

April 26, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	April futures	Buy	74.85	75.25	74.65	1 day

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INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	75.01	74.95	0.06
EUR-INR	90.42	90.26	0.16
GBP-INR	103.79	103.94	-0.15
JPY-INR (Future)	69.59	69.45	0.14

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.04	6.05	-0.25
India 2 Year	4.45	4.53	-1.85
US 10 Year	1.56	1.55	0.58
US 2 Year	0.16	0.15	3.92
Germany 10 Year	-0.25	-0.26	4.06

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	9597	10501	-904
Debt	283	836	-553
Net			-1457

- The rupee remained largely flat against the dollar in the previous session and ended around 75 once again amid continued outflows from equities as rising numbers of Covid-19 cases threatened the expected economic recovery
- The dollar index lost momentum and extended the choppy activity seen in the past trading sessions while moving towards the lower end of the recent range, which is the important support of 91.
- The Nifty continued to remain volatile but broader markets outperformed as both midcap and small cap indices ended with healthy gains. As per options data, 14000 Put option has noteworthy OI, where further fresh OI addition was seen. Hence, it should act as a strong support area in case of a fall
- On Friday, the Bank Nifty tried to sustain above 32000 but failed to hold at higher levels as it closed with a loss of more than 0.17%
- Foreign institutional investors (FII) turned net seller to the tune of ₹ 1457 crore on April 22. They sold worth ₹ 904 crore in the equity market and sold worth ₹ 553 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(%) change	
					OI	Vol
Apr	75.05	-0.01	2962226	2829437	-1.41	-1.36
May	75.35	0.00	1773761	915334	11.64	46.79
Apr-May	0.30	-	-	1914103	-	

- The US\$INR future remained above 75 levels on a closing basis, which will keep the rupee pair strong. We believe the rupee will depreciate towards 75.50 levels gradually in coming sessions
- The dollar-rupee April contract on the NSE was at ₹ 75.05 in the last session. The open interest fell 1% for the April series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	74.54	74.81	75.14	75.40	75.73
US\$INR (May)	74.82	75.09	75.44	75.71	76.06
EURINR (Apr)	89.83	90.14	90.48	90.79	91.13
EURINR (May)	90.24	90.53	90.85	91.14	91.45
GBPINR (Apr)	103.62	104.00	104.57	104.95	105.53
GBPINR (May)	104.06	104.42	104.96	105.32	105.85
JPYINR (Apr)	69.09	69.29	69.57	69.77	70.04
JPYINR (May)	69.35	69.55	69.83	70.03	70.30

US\$INR Strategy

US\$INR Apr futures contract (NSE)

Buy US\$INR in the range of 74.83-74.87	Market Lot: US\$1000
Target: 75.25/ 75.40	Stop Loss: 74.65
Support: 74.70/74.40	Resistance: 75.30/75.50

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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