

INR Pairs (Trading Range for the Day – Dec Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	75.56 (-0.01)	85.15 (-0.27)	100.20 (-0.08)	66.60 (-0.12)
Intraday View	Mildly upward	Rangebound	Mildly upward	Downward
Technical Range	75.25-75.75	85.00-85.50	99.85-100.40	66.30-66.70

Important Indicators		
	DXY	USDCNH
LTP	96.15	6.3527
1W back	96.03	6.3746
1M back	94.05	6.3881



**USDINR Futures (Dec)**

RBI may lift the reverse repo rate to further narrow the corridor between repo and reverse repo. At the same time, RBI may sound a little hawkish as growth outlook has improved, virus cases are low and inflation continues to surprise on the upside. It has been seen that when RBI shifts its stance from dovish it increases volatility in USDINR. We are betting on same this time around as well. **Bias continues to be upward as long as the pair holds above 75.20/25 levels on December futures. Major resistance near 75.65 and 75.90 levels on Dec futures.**

**GBPINR Futures (Dec)**

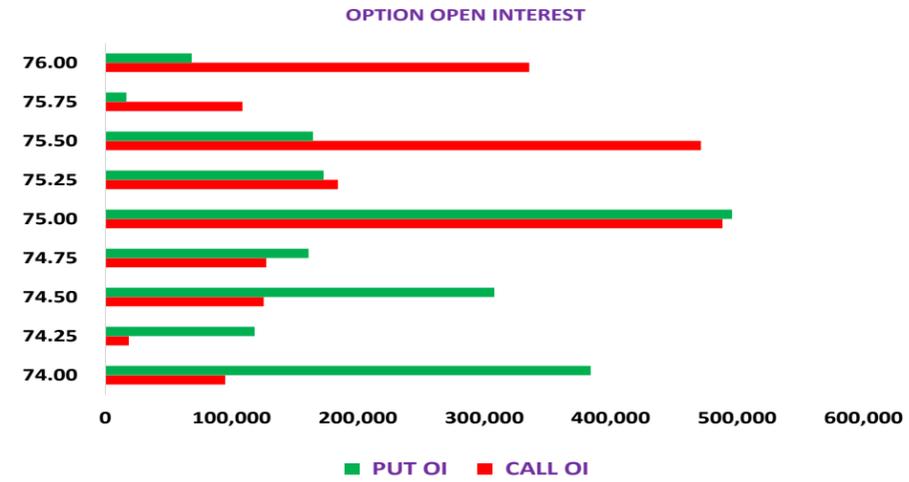
GBPINR is rangebound thanks to lack of fresh trigger. However, improved risk sentiments should be supportive. Rising cases of COVID in UK is a concern but there has no indication from fresh restrictive measures and that remains a positive development. Therefore, **for the intra-day we advise buy on decline. For positional traders, buy on dips can be done as long as the pair holds above 99.20/40 zone on futures. Major resistance is near 100.50 and 101.20 levels on Dec futures.**

**EURINR Futures (Dec)**

EURINR is caught in a range as EURUSD is not showing much of a trend. Yesterday German investor sentiment, ZEW was weak, which is quite expected considering the COVID wave, high energy prices and supply chain issues in Europe. As long as EURUSD is not breaking down, an upward drifting USDINR can lead to **intra-day buying opportunities today. We continue to advocate intra-day trades over positional ones.**

**JPYINR Futures (Dec)**

A strong risk on mood in financial markets has a double positive impact on USDJPY. A rising stock markets and rising US bond yields, both incentivise yen carry trade. Therefore, it is negative for JPYINR. However, it is partly being countered by a mildly strong USDINR. **But unless USDINR can continue to rise fast, JPYINR can face selling pressure and drop towards 66.00 levels.**



	Spot	Futures	
		Weekly Expiry 10-Dec-21	Monthly Expiry 29-Dec-21
USDINR LTP / (Previous Day)	75.43 / (75.42)	75.43 / (75.43)	75.56 / (75.56)
ATM Vols (in %)	75.50	4.70%	4.35%
ATM Straddle Price		0.26	0.65

Historical Volatility	
5 days Rolling	4.03%
21 days Rolling	4.04%

**What Options Open Interest (OI) Saying?**

Open interest has begun to add in 76 call options are trader seems to betting that USDINR is seeing a gradual upward drift but it may remain capped under 76.00. At the same time large OI in 75.00 put indicates that as zone of support. IVs continues to be low due to low momentum in the underlying.

**Disclaimer & Contact:**

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