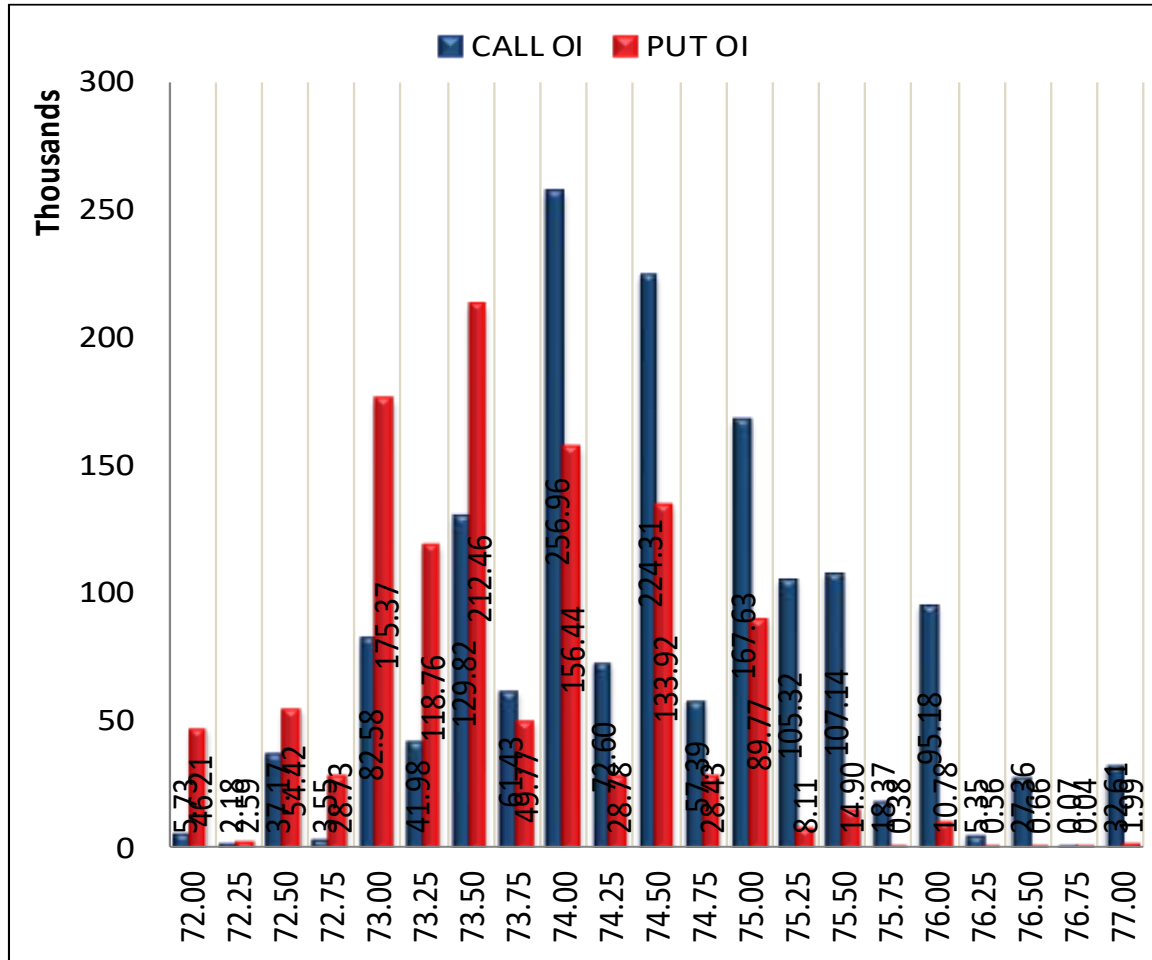
Currency Pairs	Open	High	Low	Close	Chg.	Open Interest	Chg. In OI	Volume	Chg.in Volume
NSE INRUSD Future May21	73.4600	73.4600	73.2675	73.4375	0.00	2562959	-38798	1180565	-328096
NSE EURINR Future May21	88.9150	89.3650	88.9150	89.3300	0.37	102585	-188	128943	11091
NSE GBPINR Future May21	103.4075	103.6100	103.2725	103.5650	0.19	119917	-1434	209917	-49451
NSE JPYINR Future May21	67.1325	67.3475	67.0875	67.3200	0.20	18599	-908	21186	-10205
NSE EURUSD Fut May21	1.2140	1.2168	1.2130	1.2167	0.37	2773	45	368	-1278
NSE GBPUSD Fut May21	1.4089	1.4111	1.4078	1.4101	0.19	6098	69	317	-1207
NSE USDJPY Fut May21	109.26	109.35	109.09	109.11	-0.16	102	-5	13	-64

## 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 May21	73.44	73.39	72.88	73.20	73.32	73.51	73.58	73.70	73.51	74.38
NSE EURINR Future May21	89.33	89.20	88.02	88.75	89.04	89.49	89.65	89.94	89.32	89.85
NSE GBPINR Future May21	103.57	103.48	102.60	103.15	103.36	103.69	103.82	104.03	103.72	103.75
NSE JPYINR Future May21	67.32	67.25	66.57	66.99	67.16	67.42	67.51	67.68	67.50	68.40
NSE EURUSD Fut May21	1.2167	1.2155	1.2054	1.2117	1.2142	1.2180	1.2193	1.2218	1.2152	1.2084
NSE GBPUSD Fut May21	1.4101	1.4097	1.4012	1.4064	1.4082	1.4115	1.4130	1.4148	1.41096	1.39486
NSE USDJPY Fut May21	109.11	109.18	108.57	108.92	109.02	109.28	109.44	109.54	108.89	108.73



## USDINR May Month Option Distribution



# HDFC securities Retail Research: Currency Daily

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