

INR Pairs (Trading Range for the Day – Oct Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	75.59 (0.09)	87.37 (0.03)	102.92 (0.05)	66.74 (-0.12)
Intraday View	Upward	Rangebound	Upward	Rangebound
Technical Range	75.25-75.75	87.00-87.40	102.55-102.95	66.35-66.75

Important Indicators		
	DXY	Brent Crude
LTP	94.35	83.04
1W back	94.23	80.82
1M back	92.61	73.64

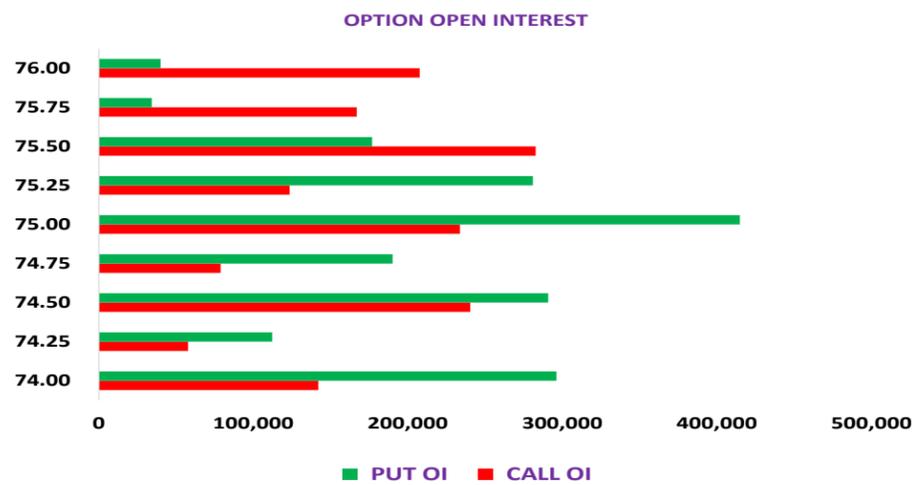


USDINR Futures (Oct)
USDINR is like a triple engine aircraft. For it to fly higher, first engine to run is oil prices, which is doing a good job. Second engine is the movement of \$ against major global currencies. That engine is running but lacking fierce power. Finally, the third engine, the most powerful one, is a global equity sell-off, which is missing in action. As a result, we have an upward trend but it lacks the strong momentum. **As bias remains upward, we would look to buy the dip but with a stop below 75.20 on a daily closing basis on Oct futures. Resistance 76.00.**

GBPINR Futures (Oct)
GBPINR did not have much of movement post an inline jobs report, which saw wage growth moderate but unemployment rate tick lower. **GBPINR remains a buy on decline** as equity markets hold up and USDINR remains firm. Major support zone near 102.50 and 102.10 levels.

EURINR Futures (Oct)
EURINR is being supported by a firm USDINR. However, a string of weaker economic data from Eurozone is a negative development for the Euro. Divergent monetary policy and capital outflows, both are negatives for the Euro. However, as long as USDINR continues to rise, EURINR can remain within a range. **Bias remains of a range of 86.60-87.50 levels.**

JPYINR Futures (Oct)
All this while a divergent monetary policy trend, higher oil prices and rising US treasury bond yields have taken USDJPY higher and thereby pressurizing JPYINR. However, firm USDINR has kept the pair well above its multi month support zone near 66.00 levels. **We would look for buying opportunities near 66.00/66.30 zone on futures with SL below 66.00 on a daily closing basis. Target will be near 67.50 and 68.00.**



	Spot	Futures	
		Weekly Expiry 14-Oct-21	Monthly Expiry 27-Oct-21
USDINR LTP / (Previous Day)	75.35 / (75.35)	75.53 / (75.41)	75.59 / (75.48)
ATM Vols (in %)		5.20%	4.70%
ATM Straddle Price	75.50	0.23	0.57

Historical Volatility	
5 days Rolling	5.66%
21 days Rolling	4.14%

What Options Open Interest (OI) Saying?

For implied volatilities for ATM month end options to sustainably cross 5% level would require far bigger up move in USDINR futures. OI is aggregating in the 76.00 call options and 75.00 strike put options, indicating that as the range.

Disclaimer & Contact:

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