

February 15, 2021

## Daily Currency outlook

### Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	February futures	Sell	72.85	72.65	72.95	1 day

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## INR Futures

Currency	Close	Pvs. Close	% Change
US\$-INR	72.75	72.85	-0.10
EUR-INR	87.85	88.32	-0.47
GBP-INR	100.04	100.69	-0.65
JPY-INR (Future)	69.54	69.66	-0.12

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	5.99	5.96	0.49
India 2 Year	4.63	4.62	0.22
US 10 Year	1.16	1.14	1.14
US 2 Year	0.11	0.11	-1.80
Germany 10 Year	-0.47	-0.46	0.65

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	5690	4666	1024
Debt	202	339	-137
Net			887

- The rupee appreciated sharply and moved to an 11-month high against the US dollar in the last session. Continued positive FII inflows and weakness in the Dollar index are helping the ongoing performance
- The Euro remained firm against the dollar amid strong growth prospects in the region due to the expected better performance of the vaccine rollout. Moreover further fiscal stimulus in the US is also helping the Euro to remain above 1.20

- The Nifty had a volatile day as there were many intraday swings. Sectorally, action was seen in banking and financials stocks whereas profit taking was witnessed in metal and FMCG stocks. On the options front, 15200 and 15500 have noteworthy OI, which should be immediate hurdle on upsides
- The Bank Nifty had a positive day as it outperformed the broader market and lent much needed support to the Nifty

- Foreign institutional investors (FII) remained positive as they bought to the tune of ₹ 887 crore on February 11, 2021. They bought worth ₹ 1024 crore in the equity market and sold worth ₹ 137 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Feb	72.74	-0.29	3513675	1067227	1.19	-20.30
Mar	73.02	-0.27	610395	169155	3.62	-37.04
Feb-Mar	0.28	-	-	898072	-	

- The US\$INR future witnessed sharp declines in the last session and futures moved to their lowest levels of more than 11 months. We expect the current trend to continue and the rupee can test 72.50 levels in coming sessions
- The dollar-rupee February contract on the NSE was at ₹ 72.74 in the last session. The open interest increased by almost 1% in the February series

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Feb)	72.50	72.62	72.78	72.90	73.06
US\$INR (Mar)	72.79	72.91	73.07	73.18	73.34
EURINR (Feb)	87.71	87.86	88.15	88.30	88.60
EURINR (Mar)	88.12	88.27	88.54	88.68	88.95
GBPINR (Feb)	99.94	100.07	100.32	100.45	100.69
GBPINR (Mar)	100.35	100.48	100.70	100.84	101.06
JPYINR (Feb)	68.96	69.11	69.39	69.54	69.82
JPYINR (Mar)	69.27	69.40	69.65	69.79	70.03

## US\$INR Strategy

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

Sell US\$INR in the range of 72.83-72.87	Market Lot: US\$1000
Target: 72.65/ 72.55	Stop Loss: 72.95
Support: 72.65/72.55	Resistance: 72.95/73.05

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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## ANALYST CERTIFICATION

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