

July 8, 2021

Daily Currency outlook

Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	July futures	Buy	74.72	75.00	74.59	1 day

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INR Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	74.62	74.54	0.08
EUR-INR	88.22	88.20	0.02
GBP-INR	103.00	102.86	0.14
JPY-INR (Future)	67.27	67.20	0.07

Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.16	6.09	1.25
India 2 Year	4.38	4.37	0.25
US 10 Year	1.32	1.45	-8.99
US 2 Year	0.22	0.24	-7.47
Germany 10 Year	-0.30	-0.21	-41.61

FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	5786	4751	1036
Debt	129	1017	-888
Net			148

- Among EM currencies, the rupee remained one of the underperformers and again depreciated against the dollar. It ended at 74.62 levels, down almost 8 paise

- The dollar index rallied to a three-month high. Signs of strength in the US labour market supported gains. May JOLTS job openings rose to a record

- The Nifty rallied more than 50 points on the back of positive global cues and renewed FII buying interest. The index ended above its major Call base of 15850 with a positive advance decline ratio

- The banking index continued its momentum and gained almost 200 points on the back of continued buying in index pivotals

- Foreign institutional investors (FII) turned net buyers to the tune of ₹ 148 crore on July 6. They bought worth ₹ 1036 crore in the equity market and sold worth ₹ 888 crore in the debt market

US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
July	74.82	0.17	1676837	3168133	1.46	3.99
August	75.08	0.16	764434	187779	3.89	0.04
June-July	0.26	-	-	2980354	-	

- The US\$INR pair saw fresh accumulation from lower levels along with the Dollar Index moving to fresh three month's high indicating a move towards 75 cannot be ruled out
- The dollar-rupee July contract on the NSE was at ₹ 74.82 in the last session. The open interest rose 1.5% for the July series

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (July)	74.64	74.73	74.85	74.94	75.05
US\$INR (Aug)	74.90	74.99	75.11	75.20	75.32
EURINR (July)	87.94	88.18	88.59	88.83	89.25
EURINR (Aug)	88.68	88.77	88.89	88.97	89.09
GBPINR (July)	103.08	103.14	103.22	103.28	103.36
GBPINR (Aug)	103.36	103.45	103.55	103.65	103.74
JPYINR (July)	67.15	67.19	67.26	67.30	67.36
JPYINR (Aug)	67.38	67.43	67.49	67.54	67.60

US\$INR Strategy

US\$INR July futures contract (NSE)

Buy US\$INR in the range of 74.70-74.74	Market Lot: US\$1000
Target: 74.90/ 75.00	Stop Loss: 74.59
Support: 74.30/74.50	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 may have different view.



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ANALYST CERTIFICATION

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