

June 8, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	June futures	Buy	72.97	73.25	72.80	1 day

Research Analysts

Raj Deepak Singh
rajdeepak.singh@icicisecurities.com

Nandish Patel
nandish.patel@icicisecurities.com

INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	72.80	73.00	-0.20
EUR-INR	88.79	88.66	0.13
GBP-INR	103.20	103.23	-0.03
JPY-INR (Future)	66.55	66.60	-0.05

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.02	6.03	-0.10
India 2 Year	4.31	4.34	-0.69
US 10 Year	1.57	1.56	0.51
US 2 Year	0.16	0.15	5.38
Germany 10 Year	-0.20	-0.21	6.37

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	7723	6209	1514
Debt	841	1460	-619
Net			895

- The rupee managed to appreciate in the previous session as the Nifty gained almost 100 points and moved above 15800. The Indian currency appreciated by 20 paise and closed below 73 levels
- The dollar index (DXY00) on Monday posted moderate losses. The dollar gave up early gains Monday after Tass reported that the Russian government may order Russian state-owned companies to switch to euros from dollars for cash payments

- The Nifty continued its upward journey as it closed with a gain of more than 0.50%. IT stocks and Reliance Industries were top contributors to the index. Looking at options data, 15700 Call option holds significant OI, which should provide support in case of any correction
- On Monday, the Bank Nifty opened higher post which it remained in a range for the day and closed with a gain of 0.43%

- Foreign institutional investors (FII) turned net buyer to the tune of ₹ 895 crore on June 4. They bought worth ₹ 1514 crore in the equity market and sold worth ₹ 619 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(%) change	
					OI	Vol
June	72.98	-0.26	2453755	3168133	-1.38	-29.03
July	73.22	-0.28	332857	187779	5.89	-35.39
June-July	0.24	-	-	2980354	-	

- Due to a fall in the Dollar index and positive inflow in domestic equities, the rupee managed to appreciate and closed near 73 levels. However, the US\$INR pair is near support and is likely to move towards 73.25 levels
- The dollar-rupee June contract on the NSE was at ₹ 72.98 in the last session. The open interest declined by almost 1.4% for the June series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (June)	72.69	72.83	73.04	73.18	73.39
US\$INR (July)	73.04	73.13	73.25	73.33	73.45
EURINR (June)	88.45	88.57	88.71	88.83	88.97
EURINR (July)	88.70	88.87	89.11	89.28	89.52
GBPINR (June)	102.67	103.02	103.36	103.70	104.05
GBPINR (July)	103.15	103.41	103.64	103.90	104.13
JPYINR (June)	66.20	66.34	66.47	66.61	66.74
JPYINR (July)	66.20	66.34	66.47	66.61	66.74

US\$INR Strategy

US\$INR June futures contract (NSE)

Buy US\$INR in the range of 72.95-73.00	Market Lot: US\$1000
Target: 73.15/ 73.25	Stop Loss: 72.80
Support: 72.90/72.70	Resistance: 73.30/73.50

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 may have different view.



Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
1st Floor, Akruti Trade Centre,
Road No 7, MIDC,
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

ANALYST CERTIFICATION

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