

March 4, 2021

## Daily Currency outlook

### Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	March futures	Buy	73.02	73.40	72.90	1 day

### Research Analysts

**Raj Deepak Singh**  
rajdeepak.singh@icicisecurities.com

**Nandish Patel**  
nandish.patel@icicisecurities.com

## INR Futures

Currency	Close	Pvs. Close	% Change
US\$-INR	73.13	73.61	-0.48
EUR-INR	88.41	88.54	-0.13
GBP-INR	102.19	102.28	-0.09
JPY-INR (Future)	68.42	68.89	-0.47

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.23	6.23	0.01
India 2 Year	4.76	4.72	0.87
US 10 Year	1.47	1.42	3.38
US 2 Year	0.14	0.13	11.02
Germany 10 Year	-0.30	-0.27	9.12

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	9395	6742	2653
Debt	237	1885	-1648
Net			1005

- In recent days, the rupee has remained very volatile as sharp actions were seen in domestic equities along with the Dollar index. The rupee gained 48 paise and ended at 73.13 levels as aggressive buying was observed in domestic equities

- The dollar gained on Wednesday as market participants priced for strong US growth relative to other regions while the Japanese yen continued to weaken to a seven-month low

- The Nifty opened higher on the back of positive global cues and gained momentum as the day progressed. Advance/decline ratio was in favour of Bulls. According to option data, 15000 Put option has significant OI, which should act as support. On the other hand, 15300 and 15500 have noteworthy OI, which should act as resistance

- The Bank Nifty opened higher and rallied further as healthy buying was seen in private as well as PSU banks. According to option data, 35500 and 36000 Put option have significant OI, which should provide support

- Foreign institutional investors (FII) remained net buyers to the tune of ₹ 1005 crore on March 2, 2021. They bought worth ₹ 2653 crore in the equity market and sold worth ₹ 1648 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Mar	73.13	-1.43	2306696	7922869	5.10	297.82
Apr	73.54	-1.36	971387	775152	14.23	160.08
Mar-Apr	0.41	-	-	7147717	-	

- Due to huge volatility in the Dollar index and US yields, similar actions were seen in the rupee. However, we feel the rupee has moved towards its major support and bounce could be seen from 73 levels
- The dollar-rupee March contract on the NSE was at ₹ 73.13 in the last session. The open interest increased by 5% in the March series and 14% in the April series

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Mar)	72.59	72.86	73.22	73.49	73.85
US\$INR (Apr)	72.99	73.27	73.63	73.91	74.27
EURINR (Mar)	88.02	88.22	88.56	88.75	89.09
EURINR (Apr)	88.50	88.71	89.08	89.29	89.66
GBPINR (Mar)	101.72	101.96	102.30	102.54	102.88
GBPINR (Apr)	102.26	102.50	102.83	103.07	103.40
JPYINR (Mar)	67.79	68.10	68.63	68.94	69.47
JPYINR (Apr)	68.39	68.59	68.91	69.11	69.43

## US\$INR Strategy

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

Buy US\$INR in the range of 73.00-73.04	Market Lot: US\$1000
Target: 73.20/ 73.40	Stop Loss: 72.90
Support: 72.70/72.90	Resistance: 73.50/73.90

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.



---

Pankaj Pandey

Head – Research

[pankaj.pandey@icicisecurities.com](mailto:pankaj.pandey@icicisecurities.com)

ICICI Direct Research Desk,  
ICICI Securities Limited,  
1st Floor, Akruti Trade Centre,  
Road No 7, MIDC,  
Andheri (East)  
Mumbai – 400 093  
[research@icicidirect.com](mailto:research@icicidirect.com)

---

## ANALYST CERTIFICATION

I/We, Raj Deepak Singh BE, MBA (Finance), Nandish Patel BCOM, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

### Terms & conditions and other disclosures:

ICICI Securities Limited (ICICI Securities) is a full-service, integrated investment banking and is, inter alia, engaged in the business of stock brokering and distribution of financial products. ICICI Securities is Sebi registered stock broker, merchant banker, investment adviser, portfolio manager and Research Analyst. ICICI Securities is registered with Insurance Regulatory Development Authority of India Limited (IRDAI) as a composite corporate agent and with PFRDA as a Point of Presence. ICICI Securities Limited Research Analyst SEBI Registration Number – INH000000990. ICICI Securities Limited SEBI Registration is INZ000183631 for stock broker. ICICI Securities is a subsidiary of ICICI Bank which is India's largest private sector bank and has its various subsidiaries engaged in businesses of housing finance, asset management, life insurance, general insurance, venture capital fund management, etc. ("associates"), the details in respect of which are available on [www.icicibank.com](http://www.icicibank.com).

The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent of ICICI Securities Limited. The author may be holding a position in currency derivatives as on date of release of this report. ICICI Securities Limited may be holding a proprietary position in currency derivatives as on the date of release of this report." This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and may not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. The recipient should independently evaluate the investment risks. ICICI Securities Ltd and affiliates accept no liabilities for any loss or damage of any kind arising out of the use of this report. Past performance is not necessarily a guide to future performance. Actual results may differ materially from those set forth in projections. This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject ICICI Securities Ltd and affiliates to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction. ICICI Securities is a subsidiary of ICICI Bank which is India's largest private sector bank and has its various subsidiaries engaged in businesses of housing finance, asset management, life insurance, general insurance, venture capital fund management, etc. ("associates"), the details in respect of which are available on [www.icicibank.com](http://www.icicibank.com).