

INR Pairs (Trading Range for the Day – Feb Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	75.34 (-0.33)	85.52 (-0.04)	102.08 (-0.15)	65.17 (-0.52)
Intraday View	Downward	Rangebound	Rangebound	Downward
Technical Range	75.05-75.55	85.20-85.65	101.70-102.20	64.80-65.30

Important Indicators		
	DXY	BRENT CRUDE
LTP	96.05	92.98
1W back	95.55	91.68
1M back	95.25	86.53

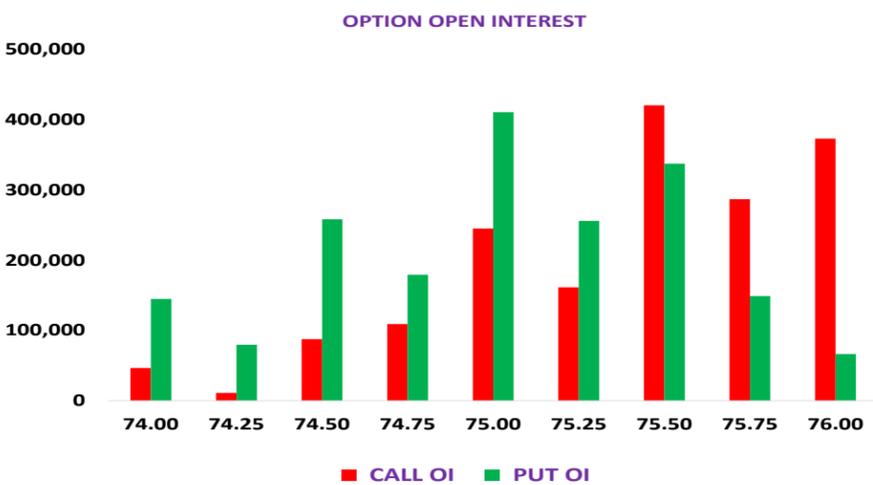


**USDINR Futures (Feb)**  
Yesterday we warned that as the pace of ascent in USDINR was quite slow in spite of the challenging external environment and relentless FPI selling, the reversal can be quick if there is some de-escalation in the Russia-Ukraine situation. That is what happened mid-day. With risk sentiment still looking positive and Asian currencies gaining against the US Dollar, there can be long liquidation in USDINR today as well. However, for a deeper pullback, Brent crude oil needs to fall towards \$85. Technically, there is support near 74.85/75.00 region on spot and that may get tested over the near term. **Therefore, sell on rise with a stop above 75.50 on Feb end futures.**

**GBPINR Futures (Feb)**  
UK unemployment rate, at 4.1%, is as close to pre-virus levels. Unfilled vacancies are unusually high. And wage growth, though recently steadier, is back to pre-virus rates, which in themselves were reflecting a tight jobs market. All in all, a healthy job market consistent with BoE opting for a third hike come March. **Bias continues to be rangebound for now due to weak USDINR.**

**EURINR Futures (Feb)**  
Thanks to de-escalation in the Ukraine border, Euro managed to recover. German ZEW, economic sentiment survey, showed improvement in February but albeit at a slower than expected pace. Today focus will be on the US retail sales and US FOMC meeting minutes. **Bias remains of a rangebound activity in EURINR.**

**JPYINR Futures (Feb)**  
Improvement in risk sentiments and rise in the US treasury bond yields pushed JPYINR lower. **We could see near term weakness in JPYINR, towards 64.80 levels.**



	Spot	Futures	
		Weekly Expiry 18-Feb-22	Monthly Expiry 24-Feb-22
USDINR LTP / (Previous Day)	75.33 / (74.59)	75.32 / (75.64)	75.34 / (75.68)
ATM Vols (in %)	75.25	5.00%	4.80%
ATM Straddle Price		0.27	0.45

Historical Volatility	
5 days Rolling	5.35%
21 days Rolling	4.43%

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

75 strike put options and 75.50 call options have large open interest, indicating that as the near-term zone for futures, which the option writers are betting on. Implied volatility has come-off substantially and we can see further erosion over the near term.

**Disclaimer & Contact:**

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