

April 10, 2023

Daily Currency Outlook

Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
USDINR	Apr Futures	Buy	82.00	82.20	81.90	1 day

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Rupee Outlook and Strategy

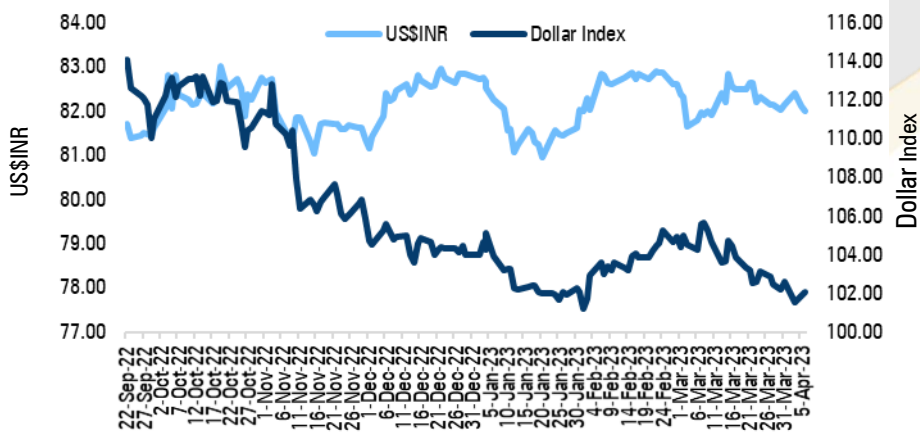
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (26th Apr)	81.99	-0.17%	3024236	-241383	2991624	-750410
EURINR (26th Apr)	89.46	-0.43%	144756	-21668	178543	-29461
GBPINR (26th Apr)	102.22	-0.07%	212345	-14367	148536	-54819

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	81.76	81.87	82.01	82.12	82.26
US\$INR (May)	81.92	82.02	82.17	82.27	82.42
EURINR (Apr)	89.20	89.33	89.43	89.56	89.66
EURINR (May)	89.45	89.60	89.70	89.85	89.95
GBPINR (Apr)	101.78	102.00	102.14	102.36	102.50
GBPINR (May)	101.96	102.20	102.32	102.56	102.69
JPYINR (Apr)	62.34	62.44	62.60	62.69	62.85
JPYINR (May)	62.71	62.80	62.95	63.04	63.19

Dollar Index vs US\$INR



- The US dollar index edged up on Friday as job data from the US signalled that the Fed may increase interest rates by another 25 bps in the next meeting. Unemployment rate in the US declined to 3.5% in March 2023 against expectations of 3.6% and non-farm payrolls increased by 236,000 in March compared to market forecast of 228,000
- Rupee future maturing on April 26 appreciated by 0.17% on Thursday amid an uptick in domestic equity markets
- The rupee is likely to trade with a negative bias amid strong US dollar index. Further, the rupee may depreciate as the Reserve Bank of India keeps interest rates unchanged at 6.50%. Meanwhile, a sharp depreciation may be prevented on FII inflows in domestic equity markets. US\$INR is expected to trade towards the level of 82.20 as long as it sustains above the key support level of 81.90

US\$INR Strategy

USDINR Apr futures contract (NSE)

Buy USDINR in the range of 82.00-82.02

Target: 82.20

Stoploss: 81.90

Support: 81.90/81.80

Resistance: 82.20/82.30

Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
USDINR	Apr Futures	Sell	82.10	81.80	82.30	Exit in Profit

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	102.09	101.92	0.17%
US\$INR	81.99	82.13	-0.16%
EURUSD	1.0898	1.0918	-0.18%
EURINR	89.46	89.84	-0.42%
GBPUSD	1.2411	1.2438	-0.22%
GBPINR	102.19	102.29	-0.10%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	7.219	7.273	-0.054
US	3.413	3.314	0.099
UK	3.405	3.418	-0.013
Japan	0.458	0.461	-0.003
Germany	2.181	2.197	-0.016

Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	7375.17	6552.71	822.46
Debt	858.15	1995.91	-1137.76
Net			-315.3

- The Euro depreciated by almost 0.20% on Friday amid a strong US dollar. Further, the Euro came under pressure as Italy is likely to confirm its budget deficit targets for this year and next as the Treasury aims for tighter fiscal policy to limit the impact of rising eurozone interest rates
- The Euro is expected to trade on a bearish note amid strength in the US dollar index. EURUSD is likely to break the key support level of 1.0880 to continue its downward trend towards the level of 1.0860. EURINR is expected to trade in downward trend towards the level of 89.00
- The pound continued to trade in a downward trend on Friday amid a strong US dollar index. Further, the pound tumbled as the US economy added more jobs than market expectations
- The pound is expected to trade with a negative bias amid rise in US dollar index. GBPUSD is likely to break the key support level of 9 DMA at 1.2400 to continue its downward trend towards the level of 1.2360. GBPINR is expected to trade in downward trend towards the level of 101.80

Economic Calendar

Data	Country	Time	Actual	Expected	Previous	Impact
IMF Meetings	US	8:30 PM	-	-	-	Medium



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