

June 28, 2022

Daily Currency Outlook

Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
EURINR	July futures	Buy	83.30	83.60	83.10	1 day

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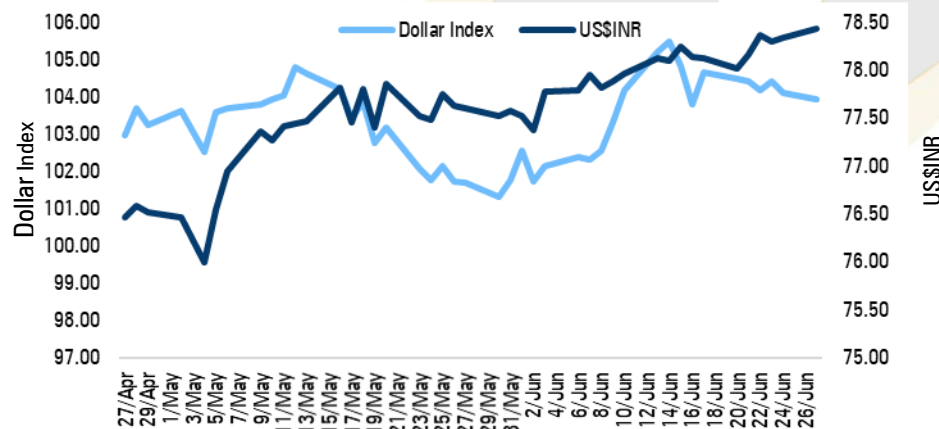
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (28th June)	78.43	0.11%	4234570	-529172	2207189	695877
EURINR (28th June)	82.92	0.45%	53211	-9604	182260	10687
GBPINR (28th June)	96.19	-0.05%	38933	-13255	253746	-74692

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (28th Jun-22)	78.16	78.30	78.37	78.51	78.59
US\$INR (27th Jul-22)	77.76	78.19	78.86	79.30	79.97
EURINR (28th Jun-22)	82.42	82.67	82.83	83.08	83.25
EURINR (27th Jul-22)	82.75	83.01	83.19	83.46	83.63
GBPINR (28th Jun-22)	95.69	95.94	96.27	96.52	96.85
GBPINR (27th Jul-22)	96.02	96.24	96.51	96.73	97.00
JPYINR (28th Jun-22)	57.80	57.89	58.03	58.12	58.25
JPYINR (27th Jul-22)	58.05	58.14	58.27	58.36	58.50

Dollar Index vs US\$INR



- The dollar edged lower by 0.17% on Monday as softening inflation expectations prompted a reassessment of the prospects for aggressive interest rate hikes. However, further downside was prevented by strong economic data. Pending home sales in the US unexpectedly increased 0.7% MoM in May, the first rise in seven months and beating market forecasts of a 3.7% fall. Despite the gain in May, much higher mortgage rates and low supply are expected to continue to weigh on the housing market

- US\$INR futures maturing on June 28 gained by 0.11% on Monday amid rise in crude oil prices

- The rupee is expected to appreciate today amid a weak dollar. Also, investors will closely watch consumer confidence data as it is expected to fall from 106.4 to 100.4. However, the rupee may be pressurised by a rebound in crude oil prices. US\$INR is expected to trade in the range of 78.50 to 78.30

EURINR Strategy

EURINR July futures contract (NSE)

Buy EURINR in the range of 83.30 - 83.32

Target: 83.60

Support: 83.10 - 83.00

Stoploss: 83.10

Resistance: 83.60 - 83.70

Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
GBPINR	June futures	Buy	96.20	96.50	96.00	Target achieved

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	103.94	104.12	-0.17%
USSINR	78.43	78.34	0.11%
EURUSD	1.0582	1.0557	0.24%
EURINR	82.92	82.55	0.45%
GBPUSD	1.2264	1.2272	-0.07%
GBPINR	96.19	96.24	-0.05%

Global Bonds

Country	Close	Pvs. Close	Change
India	7.407	7.444	-0.037
US	3.204	3.134	0.07
UK	2.398	2.303	0.095
Japan	0.230	0.223	0.007
Germany	1.543	1.441	0.102

Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	4598.53	6707.1	-2108.57
Debt	137.28	415.81	-278.53
Net			-2387.1

- The Euro edged higher by 0.24% on Monday amid expectations that the European Central Bank will soon raise interest rates for the first time in more than a decade. Further, the Euro was supported as Spain approves \$9.5 billion aid package. Spain announced a €9 billion (\$9.50 billion) package of measures on Saturday to help its most vulnerable households cope with soaring energy prices and inflation, including subsidies for transport and 80% reduction in energy bill taxes
- The Euro is expected to trade with a positive bias today amid weak dollar. However, investors will remain vigilant ahead of ECB President Lagarde's speech and German consumer climate data, as consumer climate data is expected to drop from -26.0 to -27.6. EURUSD is expected to break the hurdle of 1.0625 to continue its upward trend towards the level of 1.0690. EURINR is likely to trade in the range of 83.10 to 83.60
- The pound dropped marginally by 0.06% on Monday amid post Brexit tensions and persistent economic growth worries in Britain. Further, the pound was pressurised by British Prime minister Boris Johnson's statement. Mr Johnson said on Monday Parliament could pass legislation this year to scrap some of the rules on post Brexit trade with Northern Ireland that his government agreed in 2020 with the European Union. That would set up further clashes with the European Union
- The pound is expected to trade with a positive bias today amid weakness in dollar. GBPUSD is expected to break the hurdle of 1.2290 to trade upward towards the level of 1.2360. GBPINR is likely to trade in the range of 96.10 to 96.60

Economic Calendar

Data	Country	Time	Actual	Expected	Previous	Impact
German Consumer Climate (Jul)	Europe	11:30 AM	-	-27.7	-26	Medium
ECB President Lagarde Speaks	Europe	1:30 PM	-	-	-	High
Goods Trade Balance (May)	US	6:00 PM	-	-	-106.70B	Medium
CB Consumer Confidence (Jun)	US	7:30 PM	-	100.9	106.4	High



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