

DATE: 23-11-2020

KEY HEADLINE

- The Australian state that's been hardest hit by the coronavirus pandemic announced a further easing of restrictions after recording no new infections for 23 consecutive days. It will no longer be compulsory for people in Victoria to wear masks when outdoors, though it remains mandatory in public indoor venues. The state's Premier Daniel Andrews announced the new rules that will apply from Monday, just over two weeks after removing a strict three-month lockdown on Melbourne, Australia's second-largest city. Other changes include allowing as many as 15 visitors in a household a day, up from two now.
- Our overarching global market calls since late summer have been that heading into 2021: yields beyond the 5-year point should be prone to rise/curve to steepen equities should perform but higher rates open a rotation window from tech to value EUR/USD should be aiming at 1.25 or higher, but in the short term have problems with breaking through 1.20. Vaccine news of the last couple of weeks has strengthened our conviction on those calls. Currently, however, there seems to be an understandable pause in the curve and equity market stories, but we see this as temporary.
- Britain and Canada struck a rollover trade deal on Saturday to protect the flow of \$27 billion-worth of goods and services between them after Brexit, and vowed to start talks on a bespoke agreement next year. As Britain prepares to end its transition out of the European Union on Dec. 31, it has negotiated multiple rollover bilateral deals to maintain trade, with many simply replacing the terms the bloc had already agreed.
- GBPUSD could be on the verge of a massive bull run. I wrote about the twenty-year falling wedge on October 29th. The structure above hints at a bullish reversal for the pound. That isn't surprising given what we've seen from other major currency pairs in recent months. However, GBPUSD buyers still have work to do. The pair needs to secure a weekly close above wedge resistance near 1.3340. I'd also like to see GBPUSD buyers take out the recent highs at 1.3480. Those are the two key resistance levels that need to break to send GBPUSD higher in 2021.

Currency pair

Currencies	20/11/2020	14/11/2020	Change (%)
USDINR	74.17	74.63	-0.62
EURINR	87.92	88.27	-0.40
GBPINR	98.39	98.40	-0.01
JPYINR	71.40	71.11	0.41

USDINR



Technical Outlook–

- On the Weekly Chart, it indicates a small red candle .
- Indicator RSI (14) will remain near 50 on Weekly Chart.
- The near term trend shows consolidation signals.

Support-Resistance

LTP	S1	S2	R1	R2
74.17	73.40	72.70	74.90	75.70

RECOMMENDATION: BUY USDINR @ 74.70 SL 74.20 TARGET 75.70
SELL USDINR @ 73.70 SL 74.20 TARGET 72.70

EURINR



Technical Outlook–

- On the Weekly Chart, an Ascending Triangle is in formation.
- Indicator RSI (14) will remain between 50 to 70 Level.
- The near term trend shows Consolidation signals.

Support-Resistance

LTP	S1	S2	R1	R2
87.92	87.00	85.75	89.00	90.25

RECOMMENDATION: BUY EURINR @ 88.75 SL 88.00 TARGET 90.25
SELL EURINR @ 87.25 SL 88.00 TARGET 85.75

GBPINR



Technical Outlook–

- On the Weekly chart, an Ascending Triangle is in formation.
- 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
98.39	97.25	96.00	99.75	101.00

RECOMMENDATION: BUY GBPINR @ 99.00 SL 98.00 TARGET 101.00
SELL GBPINR @ 98.00 SL 99.00 TARGET 96.00

JPYINR



Technical Outlook–

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

Support-Resistance

LTP	S1	S2	R1	R2
71.40	70.70	70.00	72.20	73.00

RECOMMENDATION: BUY JPYINR @ 72.00 SL 71.50 TARGET 73.00

SELL JPYINR @ 71.00 SL 71.50 TARGET 70.00

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
23/11/2020	EUR	French Flash Services PMI	39.2	46.5
23/11/2020	EUR	French Flash Manufacturing PMI	50.2	51.3
23/11/2020	EUR	German Flash Manufacturing PMI	56.0	58.2
23/11/2020	EUR	German Flash Services PMI	46.1	49.5
23/11/2020	EUR	Flash Manufacturing PMI	53.2	54.8
23/11/2020	EUR	Flash Services PMI	42.2	46.9
23/11/2020	GBP	Flash Manufacturing PMI	50.5	53.7
23/11/2020	GBP	Flash Services PMI	43.2	51.4
23/11/2020	USD	Flash Manufacturing PMI	52.5	53.4
24/11/2020	USD	CB Consumer Confidence	98.3	100.9
25/11/2020	USD	Prelim GDP q/q	33.1%	33.1%
25/11/2020	USD	Unemployment Claims	733K	742K
25/11/2020	USD	Revised UoM Consumer Sentiment	76.9	77.0

RESEARCH BONANZA

FOREIGN CURRENCY SEGMENT

OUTLOOK BY: Analyst Miss Priyanka Shrimankar

Disclosure:

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