

HDFC securities Retail Research

Currency Daily

14 March 2024



Currency Movements

Name	Current Price	Previous Close*	Change	% Change
USDINR	82.860	82.775	0.085	0.10%
DXY Index	102.82	102.90	-0.08	-0.08%
EURUSD	1.0946	1.094	0.001	0.06%
GBPUSD	1.2797	1.280	0.000	0.00%
USDJPY	147.76	148.01	-0.250	-0.17%
USDCNH	7.1967	7.199	-0.002	-0.03%
US 10 Yr. Yield	4.186	4.166	0.019	0.47%
USDINR 1M FWD	82.92	82.92	0.00	0.00%
India 10 Yr. Yield	7.041	7.027	0.014	0.20%

Global Equity Markets

Name	Current Price	Previous Close	Change	% Change
Nifty	21998	22336	-338	-1.51%
Sensex	72762	73668	-906	-1.23%
Hang Seng	17105	17082	23	0.13%
Nikkie	38541	38696	-155	-0.40%
Shanghai	3049	3044	6	0.18%
S&P Index	5165	5175	-10	-0.19%
Dow Jones	39043	39005	38	0.10%
Nasdaq	18068	18219	-151	-0.83%
FTSE	7772	7748	24	0.31%
CAC	8138	8087	50	0.62%
DAX	17961	17965	-4	-0.02%

* Prev. Close 5pm IST

Market Roundup

- ▶ The Indian rupee is expected to open flat after witnessing weakness in the past two trading sessions. Rising oil and metal prices, foreign fund outflows and haven demand could drag the rupee towards 83 in the coming days.
- ▶ On Wednesday, spot USDINR gained 0.1% to 82.86, up for the second day in a trot. The selling of a stake in an Indian listed firm by the foreign entity led to dollar outflows, which weighed on the local rupee. In the near term, spot USDINR is expected to head towards 83 amid financial year-end adjustment and risk-averse moods. But the trend remains bearish as long as it trades below 83.30 while on the downside 82.60 will act as support.
- ▶ An index of the dollar was steady after a decline in the previous session, and the yen was marginally stronger at around 147 per dollar. Euro traded slightly lower after ECB's Villeroy said June is more likely than April for a first move when it comes to interest-rate cuts. While pound gained as data showed the UK economy rebounded in January, registering modest growth after falling into a technical recession in the second half of last year. The yield on 10-year US Treasuries is up 4 basis points to 4.19%.
- ▶ Asian equities traded within tight ranges after a drop in technology stocks led to small declines in US shares.
- ▶ Elsewhere, WTI extended its biggest gain in five weeks after US crude stockpiles shrank and Ukraine's drone attacks on a Russian refinery. US inventories fell by 1.54 million barrels last week, EIA data showed. Cushing supplies also dropped.
- ▶ US data due later in the week will offer further signs of the health of the US economy and the effect of monetary policy. Retail sales, producer prices, jobless claims and consumer sentiment figures are among the reports due this week, ahead of the Federal Reserve's interest rate decision next week.

USDINR March Futures Daily Chart



Technical Observations:

- ▶ USDINR March futures took support at a lower line of the downward-sloping channel.
- ▶ The pair is closed above 10 DEMA after touching 21 DEMA.
- ▶ Though, it has recovered in the past three days, the medium-term trend remained bearish.
- ▶ Momentum Oscillator, RSI of 14 days indicated a short-term bounce as it has been heading higher.
- ▶ Minor long buildup has been seen as the price and open interest gained.
- ▶ **Short Term Trend: Short Covering**
- ▶ **Expected Trading Range: 83.05 to 82.70**
- ▶ **Intraday Recommendation: Buy USDINR Mar. Fut. at 82.80 SL 82.70 Target 82.94**

Currency Derivative Price Actions

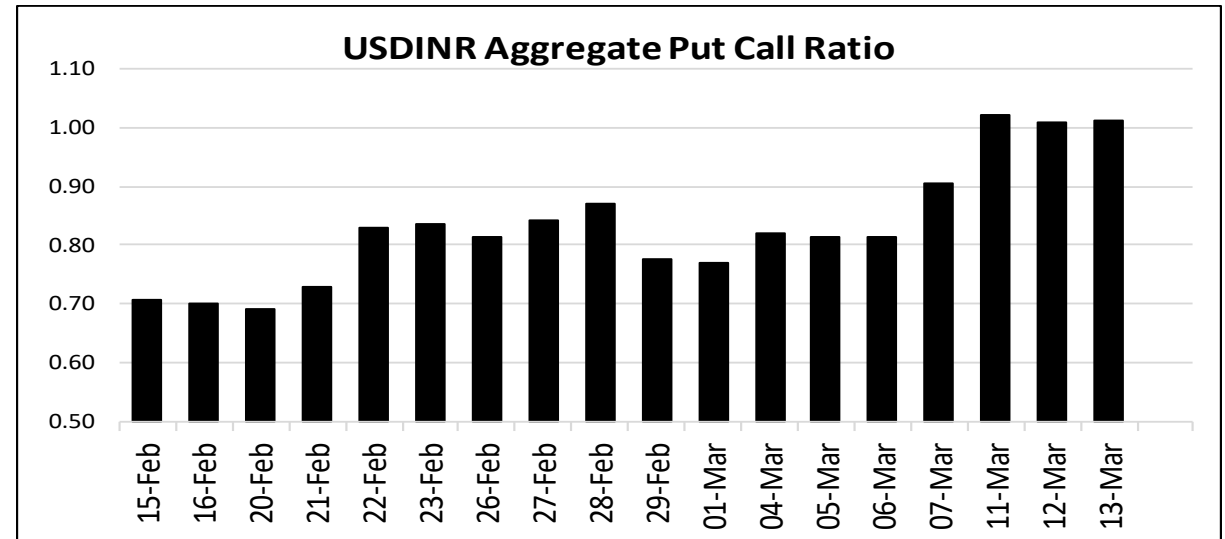
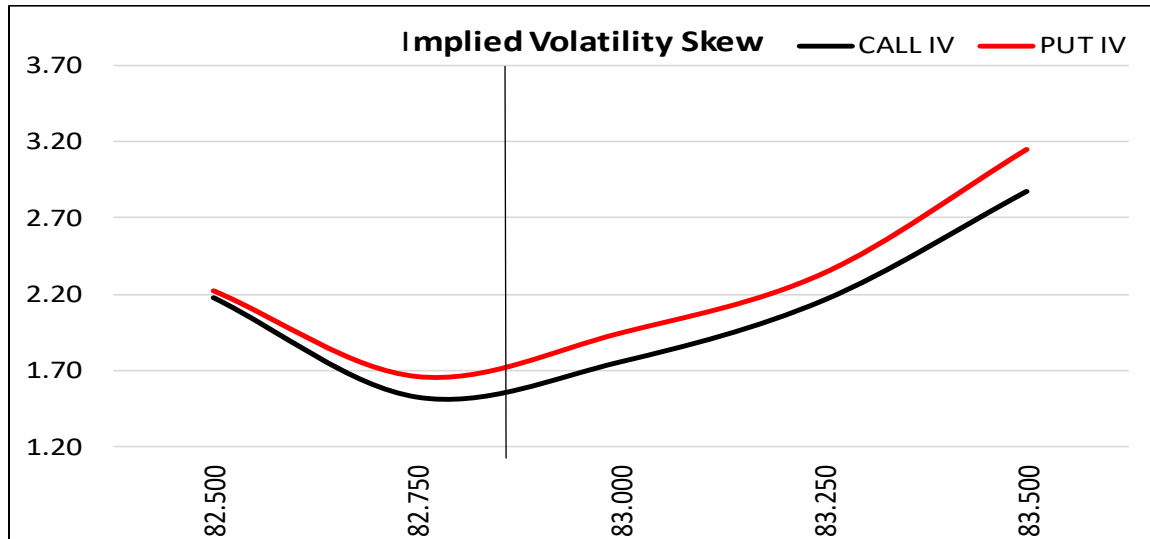
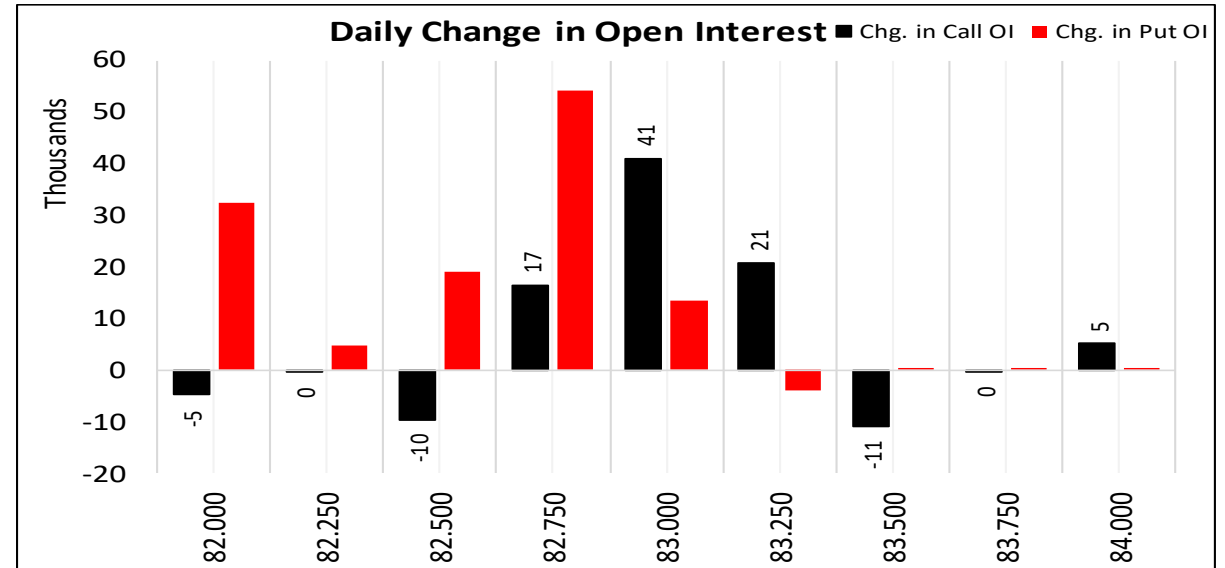
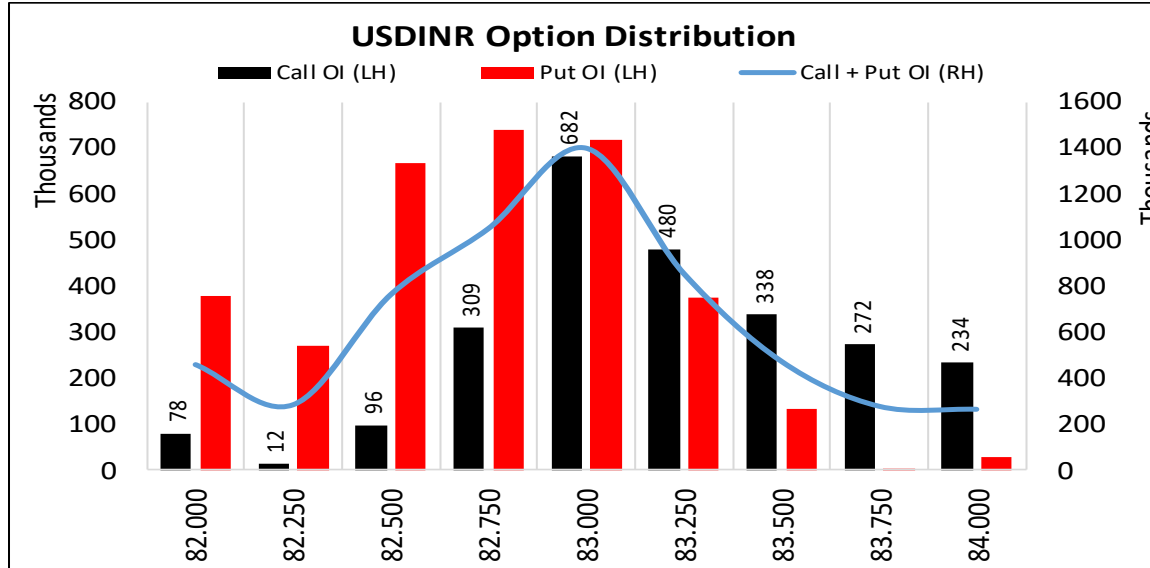
Currency Pair	Open	High	Low	Close	Prev. Close	% Change	Open Interest	% Chg. in OI	Agg. OI	% Chg. In Agg. OI	Volume	% Chg. Volume
USDINR Mar Fut	82.8075	82.9350	82.8050	82.8625	82.8025	0.07%	3,061,919	0.0%	6,391,287	0.9%	1,397,067	12.5%
EURINR Mar Fut	90.5025	90.6425	90.5025	90.6225	90.5500	0.08%	135,742	2.8%	229,054	3.7%	89,390	14.8%
GBPINR Mar Fut	105.9500	106.0650	105.8500	105.9725	105.9125	0.06%	252,493	1.1%	398,497	2.5%	132,587	-16.1%
JPYINR Mar Fut	56.3925	56.4025	56.1450	56.1600	56.3425	-0.32%	90,681	-4.0%	111,620	-0.9%	58,854	-35.8%
EURUSD Mar Fut	1.0936	1.0937	1.0919	1.0939	1.0939	0.00%	562	0.0%	562	0.0%	38	123.5%
GBPUSD Mar Fut	1.2782	1.2797	1.2770	1.2791	1.2785	0.05%	2,234	9.6%	2,236	9.7%	217	352.1%
USDJPY Mar Fut	146.91	147.82	146.90	147.67	146.96	0.48%	109	1.9%	109	1.9%	37	8.8%

Technical Levels

Currency Pair	Trend*	Close	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3	5 DMA	20 DMA	RSI
USDINR Mar Fut	Bullish	82.86	82.87	82.61	82.74	82.80	82.93	83.00	83.13	82.80	82.96	40.22
EURINR Mar Fut	Bullish	90.62	90.59	90.31	90.45	90.54	90.68	90.73	90.87	90.40	89.98	60.10
GBPINR Mar Fut	Bullish	105.97	105.96	105.53	105.75	105.86	106.08	106.18	106.39	105.80	105.15	60.10
JPYINR Mar Fut	Bullish	56.16	56.24	55.72	55.98	56.07	56.33	56.49	56.75	56.16	55.74	50.57
EURUSD Mar Fut	Bullish	1.0939	1.0932	1.0896	1.0914	1.0926	1.0944	1.0950	1.0968	1.0920	1.0838	60.76
GBPUSD Mar Fut	Bullish	1.2791	1.2786	1.2732	1.2759	1.2775	1.2802	1.2813	1.2840	1.2775	1.2668	60.62
USDJPY Mar Fut	Bullish	147.67	147.46	145.62	146.54	147.11	148.03	148.38	149.30	147.49	149.36	45.45

* Trend Auto generated with the help of Moving Average

USDINR March Month Option Charts



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