

June 24, 2022

Daily Currency Outlook

Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
GBPINR	June futures	Sell	95.60	95.20	95.85	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

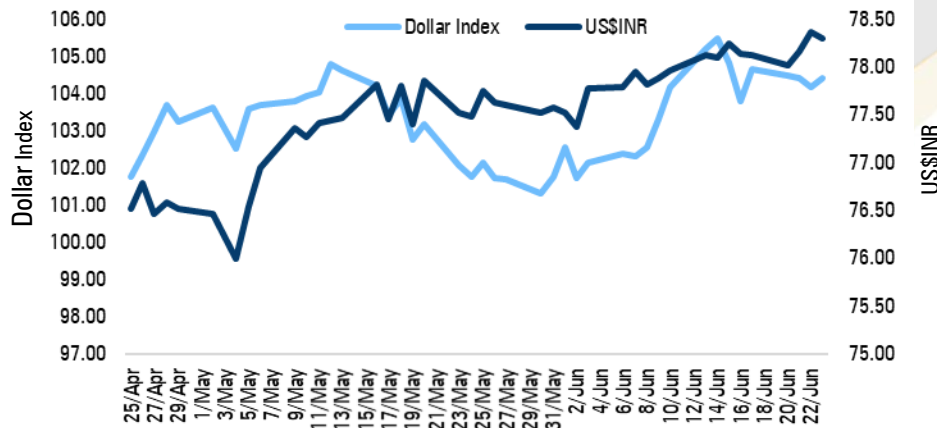
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (28th June)	78.30	-0.08%	5006776	-304932	1357109	-1163642
EURINR (28th June)	82.31	-0.27%	70794	-1539	202881	-67202
GBPINR (28th June)	95.67	-0.32%	74415	16613	241847	-101549

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (28th Jun-22)	78.14	78.25	78.32	78.43	78.50
US\$INR (27th Jul-22)	78.35	78.44	78.50	78.59	78.65
EURINR (28th Jun-22)	81.81	82.06	82.46	82.71	83.10
EURINR (27th Jul-22)	82.11	82.35	82.75	82.99	83.40
GBPINR (28th Jun-22)	95.06	95.37	95.70	96.01	96.34
GBPINR (27th Jul-22)	95.35	95.64	95.94	96.23	96.53
JPYINR (28th Jun-22)	57.56	57.75	57.86	58.05	58.15
JPYINR (27th Jul-22)	57.79	57.98	58.08	58.27	58.37

Dollar Index vs US\$INR



- The dollar edged higher by 0.21% on Thursday as Federal Reserve Chairman Jerome Powell told lawmakers that the central bank is determined to bring down inflation. However, further upside was capped by weak economic data. US Manufacturing PMI fell to 52.4 in June from 57 in May, well below market expectations of 56, pointing to the slowest growth in factory activity in almost two years due to contractions in output and new orders
- US\$INR futures maturing on June 28 dropped by 0.07% on Thursday amid uptick in Indian stocks
- The rupee is expected to depreciate today amid strong dollar. Further, the rupee may be pressurised by persistent foreign fund outflows. However, investors will closely watch US new home sales data as it is expected to fall from 591K to 588K. US\$INR is likely to trade in the range of 78.20 to 78.50

GBPINR Strategy

GBPINR June futures contract (NSE)

Sell GBPINR in the range of 95.60 - 95.62

Target: 95.20

Support: 95.20 - 95.00

Stoploss: 95.85

Resistance: 95.85 - 96.00

Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
EURINR	June futures	Buy	82.40	82.70	82.20	Exit in loss

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	104.40	104.18	0.21%
USSINR	78.30	78.36	-0.08%
EURUSD	1.0517	1.0564	-0.44%
EURINR	82.31	82.53	-0.27%
GBPUSD	1.2258	1.2260	-0.02%
GBPINR	95.67	95.98	-0.32%

Global Bonds

Country	Close	Pvs. Close	Change
India	7.419	7.396	0.023
US	3.091	3.162	-0.071
UK	2.295	2.488	-0.193
Japan	0.233	0.238	-0.005
Germany	1.441	1.626	-0.185

Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	4520.62	7133.54	-2612.92
Debt	2574.84	126.74	2448.1
Net			-164.82

- The Euro depreciated by 0.44% on Thursday amid a rebound in US dollar and weaker-than-expected eurozone economic data. Germany manufacturing PMI fell to a 23 month low of 52 in June from 54.8 in the prior month and missing market forecasts of 54. Further, eurozone services PMI dropped to 52.8 in June from 56.1 in the previous month and compared with the market consensus of 55.5. The latest reading showed that inflows of new business rose at a much softer pace, with growth down to the second lowest level since May 2021
- The Euro is expected to trade with a negative bias today amid strong dollar. However, investors will remain vigilant ahead of German business climate index data, as it is expected to drop from 93 to 92.9. EURUSD is expected to break the hurdle of 1.0490 to continue its downward trend towards the level of 1.0400. EURINR is likely to trade in the range of 82.50 to 82.00
- The pound dropped marginally by 0.02% on Thursday amid strong dollar and weak manufacturing PMI data. UK manufacturing PMI fell to a 23 month low 53.4 in June from 54.6 in May, missing market expectations of 53.7. Output growth slowed the most since February of 2021 amid weaker demand and significant supply issues. However, sharp downside was prevented by strong composite PMI data. UK composite PMI rise to 53.1 in June from 51.8 in the previous month and above market expectations of 52.6
- The pound is expected to trade with a negative bias today amid strong dollar. Further, investors will closely watch UK retail sales data as it is expected to fall from 1.4% to -0.7%. GBPINR is likely to trade in the range of 95.85 to 95.20

Economic Calendar

Data	Country	Time	Actual	Expected	Previous	Impact
Retail Sales (MoM) (May)	UK	11:30am	-	-0.70%	1.40%	High
Spanish GDP (QoQ) (Q1)	Europe	12:30pm	-	0.30%	0.30%	Medium
German Ifo Business Climate Index (Jun)	Europe	1:30pm	-	92.9	93	High
EU Leaders Summit	Europe	3:30pm	-	-	-	High
New Home Sales (May)	US	7:30pm	-	588K	591K	High



Pankaj Pandey

Head – Research

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

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