

April 30, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	May futures	Buy	74.28	74.60	74.15	1 day

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INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	74.04	74.35	-0.31
EUR-INR	89.75	90.11	-0.36
GBP-INR	103.35	103.67	-0.32
JPY-INR (Future)	69.16	69.25	-0.09

- The rupee extended gains for a fourth day as it gained 29 paise in the previous session to close at 74.04 against the dollar. Positive domestic equities and inflows by FIIs helped the rupee to maintain positive stance
- Following multi week low, the Dollar index found some momentum and bounced from lower levels. US 10 years yields edged higher to 1.65%. Now Flash Q1 GDP figures, weekly claims, housing data are next on the anvil

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.06	6.05	0.10
India 2 Year	4.46	4.40	1.30
US 10 Year	1.65	1.62	1.98
US 2 Year	0.17	0.17	0.00
Germany 10 Year	-0.19	-0.24	18.72

- The Nifty had a very volatile expiry, where it faced resistance from 15000 Call base and reverted from higher levels. Advance/decline ratio was in favour of bears
- The Bank Nifty opened higher but later saw profit booking from higher levels as it gave up its earlier gains. Looking at options data, 34000 Call option saw healthy OI addition, which should act as resistance. On the downside, 33000 Put option has substantial OI, which should act as support

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	7889	6976	913
Debt	212	478	-267
Net			646

- Foreign institutional investors (FII) turned net buyer to the tune of ₹ 746 crore on April 28. They bought worth ₹ 913 crore in the equity market and sold worth ₹ 257 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
May	74.37	-0.45	2642528	2390491	-0.97	-13.40
June	74.69	-0.43	471491	367570	7.17	32.17
MAy-June	0.31	-	-	2022921	-	

- In the last four days, the rupee managed to appreciate almost 85 paise. As the dollar index is near support, we might see US\$INR pair moving towards 74.6 levels again
- The dollar-rupee April contract on the NSE was at ₹ 74.37 in the last session. The open interest fell 0.97% for the May series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (May)	74.02	74.20	74.42	74.59	74.82
US\$INR (June)	74.31	74.50	74.75	74.94	75.19
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)

Buy US\$INR in the range of 74.27-74.30

Market Lot: US\$1000

Target: 74.45/ 74.60

Stop Loss: 74.15

Support: 74.00/74.20

Resistance: 74.80/75.00

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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