

April 15, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	April futures	Buy	75.16	75.60	74.98	1-2 days

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INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	75.06	74.74	0.32
EUR-INR	89.78	88.82	0.96
GBP-INR	103.39	102.55	0.84
JPY-INR (Future)	69.20	68.24	0.96

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.01	6.02	-0.10
India 2 Year	4.65	4.62	0.65
US 10 Year	1.63	1.66	-2.23
US 2 Year	0.16	0.16	2.52
Germany 10 Year	-0.31	-0.30	-4.71

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	14664	16358	-1694
Debt	2493	844	1649
Net			-44

- The rupee fell further and made a new one year low as it violated 75 levels. Pandemic induced lockdown and shortage of vaccine add more pressure along with the excess liquidity likely to float in the system due to GSAP

- The dollar index moved to a three-week low on dovish Fed comments and recovery in US equities

- The Nifty opened positive and gained momentum as the day progressed. Sectorally, auto, metal, banking and financial services were top contributors to the index. As per options data, 14800 Call option has noteworthy OI, which should act as resistance while a move below 14400 may put pressure once again

- On Tuesday, the Bank Nifty made a strong comeback after three days of selling pressure as it closed with a gain of more than 3% on the back of short covering experienced across the board

- Foreign institutional investors (FII) turned net seller to the tune of ₹ 44 crore on April 12. They sold worth ₹ 1694 crore in the equity market and bought worth ₹ 1649 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Apr	75.22	0.53	3407608	4526531	-9.75	8.40
May	75.47	0.53	1157170	596045	5.43	49.34
Apr-May	0.25	-	-	3930486	-	

- Depreciation in the rupee continued but writing positions are stuck in 75 strike Call, which is likely to get triggered while a further move towards 75.60 is expected. However, post the GSAP buying, rupee should cool-off
- The dollar-rupee April contract on the NSE was at ₹ 75.22 in the last session. The open interest fell 9.8% for the April series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	74.58	74.90	75.17	75.49	75.77
US\$INR (May)	74.91	75.19	75.38	75.66	75.85
EURINR (Apr)	88.81	89.18	89.38	89.76	89.96
EURINR (May)	88.79	89.18	89.41	89.80	90.02
GBPINR (Apr)	102.03	102.70	103.06	103.74	104.10
GBPINR (May)	102.47	103.07	103.38	103.98	104.29
JPYINR (Apr)	68.16	68.48	68.68	69.01	69.21
JPYINR (May)	68.74	68.88	68.95	69.10	69.17

US\$INR Strategy

US\$INR Apr futures contract (NSE)

Buy US\$INR in the range of 75.15-75.17

Market Lot: US\$1000

Target: 75.40/ 75.60

Stop Loss: 74.98

Support: 74.90/75.00

Resistance: 75.55/75.85

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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