

DATE: 11-01-2021

KEY HEADLINE

- The U.S. Dollar built on its gains from earlier in the week against the other major currencies on Friday, bringing it to its highest level since December 28 after dismal U.S. payrolls raised expectations for further stimulus measures to prop up an economy battered by the coronavirus and its related government lockdown measures. On Friday, March U.S. Dollar Index futures settled at 90.068, up 0.277 or +0.31%. The Labor Department said nonfarm payrolls decreased by 140,000 in December, the first decline in eight months, well below expectations that called for a still-weak increase of 71,000 jobs.
- Twitter Inc said on Friday that it has permanently suspended U.S. President Donald Trump's account due to the risk of further incitement of violence following the storming of the U.S. Capitol on Wednesday by hundreds of his supporters. "After close review of recent Tweets from the @realDonaldTrump account and the context around them we have permanently suspended the account due to the risk of further incitement of violence," the company said in a tweet. Social media companies have cracked down on Trump's accounts in the wake of the turmoil on Wednesday.
- Global investors were all in risk seeking mode in the first full week of 2021. That came despite all the headlines of surges in coronavirus infection and death, return to strict lockdowns, chaos in Washington and Joe Biden's certification as US President-Elect. Dollar didn't perform too well but there was surprisingly no deep selloff neither. Strong rally in US treasury yield was probably finally giving Dollar some support, which was in turn reflected in the selloff in Gold too. Is Dollar's finally building a base for sustainable rebound? We'd likely see very soon.
- The GBP/USD currency pair on Friday pulled back to trade at around 1.3535 following the latest round of US non-farm payrolls data. The currency pair continues to trade within an ascending wedge formation in the 60-min chart. The pair is now pinned between the 100-hour and the 200-hour SMA lines. The latest pullback prevented the currency pair from crossing to overbought levels of the 14-hour RSI. The GBP/USD currency pair is trading at the back of a relatively busy period in the US market.

Currency pair

Currencies	08/01/2020	01/01/2021	Change (%)
USDINR	73.39	73.29	0.14
EURINR	89.83	89.72	0.12
GBPINR	99.72	99.83	-0.11
JPYINR	70.69	71.03	-0.48

USDINR



Technical Outlook–

- On the Weekly Chart, it indicates a small red candle.
- Inverted Cup & Handle pattern is seen on long-term Chart which is near its breakdown level.
- Indicator RSI (14) will move below 50 on Weekly Chart.
- The near term trend shows Bearish signals.

Support-Resistance

LTP	S1	S2	R1	R2
73.39	72.70	72.00	74.20	75.00

RECOMMENDATION: BUY USDINR @ 74.00 SL 73.50 TARGET 75.00
SELL USDINR @ 73.00 SL 73.50 TARGET 72.00

EURINR



Technical Outlook–

- On the Weekly Chart, a rising channel is seen.
- Indicator RSI (14) will move above 70 Level.
- The near term trend shows consolidation signals.

Support-Resistance

LTP	S1	S2	R1	R2
89.83	88.75	87.50	90.75	92.00

RECOMMENDATION: BUY EURINR @ 90.50 SL 89.75 TARGET 92.00
SELL EURINR @ 89.00 SL 89.75 TARGET 87.50

GBPINR



Technical Outlook–

- On the Weekly chart, a small doji candle is formed.
- The momentum oscillator RSI (14) will remain between 50 to 70 level.
- The near term trend shows Consolidation Signals.

Support-Resistance

LTP	S1	S2	R1	R2
99.72	98.50	97.25	101.00	102.25

RECOMMENDATION: BUY GBPINR @ 100.25 SL 99.25 TARGET 102.25
SELL GBPINR @ 99.25 SL 100.25 TARGET 97.25

JPYINR



Technical Outlook–

- On the Weekly chart, a rectangle formation is seen.
- The momentum oscillator RSI (14) will move above 50 levels.
- The near term trend shows consolidation signs

Support-Resistance

LTP	S1	S2	R1	R2
70.69	70.00	69.25	71.50	72.25

RECOMMENDATION: BUY JPYINR @ 71.25 SL 70.75 TARGET 72.25

SELL JPYINR @ 70.25 SL 70.75 TARGET 69.25

Disclosure:

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