

April 29, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	May futures	Sell	74.77	74.50	74.89	1 day

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INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	74.35	74.65	-0.30
EUR-INR	90.11	90.06	0.05
GBP-INR	103.67	103.82	-0.15
JPY-INR (Future)	69.25	69.30	-0.05

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.05	6.06	-0.03
India 2 Year	4.40	4.65	-5.34
US 10 Year	1.62	1.63	-0.49
US 2 Year	0.17	0.18	-6.63
Germany 10 Year	-0.24	-0.25	4.28

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	5777	6886	-1109
Debt	416	337	79
Net			-1030

- The rupee managed to gain another 30 paise and ended near 74.35 levels as positive inflows continued in domestic equities

- As widely expected, the Fed has kept interest rates unchanged and reaffirmed its commitment to using the full range of tools to continue to support the economy. The Dollar index continued to remain below 91 levels

- The Nifty opened gap up and continued its upward move as it closed in the green for a third consecutive day. Sectorally, banking and financial services saw healthy buying, which helped the index to stay elevated. As per option data, 14700 and 14800 Put option has noteworthy OI addition which should provide support in case of fall

- On Wednesday, the Bank opened higher and gained further strength as the day progressed, closing with a gain of more than 2.90%. Aggressive buying was seen in both private and PSU banks

- Foreign institutional investors (FII) turned net seller to the tune of ₹ 1030 crore on April 27. They sold worth ₹ 1109 crore in the equity market and bought worth ₹ 79 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
May	74.71	0.09	2668511	2760413	12.97	11.17
June	75.01	0.11	439938	278106	-80.67	-78.23
MAy-June	0.30	-	-	2482307	-	-

- Choppiness in the Dollar index and positive domestic equities helped the rupee to appreciate. We feel the current leg of appreciation should help the rupee to move towards 74.5 levels
- The dollar-rupee April contract on the NSE was at ₹ 74.71 in the last session. The open interest rose 13% for the May series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (May)	74.43	74.57	74.76	74.89	75.08
US\$INR (June)	74.78	74.89	75.05	75.16	75.32
EURINR (May)	89.88	90.00	90.19	90.31	90.49
EURINR (June)	90.28	90.42	90.64	90.78	90.99
GBPINR (May)	103.01	103.20	103.52	103.71	104.03
GBPINR (June)	103.72	103.85	104.10	104.23	104.48
JPYINR (May)	68.31	68.44	68.65	68.77	68.98
JPYINR (June)	68.60	68.72	68.93	69.05	69.26

US\$INR Strategy

US\$INR May futures contract (NSE)

Sell US\$INR in the range of 74.75-74.79

Market Lot: US\$1000

Target: 74.60/ 74.50

Stop Loss: 74.89

Support: 74.60/74.40

Resistance: 74.95/75.10

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 may have different view.



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ANALYST CERTIFICATION

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