

# HDFC securities Retail Research

## Currency Daily

1 November 2023



### Currency Movements

Name	Current Price	Previous Close*	Change	% Change
USDINR	83.256	83.249	0.008	0.01%
DXY Index	106.74	106.03	0.710	0.67%
EURUSD	1.0571	1.0658	-0.009	-0.82%
GBPUSD	1.2142	1.2184	-0.004	-0.34%
USDJPY	151.25	150.71	0.540	0.36%
USDCNH	7.3359	7.3321	0.004	0.05%
US 10 Yr. Yield	4.918	4.831	0.087	1.80%
USDINR 1M FWD	83.330	83.340	-0.010	-0.01%
India 10 Yr. Yield	7.355	7.371	-0.016	-0.22%

### Global Equity Markets

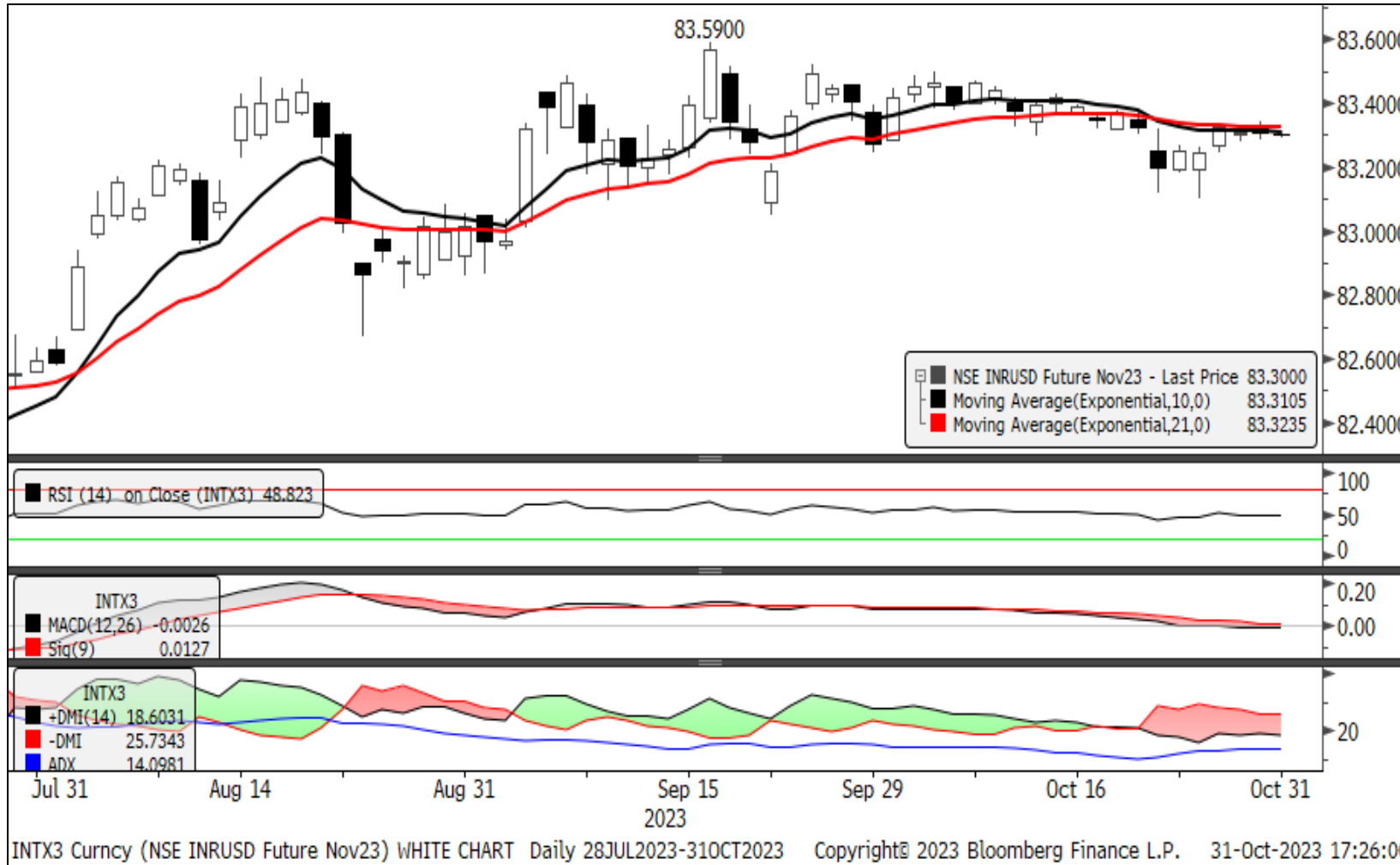
Name	Current Price	Previous Close	Change	% Change
Nifty	19080	19141	-61	-0.32%
Sensex	63875	64113	-238	-0.37%
Hang Seng	17021	17112	-92	-0.54%
Nikkie	31377	30859	518	1.68%
Shanghai	3018	3019	-1	-0.03%
S&P Index	4194	4167	27	0.65%
Dow Jones	33053	32929	124	0.38%
Nasdaq	14410	14336	74	0.52%
FTSE	7322	7327	-6	-0.08%
CAC	6886	6825	61	0.89%
DAX	14810	14717	94	0.64%

\* Prev. Close 5pm IST

### Market Roundup

- ▶ The Indian rupee is expected to open slightly lower following strength in the greenback versus major currencies. However, the lower crude oil prices and stronger regional currencies could limit the loss. The implied opening from forwards suggests the spot USDINR may start trading around 83.28.
- ▶ It was another day where the Indian rupee lacked direction and traded in a narrow range of mere 4 paise through the day. Spot USDINR settled at 83.26 a paise higher from 83.25 on Tuesday. The fear of central bank intervention and lower crude oil prices supported the rupee even after the stronger dollar index and foreign fund outflows.
- ▶ Technically, spot USDINR is expected to remain between 83 to 83.30 and either side breakout will lead to a surge in volume and volatility.
- ▶ The government data showed that eight key infrastructure sectors' growth slowed to a 4-month low of 8.1% in September 2023 against 8.3% a year ago.
- ▶ The central government's fiscal deficit touched 39.3% of the full-year target in the first half of the current financial year, slightly higher than 37.3% recorded in the year-ago period.
- ▶ The yen strengthened against all Group-of-10 peers after Japan's Ministry of Finance stepped up its verbal intervention to prop up the currency. On Monday, The yen tumbled to its lowest mark in a year against the dollar after the Bank of Japan underwhelmed investors looking for a decisive unwind of yield curve control. A Bloomberg gauge of the dollar rallied for the first day in three.
- ▶ In other markets, oil advanced after slumping in the first two days of the week, as a still-contained Israel-Hamas war caused attention to shift to global demand.

USDINR Nov Futures Hourly Chart



Technical Observations:

- ▶ USDINR Nov fut. hovering below 10 and 21 DEMA for the last three days with narrow price actions.
- ▶ Momentum Oscillator, RSI of 14 days period is placed below 50 and flattening indicating lackluster momentum.
- ▶ MACD has been placed below a zero line exhibiting a weak trend.
- ▶ Minor short buildup was seen as the price declined while open interest and volume gained.
- ▶ **Short Term Trend: Neutral/Sideways**
- ▶ **Expected Trading Range: 83.05 to 83.40**
- ▶ **Intraday Recommendation: Sell USDINR Nov. Fut. Below 83.20 SL 83.35 Target 83**

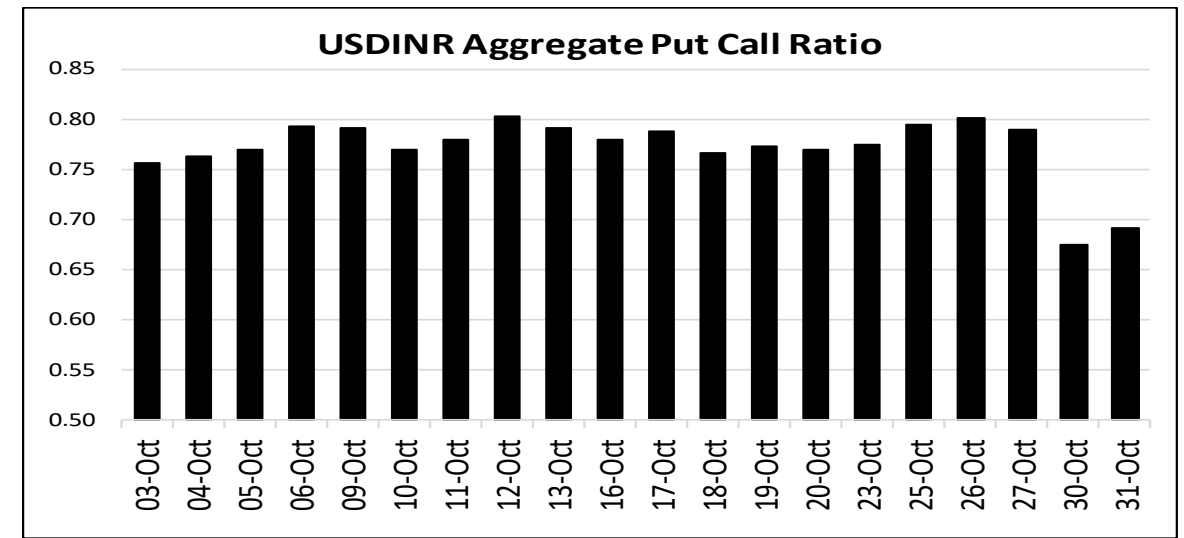
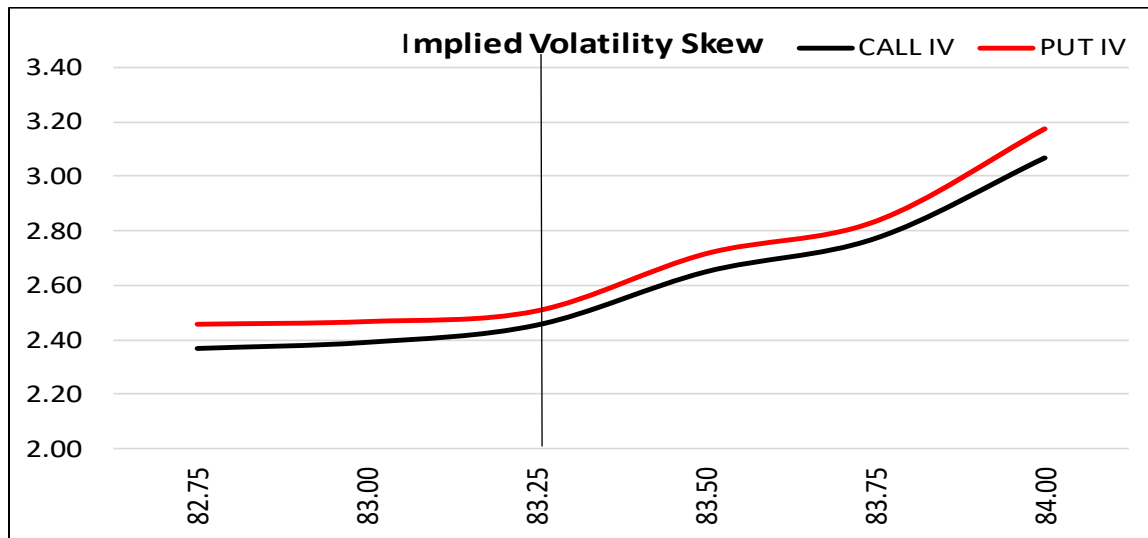
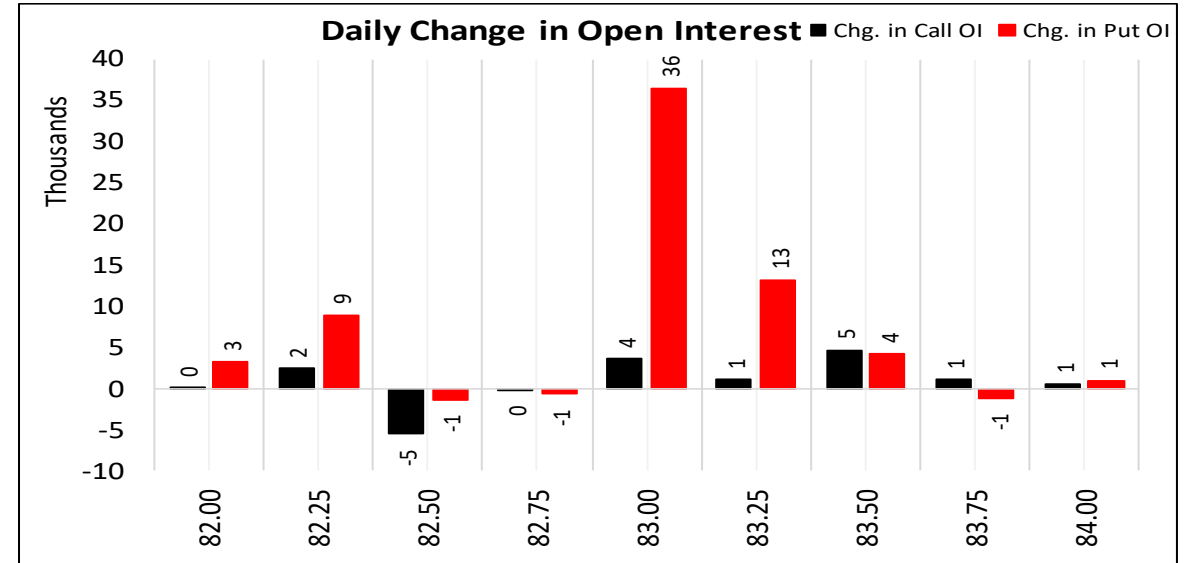
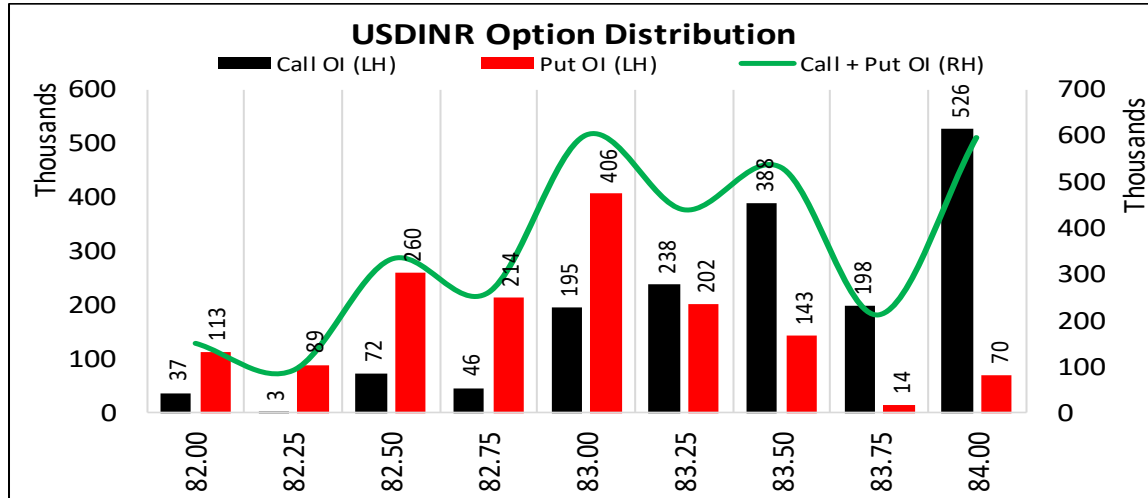
### Currency Derivative Price Actions

Currency Pair	Open	High	Low	Close	% Change	Open Interest	% Chg. in OI	Agg. OI	% Chg. In Agg. OI	Volume	% Chg. Volume
USDINR Nov Fut	83.3025	83.3150	83.2900	83.3025	-0.01%	5,330,363	1.2%	6,887,638	0.7%	1,257,881	67.9%
EURINR Nov Fut	88.3750	88.9800	88.3175	88.9025	0.77%	139,950	30.8%	173,616	31.6%	272,722	75.7%
GBPINR Nov Fut	101.2050	101.6450	101.1525	101.5900	0.53%	174,765	-3.8%	211,339	-1.6%	234,215	3.8%
JPYINR Nov Fut	55.9525	55.9525	55.5700	55.5875	-0.70%	114,058	16.2%	129,004	19.0%	93,984	61.7%
EURUSD Nov Fut	1.0613	1.0681	1.0610	1.0663	0.62%	1,104	5.6%	1,118	6.7%	495	1202.6%
GBPUSD Nov Fut	1.2162	1.2195	1.2128	1.2191	0.50%	800	8.1%	801	8.1%	227	39.3%
USDJPY Nov Fut	148.83	149.84	148.83	149.79	0.43%	1,243	23.4%	1,445	19.7%	412	956.4%

### Technical Levels

Currency Pair	Close	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3	5 DMA	20 DMA	RSI
USDINR Nov Fut	83.30	83.30	83.25	83.28	83.29	83.32	83.33	83.35	83.30	83.36	48.99
EURINR Nov Fut	88.90	88.73	87.41	88.07	88.49	89.15	89.40	90.06	88.25	88.18	56.23
GBPINR Nov Fut	101.59	101.46	100.48	100.97	101.28	101.77	101.96	102.45	101.10	101.47	46.92
JPYINR Nov Fut	55.59	55.70	54.94	55.32	55.45	55.84	56.09	56.47	55.84	56.18	24.73
EURUSD Nov Fut	1.0663	1.0651	1.0509	1.0580	1.0622	1.0693	1.0722	1.0793	1.0594	1.0570	55.30
GBPUSD Nov Fut	1.2191	1.2171	1.2037	1.2104	1.2148	1.2215	1.2238	1.2305	1.2134	1.2154	48.06
USDJPY Nov Fut	149.79	149.49	147.47	148.48	149.13	150.14	150.50	151.51	149.63	149.46	59.85

USDINR Oct Month Option Charts



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