

April 26, 2023

Daily Currency Outlook

Daily Recommendation

Currency Pair	Contract	Action	Price	Target	Stoploss	Duration
GBPINR	May Futures	Sell	102.15	101.85	102.35	1 day

Research Analysts

Raj Deepak Singh
rajdeepak.singh@icicisecurities.com

Saif Mukadam
saif.mukadam@icicisecurities.com

Rishikesh Lilawat
rishikesh.lilawat@icicisecurities.com

Anup Sahu
anup.sahu@icicisecurities.com

Rupee Outlook and Strategy

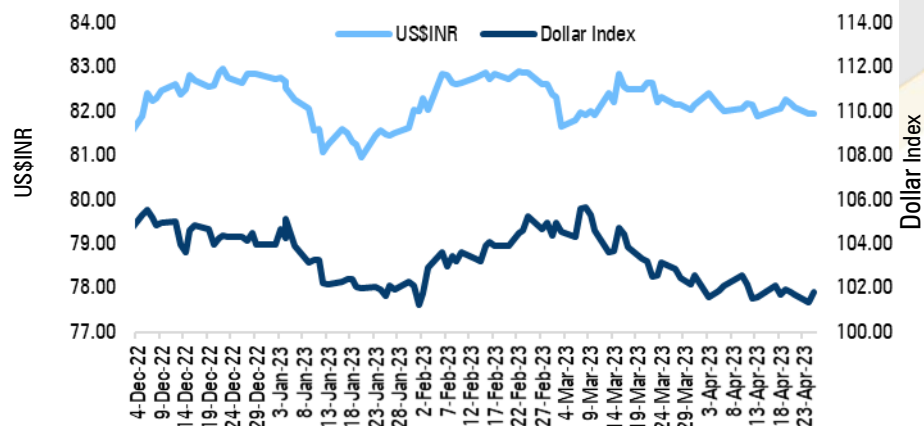
Domestic Currencies

Futures	Close	% Change	Open Interest	Change in OI	Volume	Change in Vol
USDINR (26th Apr)	81.95	0.02%	1956450	-554380	2304384	560998
EURINR (26th Apr)	90.27	0.11%	94003	-36735	174056	30566
GBPINR (26th Apr)	101.99	0.12%	116508	-27208	219521	28183

Pivot levels

Futures	S2	S1	Pivot	R1	R2
US\$INR (Apr)	81.81	81.88	81.93	82.00	82.06
US\$INR (May)	81.93	82.00	82.05	82.12	82.17
EURINR (Apr)	90.05	90.18	90.37	90.50	90.69
EURINR (May)	90.22	90.33	90.56	90.67	90.90
GBPINR (Apr)	101.76	101.86	102.05	102.15	102.35
GBPINR (May)	101.90	102.02	102.24	102.36	102.58
JPYINR (Apr)	60.81	60.99	61.12	61.29	61.42
JPYINR (May)	61.23	61.40	61.52	61.69	61.82

Dollar Index vs US\$INR



- The US dollar edged up more than 0.50% on Tuesday amid risk aversion in global markets. Further, the dollar was supported as the sales of new single-family houses in the US unexpectedly jumped 9.3% MoM to a seasonally adjusted annualized rate of 683,000 in March 2023, the highest in a year and beating forecasts of 630,000
- Rupee future maturing on April 26 depreciated marginally by 0.02% on Tuesday amid uptick in US dollar
- The rupee is likely to trade with a negative bias amid strong US dollar and risk aversion in global markets. Market sentiments were hurt on renewed worries about the banking sector and the outlook for the global economy. Meanwhile, core durable goods orders in the US are expected to drop 0.2%. US\$INR is expected to rise towards the level of 82.25 as long as it sustains above the key support level of 81.97

GBPINR Strategy

GBPINR May futures contract (NSE)

Sell GBPINR in the range of 102.15-102.17

Target: 101.85

Support: 101.85/101.70

Stoploss: 102.35

Resistance: 102.35/102.50

Follow-up

Currency Pair	Contract	Action	Price	Target	Stoploss	Comment
GBPINR	Apr Futures	Buy	101.90	102.20	101.70	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
DXY	101.84	101.32	0.51%
US\$INR	81.95	81.94	0.02%
EURUSD	1.0972	1.1045	-0.66%
EURINR	90.27	90.17	0.12%
GBPUSD	1.2406	1.2485	-0.63%
GBPINR	101.99	101.87	0.12%

10 year government - Global Bonds Yields

Country	Close	Pvs. Close	Change
India	7.110	7.111	-0.001
US	3.403	3.494	-0.091
UK	3.688	3.783	-0.095
Japan	0.472	0.470	0.002
Germany	2.342	2.510	-0.168

Daily Trends in FPI Investment

Segment	Purchase	Sell	Net Rs Crore
Equity	6201.09	6537.12	-336.03
Debt	667.15	1666.95	-999.8
Net			-1335.83

- The Euro fell nearly 0.70% yesterday amid a rise in the US dollar and sharp drop in German 10 years bond yields. Further, the Euro was pressurised after German Finance Minister Christian Lindner said Europe's Stability and Growth Pact has not sufficiently fulfilled the hopes placed in it so far
- The Euro is expected to trade on a bearish note amid a strong US dollar and expectations of weak economic data from the Euro area. EURUSD is likely to break the level of 1.0950 to continue its downward trend towards the level of 1.0920. EURINR is expected to break the level of 90.40 to trade in a downward trend towards the level of 90.20
- The pound depreciated more than 0.60% on Tuesday amid an uptick in the US dollar and decline in UK 10 years bond yields. Further, the pound dropped after data showed Britain recorded a bigger-than-expected budget deficit of £21.53 billion (\$26.87 billion) in March, capping off the fourth-highest borrowing for a financial year since records started
- The pound is expected to trade with a negative bias amid strong US dollar. Further, the pound may be pressurised as labour productivity in the UK, as measured by output per hour worked is expected to drop by 0.3%. GBPINR is likely to break the level of 20 DMA at 102.00 to trade in a downward trend towards the key support level of 101.85

Economic Calendar

Data	Country	Time	Actual	Expected	Previous	Impact
GfK German Consumer Climate (May)	Europe	11:30 AM	-	-27.9	-29.5	Medium
Labour Productivity (Q4)	UK	2:00 PM	-	0.30%	0.90%	Medium
Goods Trade Balance (Mar)	US	6:00 PM	-	-89.00B	-91.99B	Medium
Core Durable Goods Orders (MoM) (Mar)	US	6:00 PM	-	-0.20%	-0.10%	High



Pankaj Pandey

Head – Research

pankaj.pandey@icicisecurities.com

ICICI Direct Research Desk,
ICICI Securities Limited,
1st Floor, Akruti Trade Centre,
Road No 7, MIDC,
Andheri (East)
Mumbai – 400 093
research@icicidirect.com

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