

November 2, 2021

Daily Currency outlook

Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
USDINR	Nov futures	Buy	75.10	75.40	74.95	1 day

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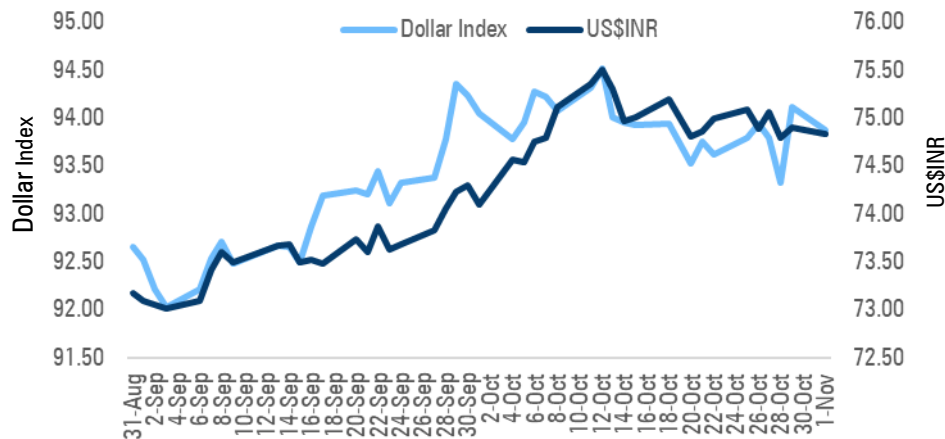
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (Nov)	75.16	0.04%	2309461	-19572	2258729	-150370
EURINR (Nov)	87.00	-0.64%	68782	-11400	161025	-23886
GBPINR (Nov)	102.62	-0.90%	163357	-33618	337681	59295

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Nov)	74.95	75.05	75.17	75.28	75.40
US\$INR (Dec)	75.21	75.32	75.43	75.53	75.65
EURINR (Nov)	86.82	86.91	86.99	87.08	87.16
EURINR (Dec)	86.88	87.10	87.40	87.62	87.92
GBPINR (Nov)	102.11	102.36	102.78	103.03	103.45
GBPINR (Dec)	102.27	102.61	103.20	103.54	104.14

Dollar Index vs US\$INR



- US dollar declined 0.27% as US stocks moved higher reaching new records. Further, investors remained cautious ahead of US Federal Reserve monetary policy meeting. However, a sharp fall was cushioned on better-than-expected ISM Manufacturing PMI data
- Rupee future maturing on November 26 depreciated by 0.04% in yesterday's trading session on a firm dollar, persistent FII outflows and rise in crude oil prices. However, a sharp fall was prevented on improved manufacturing PMI data from the country
- The rupee is expected to depreciate today on a surge in crude oil prices and consistent FII outflows. Additionally, investors will remain vigilant ahead of monetary policy meeting outcome of major central banks across globe. However, a sharp fall may be prevented on weakness in dollar, enhanced economic data from country and rise in risk appetite in the global markets

US\$INR Strategy

USDINR November futures contract (NSE)

Buy USDINR in the range of 75.08-75.10

Target: 75.40

Stop Loss: 74.95

Support: 75.00/74.95

Resistance: 75.35/75.40

Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
USDINR	Nov futures	Buy	75.15	75.45	75.00	Not Initiated

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.

Major Currency Pairs

Currencies	Close	Pvs. Close	% Change
DXY	93.87	94.12	-0.27%
USSINR	74.86	74.88	-0.02%
EURUSD	1.1600	1.1561	0.34%
EURINR	86.60	87.23	-0.72%
GBPUSD	1.3655	1.3691	-0.26%
GBPINR	102.27	103.20	-0.90%

Global Bonds

Country	Close	Pvs. Close	Change
India	6.387	6.388	-0.001
US	1.562	1.560	0.002
UK	1.067	1.038	0.029
Japan	0.097	0.100	-0.003
Germany	-0.099	-0.104	0.005

Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	7028.61	12504.98	-5476.37
Debt	652.15	441.58	210.57
Net			-5265.8

- Euro appreciated by 0.34% yesterday mainly on the back of weakness in dollar and rise in risk appetite in the global markets. However, sharp upside was capped on disappointing economic data from euro area. German retail sales decline by 2.5% in September 2021 compared to 1.2% rise in preceding month
- Euro is expected to trade with a positive bias on weak dollar and optimistic global market sentiments. Also, investors will take cues from economic data's from euro area. However, sharp upside may be capped as market participants will remain vigilant ahead of 2 major central bank monetary policy meeting outcomes. EURINR (November) is expected to trade in a range of 87.20-86.80
- The pound depreciated by 0.26% yesterday amid worries over post-Brexit wrangling between EU and UK and fishing dispute with France. UK warned France to back down within 48 hours or face legal action. Further, UK ministers are debating on the aftermath of triggering article 16, which may allow Britain to stop following some parts of Northern Ireland Protocol under the agreement. However, sharp downside was cushioned on weakness in dollar and on anticipation that Bank of England will hike rates sooner
- The pound is expected to trade with negative bias on concern over rising covid-19 cases in UK and worries over post-Brexit quarrel with EU over Northern Ireland trading arrangements and fishing dispute with France. However, sharp downside may be cushioned on hope's that Bank of England will raise interest rates sooner to address stubbornly high inflation. As long as GBPINR (November) sustains below 102.80 it may slip further till 102.30

Data	Country	Time	Actual	Expected	Previous	Impact
Final Manufacturing PMI	Europe	2:30PM	-	58.5	58.5	Medium



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ANALYST CERTIFICATION

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