

March 8, 2022

# Daily Currency Outlook

## Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
GBPINR	Mar futures	Sell	101.60	101.30	101.75	1 day

## Research Analysts

**Raj Deepak Singh**  
rajdeepak.singh@icicisecurities.com

**Saif Mukadam**  
saif.mukadam@icicisecurities.com

**Thirushankar C R**  
thirushankar.cr@icicisecurities.com

# Rupee Outlook and Strategy

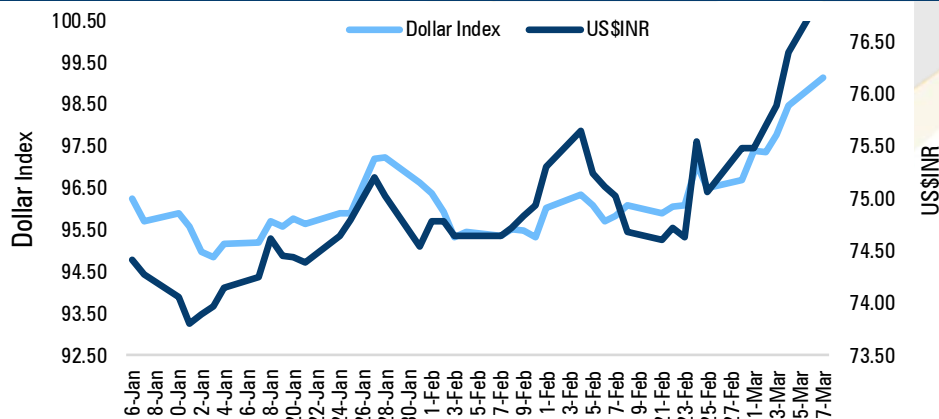
## Domestic Currencies

Futures	LTP	Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR 29MAR2022	77.24	1.14%	2901000	15.92%	5209783	49.22%
EURINR 29MAR2022	83.84	-0.26%	151574	9.26%	252943	-21.27%
GBPINR 29MAR2022	101.67	0.10%	87575	-3.83%	253142	61.60%

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
USDINR 29MAR2022	76.50	76.87	77.10	77.47	77.70
USDINR 27APR2022	76.79	77.21	77.45	77.88	78.12
EURINR 29MAR2022	83.34	83.59	83.87	84.12	84.40
EURINR 27APR2022	83.86	84.11	84.35	84.59	84.84
GBPINR 29MAR2022	101.17	101.42	101.70	101.95	102.23
GBPINR 27APR2022	101.61	101.83	102.11	102.33	102.61

## Dollar Index vs US\$INR



- The dollar index surged 0.38% amid surge in US treasury yields and risk aversion in global markets. Moreover, hawkish stance from US Fed to tame the higher inflation continued to support the dollar
- Rupee March futures depreciated by 1.14% on the back of elevated crude oil prices and firm dollar. Further, risk aversion in the domestic markets weighed on the rupee
- The rupee is expected to depreciate today due to stronger dollar and higher crude oil prices. Further, pessimistic sentiments in the global markets may hurt the rupee. Additionally, consistent FII withdrawal from domestic markets will continue to put pressure on the rupee. US\$INR (March) is expected to rise further towards 77.50 for the day

## GBPINR Strategy

### GBPINR March futures contract (NSE)

Sell GBPINR in the range of 101.60- 101.61

Target: 101.30

Stop Loss: 101.75

Support: 101.30/101.10

Resistance: 101.75/101.90

## Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
US\$INR	Mar futures	Buy	76.40	76.70	76.25	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

Currency Pair	LTP	P. Close	Change
USDINR	77.13	76.43	0.92%
EURUSD	1.09	1.09	-0.62%
EURINR	83.58	83.49	0.11%
GBPUSD	1.31	1.32	-0.89%
GBPINR	100.90	101.05	-0.16%

## Global Bonds

Bond Yields	LTP	P. Close	Change
United States 10-Year	1.77	1.72	0.046
United Kingdom 10-Year	1.30	1.31	-0.006
Germany 10-Year	-0.03	-0.01	-0.023
Japan 10-Year	0.14	0.14	-0.001
India 10-Year	6.89	6.89	0.075

## Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Crores
Equity	5996	13494	-7499
Debt	315	1444	-1128
Net			-8627

- The Euro edged lower by 0.62% on Monday amid market participants rushing to the safe haven assets such as dollar and yen as the Russia-Ukraine crisis worsened. At the same time, a sharp decline in Germany treasury yields and weaker sentiments in global markets added downside pressure to the single currency. However, better-than-expected macroeconomic data from Germany cushioned further downsides in the Euro. Germany retail sales jumped to 10.80% in January 2022 compared to 0.80% in the previous month
- The Euro is expected to trade with a negative bias today due to stronger dollar. Moreover, anticipations of less aggressive monetary policy tightening by European Central Bank will weigh on the single currency. However, expectations of improved Industrial production data from Germany may prevent further decline in the Euro. Additionally, investors will remain cautious ahead of GDP data from Euro zone. EURINR (March) is likely to correct towards 83.40 levels for the day
- The pound depreciated by 0.89% on Monday due to risk aversion in global markets and worries over Britain's economic growth due to higher energy prices. Further, the pound remained under pressure due to a firm dollar and decline in UK bond yields
- The pound is expected to depreciate today due to an uptick in dollar. Further, pessimistic sentiments in global markets and rising crude oil prices may hurt the British currency. On the domestic front, rupee depreciation against dollar may provide some support to GBPINR pair on lower side. EURINR (March) is expected to correct further towards 101.30 levels for the day

TIME (IST)	COUNTRY	DATA & EVENTS	FORECAST	PREVIOUS
12:30 PM	Europe	Gemran Current Account Balance (Jan)	-	23.9B
12:30 PM	Europe	German Industrial Production (MoM) (Jan)	0.50%	-0.30%
3:30 PM	Europe	Employment Change (QoQ) (Q4)	0.50%	0.50%
3:30 PM	Europe	Employment Change (YoY) (Q4)	2.10%	2.10%
3:30 PM	Europe	GDP (YoY) (Q4)	4.60%	4.60%
3:30 PM	Europe	GDP (QoQ) (Q4)	0.30%	0.30%
7:00 PM	US	Trade Balance (Jan)	-87.10B	-80.70B
10:30 PM	US	EIA Short-Term Energy Outlook	-	-



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Pankaj Pandey

Head – Research

[pankaj.pandey@icicisecurities.com](mailto:pankaj.pandey@icicisecurities.com)

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

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