

November 13, 2020

## Daily Currency outlook

### Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	November futures	Buy	74.47	74.75	74.35	1 day

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## Currency

Currency	Close	Pvs. Close	% Change
US\$-INR	74.65	74.18	0.47
EUR-INR	88.09	87.85	0.24
GBP-INR	98.02	98.49	-0.47
JPY-INR (Future)	71.90	71.68	0.22

- After consolidating near 74.25 levels for a few days, the rupee depreciated almost 28 paise yesterday and moved above 74.50 levels. Profit booking in equities after eight consecutive day along with a rise in Dollar index were the main reason
- Dollar index managed to move above 93 levels for the first time post US elections. Focus remained on pandemic and potential vaccines. Investors would now watch inflation data and initial claim data

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	5.90	5.92	-0.22
India 2 Year	4.10	4.15	-1.09
US 10 Year	0.87	0.96	-9.06
US 2 Year	0.18	0.19	-5.41
Germany 10 Year	-0.54	-0.49	10.79

- The Nifty lacked trading volumes and remained lacklustre for a major part of the day. Post a positive start, the index witnessed some recovery but could not raise sustainable gains. The advance: decline ratio remained in favour of bears
- The Bank Nifty snapped its eight-day winning streak and ended with a loss of around 500 points. In the second half, profit taking was seen in private as well as PSU banks, which led the index to drift lower to 28000

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	16852	8272	8580
Debt	485	406	79
Net			8659

- Foreign institutional investors (FII) were net buyers to the tune of ₹ 8659 crore on November 11, 2020. They bought worth ₹ 8580 crore in the equity market and worth ₹ 79 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(%) change	
					OI	Vol
Nov	74.70	0.42	1714116	2536778	-2.62	-0.07
Dec	74.93	0.42	754522	316766	11.50	0.56
Nov-Dec	0.24	-	-	2220012	-	0.63

- Short covering rally was seen in rupee due to which sharp depreciation was seen. We feel Dollar index would rest near 93 levels and the rupee would traded near 74.5 levels in coming sessions.
- The dollar-rupee November contract on the NSE was at 74.70 in the last session. The open interest fell 2.6% for the November series contract

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Nov)	74.27	74.48	74.65	74.86	75.03
US\$INR (Dec)	74.51	74.72	74.89	75.10	75.26
EURINR (Nov)	87.41	87.82	88.05	88.46	88.69
EURINR (Dec)	87.70	88.11	88.33	88.74	88.96
GBPINR (Nov)	98.11	98.29	98.43	98.61	98.76
GBPINR (Dec)	98.38	98.55	98.69	98.86	99.00
JPYINR (Aug)	70.57	70.75	70.88	71.06	71.19
JPYINR (Dec)	70.72	70.93	71.08	71.29	71.43

## US\$INR Strategy

### US\$INR NOV futures contract (NSE)

Buy US\$INR in the range of 74.45-74.50	Market Lot: US\$1000
Target: 74.65/ 74.75	Stop Loss: 74.35
Support: 74.20/74.00	Resistance: 74.85/74.95

Note: The given recommendation in this report is intraday and should not be linked with positional view & recommendations given in Monthly currency Derivatives and Positional Currency report which may have different view.



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