

April 27, 2021

# Daily Currency outlook

## Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	April futures	Buy	74.62	75.00	74.40	1 day

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## INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	74.72	75.01	-0.29
EUR-INR	90.31	90.42	-0.11
GBP-INR	103.86	103.79	0.07
JPY-INR (Future)	69.35	69.59	-0.24

- The rupee witnessed a further recovery and managed to gain almost 29 paise in the last session to close near 74.72 levels against the US dollar
- The dollar rose from an eight-week low against major currencies on Monday, with investors consolidating positions ahead of the Federal Reserve's monetary policy meeting this week

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.04	6.04	0.05
India 2 Year	4.43	4.45	-0.29
US 10 Year	1.56	1.56	0.26
US 2 Year	0.16	0.16	2.89
Germany 10 Year	-0.25	-0.25	0.00

- The Nifty opened higher on the back of positive global clues but lacked follow up buying as it slowly slipped from higher levels. For the Nifty, April expiry VWAP is at 14610, which would act as immediate resistance
- On Monday, the Bank Nifty opened higher but failed to sustain above VWAP level of 32380 and ended below 32350 levels. Sustainability above VWAP level could trigger further short covering. However, in the next few sessions, results of private sector banks are due. Hence, we can see stock specific action in coming days

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	6677	7852	-1175
Debt	815	1240	-425
Net			-1600

- Foreign institutional investors (FII) turned net seller to the tune of ₹ 1600 crore on April 23. They sold worth ₹ 1175 crore in the equity market and sold worth ₹ 425 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
Apr	74.79	-0.35	2813680	2226836	-5.01	-21.30
May	75.07	-0.37	1997879	733586	12.64	-19.86
Apr-May	0.28	-	-	1493250	-	-

- The US\$INR pair is finding hurdles at higher levels due to continuous supply at 75.00-75.50. As the Dollar index is expected to bounce from support level of 90.5-91, we may see the rupee move towards 75.50 levels once again
- The dollar-rupee April contract on the NSE was at ₹ 74.79 in the last session. The open interest fell 5% for the April series

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	74.58	74.68	74.82	74.92	75.05
US\$INR (May)	74.85	74.97	75.12	75.24	75.39
EURINR (Apr)	90.12	90.25	90.49	90.62	90.86
EURINR (May)	90.50	90.63	90.86	90.99	91.22
GBPINR (Apr)	103.60	103.74	103.96	104.11	104.33
GBPINR (May)	103.97	104.13	104.37	104.53	104.77
JPYINR (Apr)	69.15	69.25	69.41	69.51	69.67
JPYINR (May)	69.42	69.51	69.66	69.76	69.91

## US\$INR Strategy

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

Buy US\$INR in the range of 74.60-74.64	Market Lot: US\$1000
Target: 75.00/ 75.20	Stop Loss: 74.40
Support: 74.60/74.40	Resistance: 75.00/75.30

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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