

HDFC securities Retail Research

Currency Daily

21 November 2023



Currency Movements

Name	Current Price	Previous Close*	Change	% Change
USDINR	83.346	83.270	0.076	0.09%
DXY Index	103.31	103.60	-0.290	-0.28%
EURUSD	1.0960	1.0924	0.004	0.33%
GBPUSD	1.2535	1.2466	0.007	0.55%
USDJPY	147.67	148.25	-0.580	-0.39%
USDCNH	7.1401	7.1716	-0.031	-0.44%
US 10 Yr. Yield	4.404	4.467	-0.062	-1.39%
USDINR 1M FWD	83.400	83.420	-0.020	-0.02%
India 10 Yr. Yield	7.257	7.216	0.041	0.57%

Global Equity Markets

Name	Current Price	Previous Close	Change	% Change
Nifty	19694	19732	-38	-0.19%
Sensex	65655	65795	-140	-0.21%
Hang Seng	17932	17778	154	0.87%
Nikkie	33355	33388	-33	-0.10%
Shanghai	3080	3068	12	0.38%
S&P Index	4547	4514	33	0.74%
Dow Jones	35151	34947	204	0.58%
Nasdaq	16027	15838	189	1.19%
FTSE	7496	7504	-8	-0.11%
CAC	7247	7234	13	0.18%
DAX	15901	15919	-18	-0.11%

* Prev. Close 5pm IST

Market Roundup

- ▶ Despite a decline in the dollar index, the Indian rupee fell to a fresh closing low of 83.35 against the US dollar on Monday. Declined in the local unit due to banks buying dollars for importers, including oil companies.
- ▶ The dollar index closed lower by 0.28% at 103.31 on Monday. The dollar had a decline due to market expectations that the US interest rate cycle may have reached its peak, as they keenly monitored any indications of the US Federal Reserve loosening monetary policy.
- ▶ Brent crude futures increased by 1.90% to \$81.95 per barrel following the expectation that the world's top oil exporter, Saudi Arabia, is planning to continue its oil production cuts into the upcoming year.
- ▶ Bank of England Governor Andrew Bailey said UK interest rates may have to rise again if inflation persists and that food and energy costs represent a major upside risk.
- ▶ India will auction 300 billion rupees of bonds through an auction on Nov. 24, according to a statement from the department of economic affairs.
- ▶ The market is eagerly awaiting the release of the minutes of the Fed meeting scheduled for Wednesday. However, the market believes that US policymakers might be done with rate hikes after the recent economic data.
- ▶ The Indian rupee is expected to open slightly negative amid mixed cues. Implied opening from forwards suggests the spot may be trading around the 83.42 range.

USDINR Nov Futures Daily Chart



Technical Observations:

- ▶ USDINR Nov Fut consolidated in the upper end range, and the pair retested short-term resistance at 83.40.
- ▶ The pair is settled above the short-term moving average of 21 days.
- ▶ Momentum Oscillator, RSI of 14 days period turned positive and is placed above 50 on the daily chart.
- ▶ MACD has been placed below a zero line and stayed below moving average.
- ▶ Long unwinding has been seen as price along with open interest fell.
- ▶ **Short Term Trend: Neutral to positive**
- ▶ **Expected Trading Range: 83.20 to 83.60**
- ▶ **Intraday Recommendation: Buy USDINR Nov. Fut. above 83.42 SL 83.29 Target 83.65**

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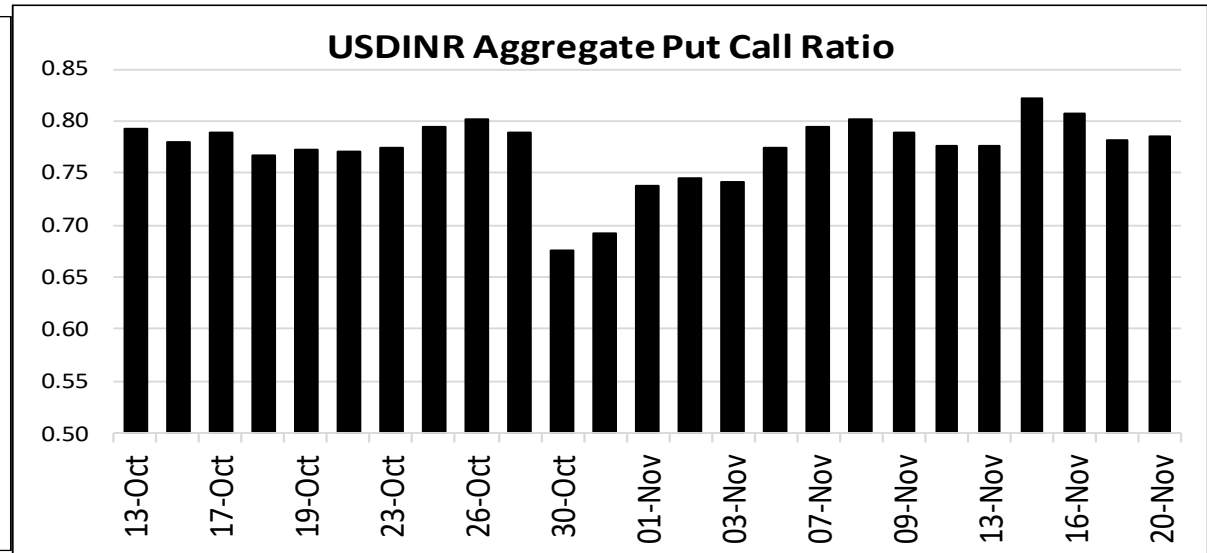
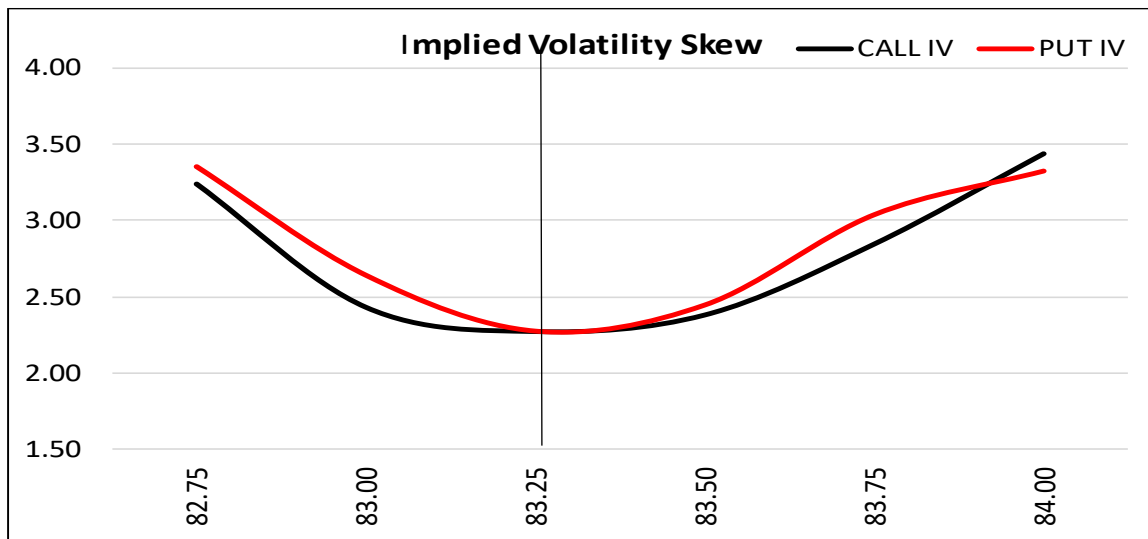
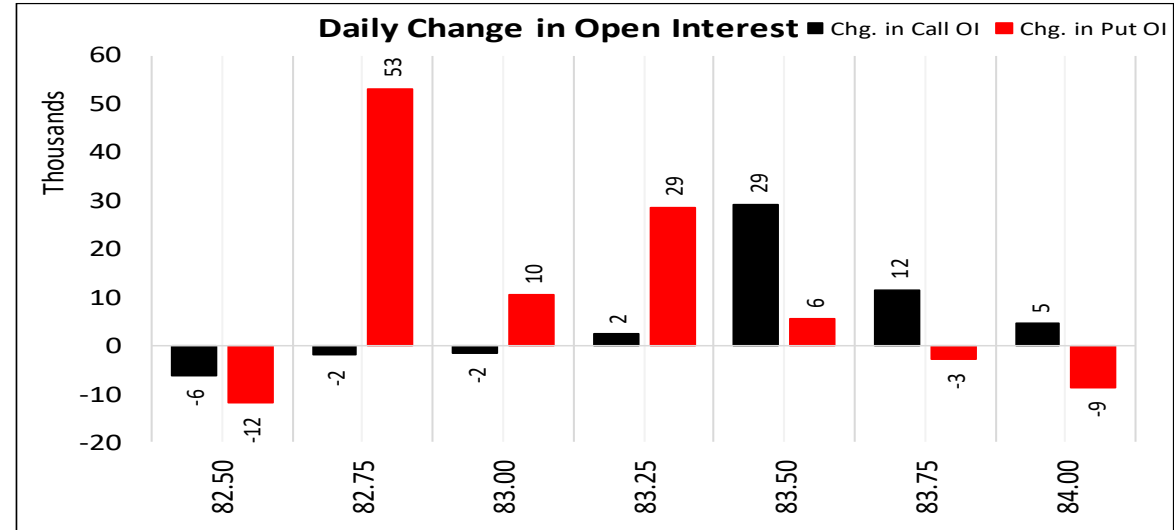
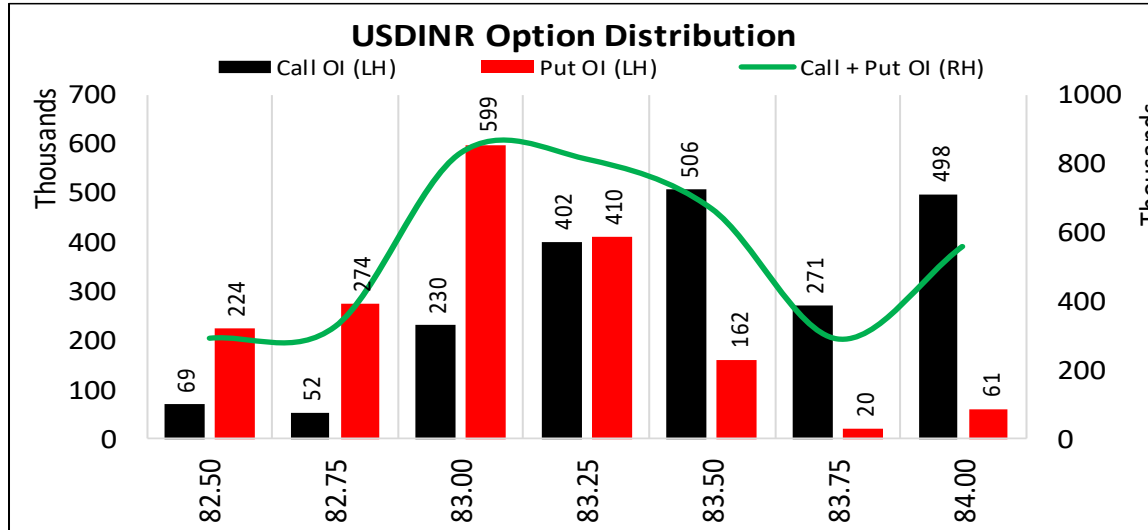
Currency Derivative Price Actions

Currency Pair	Open	High	Low	Close	% Change	Open Interest	% Chg. in OI	Agg. OI	% Chg. In Agg. OI	Volume	% Chg. Volume
USDINR Nov Fut	83.2750	83.3900	83.2450	83.3825	0.14%	4,714,731	-2.3%	8,103,704	-0.5%	1,612,976	6.6%
EURINR Nov Fut	90.8650	91.1575	90.8650	91.0775	0.63%	168,817	6.6%	302,870	16.8%	179,125	3.4%
GBPINR Nov Fut	103.8250	104.2450	103.8250	103.9325	0.43%	177,184	0.1%	273,218	8.3%	176,139	-28.7%
JPYINR Nov Fut	56.0000	56.3675	55.9275	56.3250	0.84%	97,668	-20.0%	124,368	-16.4%	130,695	12.7%
EURUSD Nov Fut	1.0917	1.0933	1.0913	1.0922	0.45%	1,606	19.4%	1,625	19.1%	576	260.0%
GBPUSD Nov Fut	1.2480	1.2500	1.2465	1.2467	0.33%	855	6.3%	872	6.2%	108	8.0%
USDJPY Nov Fut	148.72	148.92	147.90	148.01	-0.69%	562	-29.1%	835	-18.1%	400	29.9%

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	83.38	83.34	83.05	83.19	83.29	83.43	83.48	83.63	83.27	83.29	55.32
EURINR Nov Fut	91.08	91.03	90.45	90.74	90.91	91.20	91.33	91.62	90.27	89.02	72.47
GBPINR Nov Fut	103.93	104.00	103.16	103.58	103.76	104.18	104.42	104.84	103.26	102.04	63.55
JPYINR Nov Fut	56.33	56.21	55.33	55.77	56.05	56.49	56.65	57.09	55.58	55.66	58.23
EURUSD Nov Fut	1.0922	1.0923	1.0883	1.0903	1.0912	1.0932	1.0943	1.0963	1.0841	1.0688	70.05
GBPUSD Nov Fut	1.2467	1.2477	1.2407	1.2442	1.2455	1.2490	1.2512	1.2547	1.2367	1.2239	59.33
USDJPY Nov Fut	148.01	148.28	146.24	147.26	147.63	148.65	149.30	150.32	149.80	149.82	41.81

USDINR Oct Month Option Charts



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