

August 9, 2021

## Daily Currency outlook

### Recommendation in the report

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
US\$INR	August futures	Buy	74.30	74.50	74.18	1 day

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## Rupee Pairs

Currency	Close	Pvs. Close	% Change
US\$-INR	74.15	74.16	-0.01
EUR-INR	87.26	87.72	-0.46
GBP-INR	102.87	103.24	-0.37
JPY-INR (Future)	67.67	67.89	-0.22

- After the announcement of RBI's monetary policy, the rupee strengthened for a fifth straight session on Friday, closing 1 paise higher at 74.16
- The dollar climbed against major currencies, reaching four-month highs of 93, as market participants are expecting an earlier tapering of federal stimulus

## Global Bonds

Indices	Close	Pvs. Close	% Change
India 10 Year	6.20	6.19	0.16
India 2 Year	4.55	4.57	-0.44
US 10 Year	1.24	1.20	3.51
US 2 Year	0.20	0.18	11.11
Germany 10 Year	-0.50	-0.50	-0.80

- On Friday, the Nifty opened higher but faced resistance from 16300 Call writers as it closed with a loss of 0.30%. Looking at options data, the Nifty is likely to find resistance at 16300 as substantial Call writing is visible. On the downside, 16100 and 16000 Put witnessed noteworthy OI addition, which should act as support
- The Bank Nifty witnessed muted activity as it remained in a range and closed almost flat. According to options data, the Bank Nifty is expected to trade in a range between 35500 and 36000

## FII & FPI Activities

Segment	Purchase	Sell	Net Rs. crores
Equity	8763	9305	-542
Debt	551	491	60
Net			-482

- Foreign institutional investors (FII) turned net sellers to the tune of ₹ 482 crore on August 5. They sold worth ₹ 542 crore in the equity market and bought worth ₹ 60 crore in the debt market

## US\$INR futures on NSE

Contracts	LTP	chng (%)	OI	Vol	(% change)	
					OI	Vol
August	74.28	-0.02	2285981	3168133	-0.60	-9.60
September	74.50	0.00	379993	187779	4.84	-22.69
August-Sept	0.22	-	-	2980354	-	

- By looking at US\$INR options data, the US\$INR has significant open interest at ATM strike of 74.25, suggesting a range bound movement of 74.20 and 74.50 levels in coming sessions
- The dollar-rupee August contract on the NSE was at ₹ 74.28 in the last session. The open interest fell almost 0.60% for the August series

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Aug)	74.15	74.21	74.30	74.37	74.45
US\$INR (Sep)	74.33	74.42	74.51	74.60	74.69
EURINR (Aug)	87.57	87.66	87.85	87.94	88.13
EURINR (Sep)	87.90	87.99	88.17	88.26	88.44
GBPINR (Aug)	103.19	103.27	103.39	103.48	103.60
GBPINR (Sep)	103.50	103.57	103.69	103.76	103.88
JPYINR (Aug)	67.52	67.60	67.69	67.77	67.86
JPYINR (Sep)	67.72	67.80	67.89	67.97	68.06

## US\$INR Strategy

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

Buy US\$INR in the range of 74.28-74.32	Market Lot: US\$1000
Target: 74.50/ 74.60	Stop Loss: 74.18
Support: 74.20/74.00	Resistance: 74.50/74.65

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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