

November 7, 2022

## Daily Currency Outlook

### Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
USDINR	Nov Futures	Sell	82.20	81.90	82.35	1 day

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# Rupee Outlook and Strategy

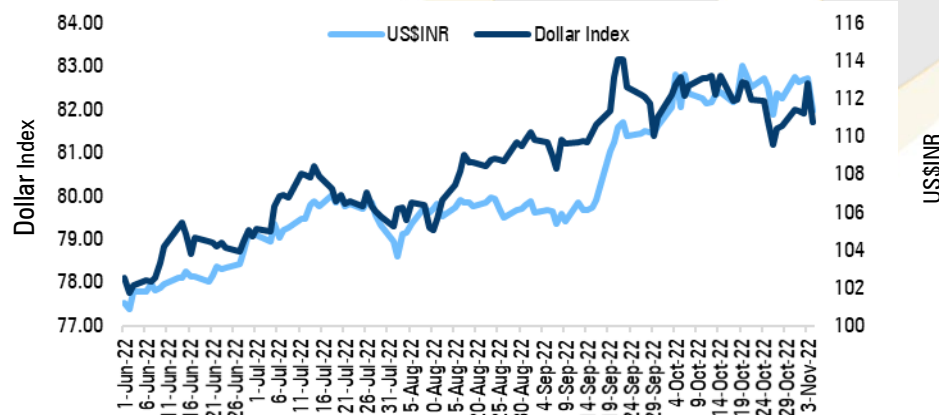
## Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (28th Nov)	82.45	-0.70%	3548130	-234035	4156209	1268296
EURINR (28th Nov)	80.94	-0.21%	86774	432	201726	-49075
GBPINR (28th Nov)	92.58	-1.09%	139595	19959	340307	-40652

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (28th Nov-22)	82.09	82.27	82.56	82.74	83.03
US\$INR (28th Dec-22)	82.26	82.46	82.80	83.01	83.35
EURINR (28th Nov-22)	80.67	80.81	80.99	81.12	81.30
EURINR (28th Dec-22)	81.08	81.21	81.36	81.48	81.64
GBPINR (28th Nov-22)	92.10	92.34	92.72	92.96	93.34
GBPINR (28th Dec-22)	92.45	92.69	93.08	93.32	93.71
JPYINR (28th Nov-22)	55.79	55.90	56.06	56.17	56.33
JPYINR (28th Dec-22)	56.08	56.20	56.40	56.53	56.73

## Dollar Index vs US\$INR



- The US dollar slipped on Friday amid a rise in risk appetite in global markets and mixed batch of economic data from country. US non-farm payrolls data showed more new jobs were added in the economy whereas unemployment rate ticked higher and annual wage increases have eased
- Rupee future maturing on November 28 appreciated by 0.70% on Friday amid weakness in the dollar, rise in risk appetite in domestic markets and FII inflows. Meanwhile, a surge in crude oil prices prevented further gains in the rupee
- The rupee is expected to appreciate a bit further today amid weakness in dollar and optimistic domestic market sentiments. Meanwhile, US job report has exhibited that wage growth is slowing but not that fast enough to reduce the pace of rate hike. Additionally, surge in crude oil prices will hurt rupee. US\$INR (November) is expected to trade in a range of 81.90-82.30

## US\$INR Strategy

### US\$INR Nov futures contract (NSE)

Sell US\$INR in the range of 82.18-82.20

Target: 81.90

Stoploss: 82.35

Support: 82.00/81.90

Resistance: 82.35/82.45

## Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
GBPINR	Nov Futures	Sell	93.59	93.30	93.80	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
DX	110.74	112.80	-1.83%
US\$INR	81.96	82.73	-0.93%
EURUSD	0.9957	0.9745	2.18%
EURINR	81.63	80.60	1.28%
GBPUSD	1.1372	1.1157	1.93%
GBPINR	93.21	92.22	1.07%

## 10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	7.469	7.481	-0.012
US	4.164	4.154	0.01
UK	3.538	3.498	0.04
Japan	0.247	0.249	-0.002
Germany	2.294	2.247	0.047

## Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	18565.51	17787.1	778.41
Debt	432.11	327.95	104.16
Net			882.57

- The Euro appreciated by 2.18% on Friday amid weakness in the dollar and optimistic global market sentiments. However, disappointing economic data from euro area prevented further upside in the single currency. German factory orders fell 4% in September 2022 and Euro Area final services PMI data showed activity in sector contracted for a third consecutive month
- The Euro is expected to trade with a positive bias amid weakness in the dollar and rise in risk appetite in global markets. Further, expectation of improved economic data from Germany may support euro. German Industrial production is likely to increased by 0.2% in September 2022 compared to 0.8% decline in August 2022. EURINR (November) is expected to trade in a range of 81.60-82.10
- The pound appreciated by 1.93% on Friday amid softening of dollar, rise in risk appetite in global markets and upbeat economic data from UK. UK Construction PMI rose to 53.2 in October 2022 from 52.3 in September 2022
- The pound is expected to trade with a positive bias mainly on the back of weakness in dollar and optimistic global market sentiments. Meanwhile, sharp upside may be capped as BOE said borrowing cost were likely to go up less than market expectation and warned that the Britain is facing risk of its longest recession. Additionally, expectation of disappointing economic data from Britain may hurt sterling. GBPINR (August) is expected to trade in a range of 93.40-94.00

Data	Country	Time	Actual	Expected	Previous	Impact
German Industrial Production m/m	Europe	12:30 PM	-	0.20%	-0.80%	Medium
Halifax HPI m/m	UK	12:30 PM	-	-0.40%	-0.10%	Medium
Sentix Investor Confidence	Europe	3:00 PM	-	-35.2	-38.3	Medium



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