

April 11, 2023

# Daily Currency Outlook

## Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
EURINR	Apr Futures	Sell	89.50	89.20	89.70	1 day

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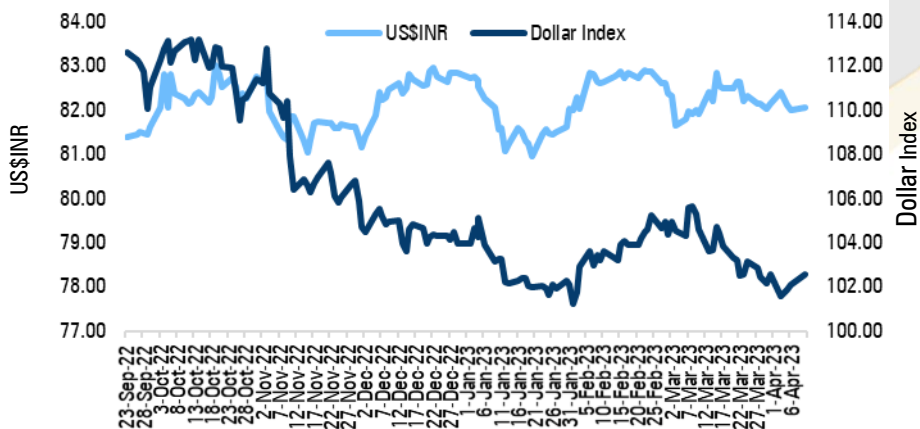
## Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (26th Apr)	82.06	0.09%	2955814	-68422	1420669	-1570955
EURINR (26th Apr)	89.46	0.00%	147411	2655	101598	-76945
GBPINR (26th Apr)	101.87	-0.34%	199283	-13062	161523	12987

## Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	81.77	81.91	82.00	82.14	82.22
US\$INR (May)	81.93	82.07	82.15	82.29	82.37
EURINR (Apr)	89.12	89.29	89.43	89.60	89.74
EURINR (May)	89.42	89.58	89.71	89.88	90.01
GBPINR (Apr)	101.37	101.62	101.82	102.07	102.27
GBPINR (May)	101.57	101.79	102.00	102.23	102.44
JPYINR (Apr)	61.65	61.85	62.06	62.26	62.47
JPYINR (May)	61.99	62.18	62.41	62.60	62.84

## Dollar Index vs US\$INR



- The US dollar edged higher on Monday after Friday's solid jobs report boosted expectations of a US interest rate hike in May. Meanwhile, further upside was prevented as the conference board employment trends index declined in March to 116.24, down from a downwardly revised 116.75 in February 2023
- Rupee future maturing on April 26 depreciated by 0.09% on Monday amid a strong US dollar
- The rupee is likely to trade with a negative bias amid a rise in US dollar index. Meanwhile, a sharp depreciation may be prevented on FI inflows in domestic equity markets and weakness in crude oil prices. US\$INR is expected to surpass the hurdle of 82.12 to continue its upward trend towards the level of 82.20 for the day

## EURINR Strategy

### EURINR Apr futures contract (NSE)

Sell EURINR in the range of 89.48-89.50

Target: 89.20

Stoploss: 89.70

Support: 89.20/89.10

Resistance: 89.70/89.80

## Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
USDINR	Apr Futures	Buy	82.00	82.20	81.90	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	102.54	102.09	0.44%
US\$INR	82.06	81.99	0.09%
EURUSD	1.0853	1.0898	-0.41%
EURINR	89.46	89.46	0.00%
GBPUSD	1.2382	1.2411	-0.23%
GBPINR	101.87	102.19	-0.31%

## 10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	7.227	7.219	0.008
US	3.421	3.413	0.008
UK	3.405	3.405	0
Japan	0.463	0.458	0.005
Germany	2.190	2.181	0.009

## Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	5646.74	5192.48	454.26
Debt	770.93	462	308.93
Net			763.19

- The Euro tumbled more than 0.40% yesterday amid an uptick in the US dollar. Meanwhile, further downside was prevented after ECB policymaker Pablo Hernandez de Cos said core inflation in the eurozone is likely to stay high for the rest of 2023, leaving the door open for further interest rate hikes
- The Euro is expected to trade on a bearish note amid a strong US dollar. Further, market participants will closely watch retail sales (MoM) data from the Euro area, which is expected to drop from 0.3% to -0.8%. EURUSD is likely to break the level of 1.0830 to continue its downward trend towards the level of 1.0810. EURINR is expected to drop towards the level of 89.20
- The pound remained volatile and depreciated by 0.23% on Monday amid a rise in the US dollar. Further, the pound came under pressure as US employers hired at a strong pace in March, adding 236,000 jobs that pushed unemployment down to 3.5%, signalling labour market resilience that will keep the Federal Reserve on track to raise rates again next month
- The pound is expected to trade with a negative bias amid a stronger US dollar. GBPUSD is likely to break the key support level of 1.2360 to continue its downward trend towards the level of 20 DMA at 1.2315 in the coming trading sessions. GBPINR is expected to continue its downward trend towards the level of 101.50

# Economic Calendar

Data	Country	Time	Actual	Expected	Previous	Impact
Retail Sales (MoM) (Feb)	Europe	2:30 PM	-	-0.80%	0.30%	Medium
IMF Meetings	Europe	8:30 PM	-	-	-	Medium



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