

INR Pairs (Trading Range for the Day – Aug Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	74.54 (0.04)	87.40 (-0.02)	103.00 (-0.27)	67.38 (-0.08)
Intraday View	Rangebound	Downward	Rangebound	Rangebound
Technical Range	74.10-74.45	86.95-87.35	102.75-103.15	67.05-67.45

Important Indicators		
	DXY	OIL
LTP	92.90	71.52
1W back	92.25	71.20
1M back	92.22	75.16

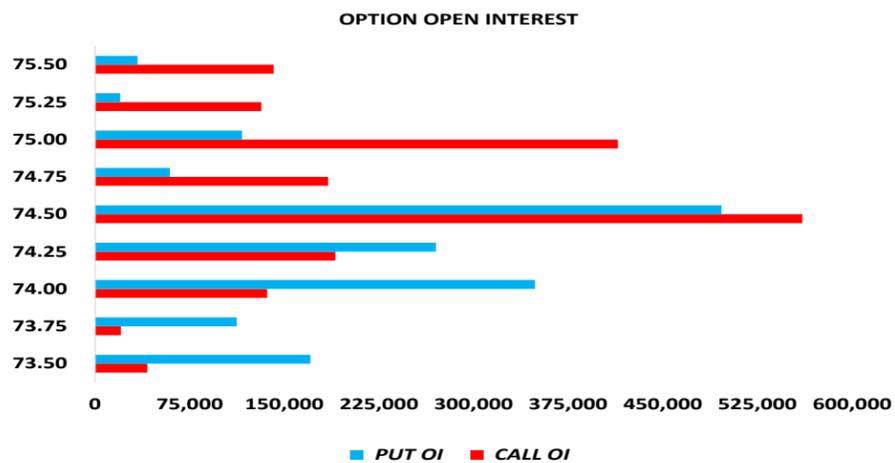


USDINR Futures (Aug)
Rupee continues to exhibit strength. Post US CPI inflation, US Dollar Index saw mild corrective dip but the reaction seems strongest in Rupee. With USDINR expected to open lower, near 74.24/25 levels, down 30 paise. However, we expect RBI to step in once again and buy US Dollar as Asian currencies are not showing so much of strength against USD. Therefore, a range of 74.10 to 74.45/50 may unfold. **One can look to sell a strangle for Aug end: 74.00/74.75 strike. For intra-day one can even look to buy near 74.10/20 zone with SL below 74.00 on a closing basis.**

GBPINR Futures (Aug)
GBPINR August futures closed 27 paise lower at 103.00 levels. GBPINR is caught between a strong DXY and strong risk sentiments. Therefore, it may continue to oscillate between the 4-month-old range of 102 and 104.20. Today focus will be on UK GDP data for April-June quarter, which is expected to come in strong and hence can drive GBPINR higher. **Overall bias remains of a range but positional traders can continue to buy declines near 102.30/50 with SL below 102.00 on a daily closing basis.**

EURINR Futures (Aug)
EURINR August futures closed flat at 87.40 levels. We continue to expect EURINR to drift lower. **Our positional view of sell-on rise continues to hold as bias remains downward.** EURINR tends to get these relief rallies during phases when either USDINR sees some event driven spikes or US Dollar index undergoes a corrective decline. But the overall downtrend remains intact.

JPYINR Futures (Aug)
JPYINR Aug futures 8 paise lower 67.38 levels. Global stock trends and US bond yields continue to be the driver of JPYINR. Overnight softness in DXY and US bond yields but strength in US equities may keep the pair rangebound.



	Spot	Futures	
		Weekly Expiry 13-Aug	Monthly Expiry 27-Aug
USDINR LTP / (Previous Day)	74.44 / (74.42)	74.44 / (74.41)	74.54 / (74.50)
ATM Vols (in %)		5.50%	4.25%
ATM Straddle Price		0.19	0.52

Historical Volatility	
5 days Rolling	1.72%
21 days Rolling	2.59%

What Options Open Interest (OI) Saying?

Due to rangebound price action in USDINR over the past 45 days has pushed realized vols near record lows. Even the implied volatility has come-off and is trading close to recent lows of 4.25%. Back in Fed, IV has touched 3.9% in 1-month options. Option sellers have accumulated large open interest in the 74.00 put option and 75.00 call option, implying a range of 74.00-75.00 on futures.

Disclaimer & Contact:

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