

INR Pairs (Trading Range for the Day – Sept Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	73.18 (-0.02)	86.94 (0.16)	101.25 (0.27)	66.61 (0.01)
Intraday View	Downward	Range bound	Range bound	Range bound
Technical Range	73.00-73.40	86.60-87.00	101.10-101.50	66.35-66.75

Important Indicators		
	DXY	OIL
LTP	92.18	71.77
1W back	92.69	73.36
1M back	92.77	70.27



USDINR Futures (Sept)

US jobs report was weaker than expected as the US economy clocked the slowest monthly jobs growth since Feb 2021. However, wage growth and decline in unemployment rate were impressive. However, headline may keep US central bank cautious and that what is driving US Dollar Index lower. USDINR may continue to trade lower but watch out for RBI intervention. The sharp increase in FX reserve, to record of \$633 billion is a confirmation of the RBI's aggressive intervention in USDINR market. **Bias remains downward. Sell on rise with SL above 73.50, closing basis. One can even sell OTM call options, strikes of 73.50/73.75, Sept 28th expiry.**

GBPINR Futures (Sept)

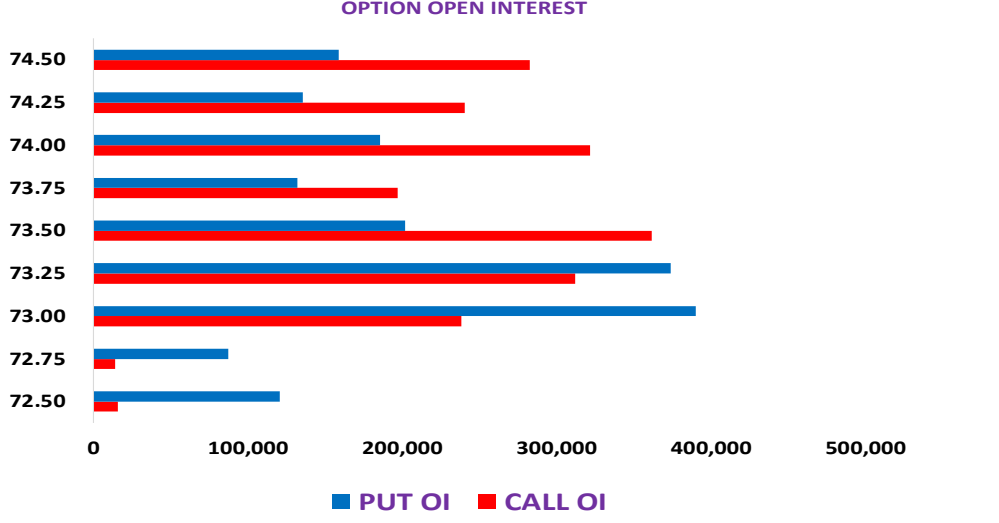
GBPINR is now sandwiched between two currency pairs from which it derives its value: GBPUSD & USDINR. Weak DXY is pushing GBPUSD higher and also USDINR lower. Near term range is between 101.00-101.60 **zone on Sept futures over the short term.**

EURINR Futures (Sept)

EURINR derives its value from EURUSD and USDINR. For EURINR to take benefit from a rising EURUSD, it needs USDINR to stabilised near 73.00. Weak US jobs report can help EURINR rise, provided USDINR does not slide below 73 support. **Near term range between 86.30-87.30.**

JPYINR Futures (Sept)

JPYINR took support near 66.00/66.20 and bounced back. Thanks to weakness in US bond yields, JPY strengthened. The pair may remain range bound between 66.00-67.00 over the near term.



	Spot	Futures	
		Weekly Expiry 17-Sep-21	Monthly Expiry 28-Sep-21
USDINR LTP / (Previous Day)	73.01/ (73.05)	73.12/ (73.15)	73.18/ (73.20)
ATM Vols (in %)	73.00	3.50%	3.70%
ATM Straddle Price		0.40	0.59

Historical Volatility	
5 days Rolling	4.37%
21 days Rolling	3.82%

What Options Open Interest (OI) Saying?

With realized volatility coming off as USDINR is unable to punch through the 73 levels and head lower, IVs have begun to ease, as option writers build OI in OTM options. In case, prices sustain below 73, then IVs can jump once again due to short covering from option sellers.

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