

March 26, 2021

# Daily Currency outlook

## Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	April futures	Buy	73.00	73.25	72.80	1 day

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## INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	72.62	72.56	0.06
EUR-INR	85.76	85.88	-0.12
GBP-INR	99.58	99.60	-0.02
JPY-INR (Future)	67.31	67.11	0.20

- The rupee depreciated by another 6 paise in the last session as pressure on domestic equities continued. Globally also, Dollar index maintained its strength and hovered around 92.60 levels also extending pressure
- The pound dropped to the lowest since early February as a vaccine row between the UK and the EU rumbled on amid doubts about the country's economic outlook

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.14	6.15	-0.31
India 2 Year	4.58	4.60	-0.43
US 10 Year	1.61	1.63	-1.59
US 2 Year	0.15	0.15	-3.33
Germany 10 Year	-0.38	-0.36	5.34

- The Nifty remained under pressure and moved below its major Put base of 14500 in the opening itself. Despite late recovery in the banking space, weakness in the auto and FMCG space forced the index to end near the lowest levels
- The Bank Nifty closed the March series with losses of more than 5% with weakness continuing on the settlement day as well. Despite a late recovery in private sector heavyweights, the banking index lost almost 1% in the session

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	5889	7499	-1610
Debt	2408	393	2015
Net			405

- Foreign institutional investors (FII) remained net buyer to the tune of ₹ 405 crore on March 24. They sold worth ₹ 1610 crore in the equity market and bought worth ₹ 2015 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Apr	73.08	-0.10	2107722	1088384	16.58	-0.07
May	73.35	-0.11	1116804	35628	0.73	-0.67
Apr-May	0.28	-	-	1052756	-	-

- The US dollar remained elevated near its 2020 highs. Weakness seen in GBP and Euro due to fresh concerns over the economy also helped the dollar to remain stable at higher levels
- The dollar-rupee April contract on the NSE was at ₹ 73.08 in the last session. The open interest increased by almost 16% for the April series

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Mar)	72.93	73.00	73.10	73.18	73.28
US\$INR (Apr)	73.21	73.28	73.39	73.46	73.56
EURINR (Mar)	86.26	86.36	86.52	86.62	86.78
EURINR (Apr)	86.62	86.73	86.86	86.97	87.10
GBPINR (Mar)	99.94	100.10	100.20	100.36	100.47
GBPINR (Apr)	100.27	100.41	100.55	100.70	100.83
JPYINR (Mar)	66.90	67.00	67.16	67.25	67.41
JPYINR (Apr)	67.09	67.23	67.47	67.61	67.85

## US\$INR Strategy

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

Buy US\$INR in the range of 72.98-73.02

Market Lot: US\$1000

Target: 73.25/ 72.35

Stop Loss: 72.80

Support: 72.80/72.65

Resistance: 73.25/73.35

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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