

March 15, 2022

Daily Currency Outlook

Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
EURINR	Mar futures	Buy	84.15	84.45	84.0	1 day

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Rupee Outlook and Strategy

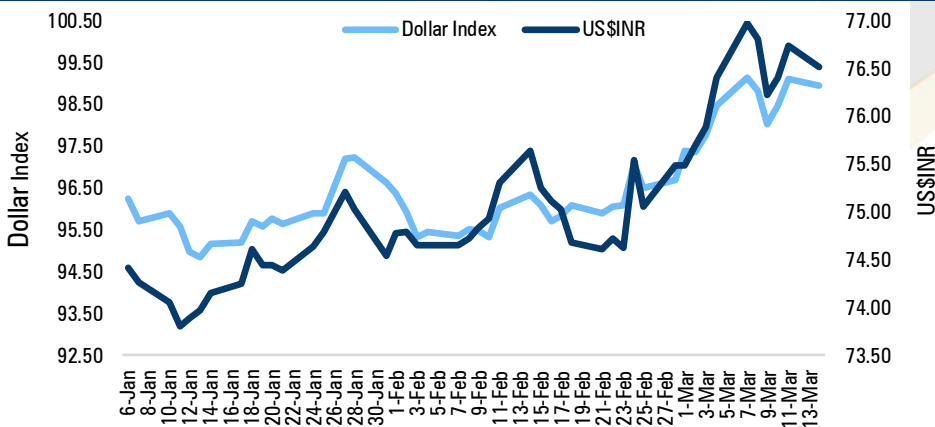
Domestic Currencies

Futures	LTP	Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR 29MAR2022	76.68	0.06%	2975447	-1.05%	2969354	-12.13%
EURINR 29MAR2022	84.07	-0.44%	100273	4.82%	376327	26.33%
GBPINR 29MAR2022	99.97	-0.50%	96349	25.04%	250109	-27.48%

Pivot levels

Futures	S2	S1	Pivot	R1	R2
USDINR 29MAR2022	76.45	76.57	76.71	76.83	76.97
USDINR 27APR2022	76.77	76.90	77.05	77.18	77.33
EURINR 29MAR2022	83.44	83.76	84.08	84.39	84.72
EURINR 27APR2022	84.00	84.28	84.54	84.82	85.08
GBPINR 29MAR2022	99.64	99.81	100.02	100.18	100.39
GBPINR 27APR2022	100.17	100.31	100.49	100.64	100.82

Dollar Index vs US\$INR



- The US dollar slipped 0.20% on Monday as investors hoped of a diplomatic solution between Ukraine and Russia to end their conflict. However, a sharp rise in US 10 year bond yields limited further downsides in the dollar
- Rupee March futures depreciated by 0.06% due to higher WPI inflation data from India and on continuous FII fund outflows from domestic markets. However, better-than-expected trade balance data from India restricted a further decline in the rupee
- The rupee is expected to appreciate today amid weakness in the dollar. Moreover, optimistic sentiments in the domestic markets will continue to support the rupee. However, expectations of higher PPI data from the US is expected to provide some support to the dollar. US\$INR (March) is likely to move towards 76.30 for the day

EURINR Strategy

EURINR March futures contract (NSE)

Buy EURINR in the range of 84.14- 84.15

Target: 84.45

Stop Loss: 84.0

Support: 84.0/83.70

Resistance: 84.45/84.60

Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
EURINR	Mar futures	Sell	84.45	84.10	84.60	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	76.54	76.76	-0.28%
EURUSD	1.10	1.09	0.52%
EURINR	83.84	83.44	0.48%
GBPUSD	1.30	1.30	-0.12%
GBPINR	99.54	99.70	-0.16%

Global Bonds

Bond Yields	LTP	P. Close	Change
United States 10-Year	2.14	2.01	0.130
United Kingdom 10-Year	1.60	1.60	0.006
Germany 10-Year	0.36	0.38	-0.018
Japan 10-Year	0.21	0.19	0.015
India 10-Year	6.85	6.85	-0.001

Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Crores
Equity	6702.31	8021.6	-1319.29
Debt	37.32	436.54	-399.22
Net			-1718.51

- The Euro edged higher by 0.52% on the back of a retreat in the dollar. Further, the Euro was also boosted by hopes of progress in peace talks between Ukraine and Russia. Additionally, higher-than-expected WPI reading from Germany lifted the single currency. However, sharp upsides were capped on decline in Germany 10 year treasury yields
- The Euro is expected to trade with a positive bias amid softer dollar. At the same time, optimistic sentiments in the European markets and expectations of a rate hike by the European Central Bank (ECB) to tame the higher inflation may continue to support the single currency. However, anticipation of unsatisfactory data from the eurozone will weigh on the Euro. EURINR (March) will take strong support at 83.70 level for this week and its is likely to rise towards 84.50 levels for the day
- The pound depreciated by 0.12% on Monday despite weakness in dollar and positive sentiments in the UK markets. Additionally, a surge in UK 10 year bond yields continued to support the pound on lower side
- The pound is expected to appreciate today due to downtick in dollar. Moreover, expectations of improved macroeconomic data from the UK are anticipated to boost the British currency. The UK average earnings index is expected to increase to 4.6% level in January 2022 compared to 4.3% level in the previous month. Additionally, investors will keep an eye on unemployment data from the UK. GBPINR (March) is likely to rise towards 100.50 levels for the day

Economic Calendar

TIME (IST)	COUNTRY	DATA & EVENTS	FORECAST	PREVIOUS
12:30 PM	UK	Unemployment Rate (Jan)	4.00%	4.10%
12:30 PM	Europe	German WPI (YoY) (Feb)	-	16.20%
3:30 PM	Europe	German ZEW Economic Sentiment (Mar)	10.00	54.30
3:30 PM	Europe	Industrial Production (MoM) (Jan)	0.10%	1.20%
4:30 PM	US	OPEC Monthly Report	-	-
6:00 PM	US	Core PPI (YoY) (Feb)	8.70%	8.30%
6:00 PM	US	PPI (MoM) (Feb)	0.90%	1.00%



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