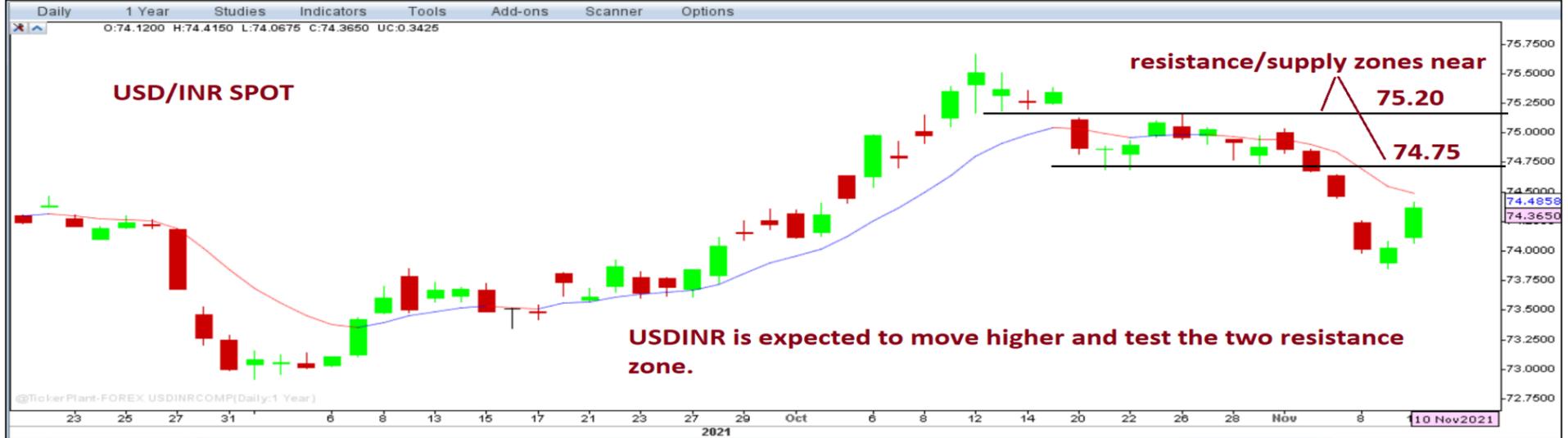


INR Pairs (Trading Range for the Day – Nov Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	74.50 (0.29)	86.15 (0.08)	100.70 (-0.16)	65.85 (0.06)
Intraday View	Upward	Downward	Downward	Range bound
Technical Range	74.30-74.80	85.30-85.85	99.70-100.25	65.15-65.55

Important Indicators		
	DXY	Brent Crude
LTP	94.98	82.66
1W back	94.33	80.92
1M back	94.36	83.66

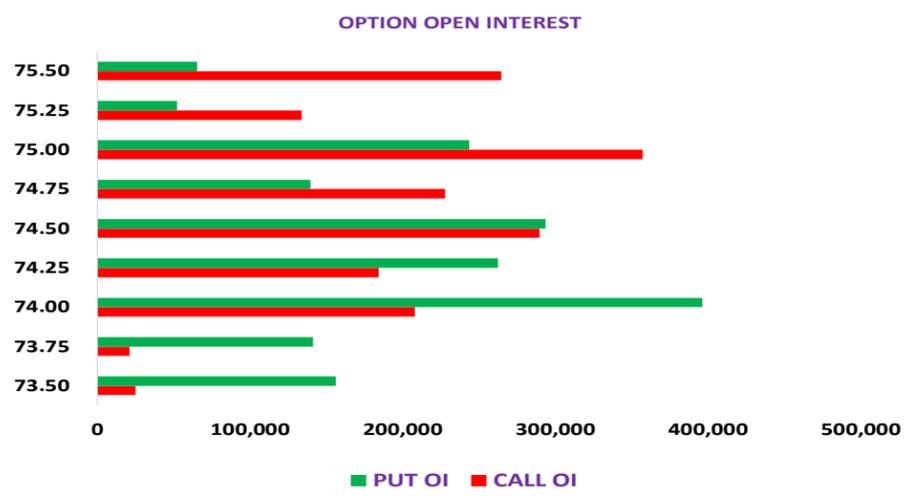


USDINR Futures (Nov)
USDINR has begun to retrace the decline of previous week as IPO inflows no longer matter and US Dollar Index spiked to highest level since July-2020. Post US CPI, that jumped to record, US bond yields spiked higher, even though US real yields (adjusted for inflation) remains near record lows. This time spike in US yields, both short and long term, was enough to push US Dollar higher against most currencies globally. USDINR may see follow through buying and it is possible that it can reclaim 75 in the coming days, as long as DXY maintains its upward momentum. **Buy on decline, with SL below 74.30 on Nov futures and target 75/75.20 levels in the coming days.**

GBPINR Futures (Nov)
GBPINR Nov futures opened with a large gap down near 100 levels. Strong US Dollar Index and fresh impasse between EU and UK over the issue of Northern Ireland is hurting GBPINR. However, GBPINR has strong support near 99.90 levels. If that breaks with volume, it can test 99.50 levels. **Bias remains of a mild downward drift.**

EURINR Futures (Nov)
EURINR will face the selling pressure when USDINR fail to offset the decline in EURUSD. With USDINR within a range between 74 and 75 and DXY at the highest level since July-2020, EURINR may see further selling pressure. Economic divergence and policy divergence will keep EURUSD under pressure. **We expect a slow downward drift in EURINR.**

JPYINR Futures (Nov)
The sharp spike in US bond yields overnight and rise in US Dollar Index are factors pulling JPYINR lower. However, rising USDINR will offset the impact and thereby creating a range bound trading in JPYINR between 65 and 66 levels on November futures.



	Spot	Futures	
		Weekly Expiry 12-Nov-21	Monthly Expiry 26-Nov-21
USDINR LTP / (Previous Day)	74.36 / (74.02)	74.39 / (74.09)	74.50 / (74.20)
ATM Vols (in %)	74.50	4.60%	4.30%
ATM Straddle Price		0.22	0.53

Historical Volatility	
5 days Rolling	6.23%
21 days Rolling	4.67%

What Options Open Interest (OI) Saying?

After the put sellers got short squeezed last week, now it is the turn of the call sellers to get squeezed as USDINR attempts to retrace the last week's drop. VIX may rise as option sellers adjust to the volatility. Options OI suggests large concentration in 75 call and 74.50 put, offering a resistance and support.

Disclaimer & Contact:

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