

| INR Pairs (Trading Range for the Day – Feb Futures) | | | | |
|---|---------------|---------------|----------------|--------------|
| | USDINR | EURINR | GBPINR | JPYINR |
| LTP (% Change) | 75.12 (-0.05) | 85.41 (-0.12) | 102.25 (-0.13) | 65.28 (0.25) |
| Intraday View | Downward | Rangebound | Rangebound | Downward |
| Technical Range | 74.75-75.30 | 85.10-85.55 | 101.85-102.35 | 64.95-65.40 |

| Important Indicators | | |
|----------------------|-------|-------------|
| | DXY | BRENT CRUDE |
| LTP | 95.82 | 92.42 |
| 1W back | 96.03 | 94.94 |
| 1M back | 95.72 | 88.42 |

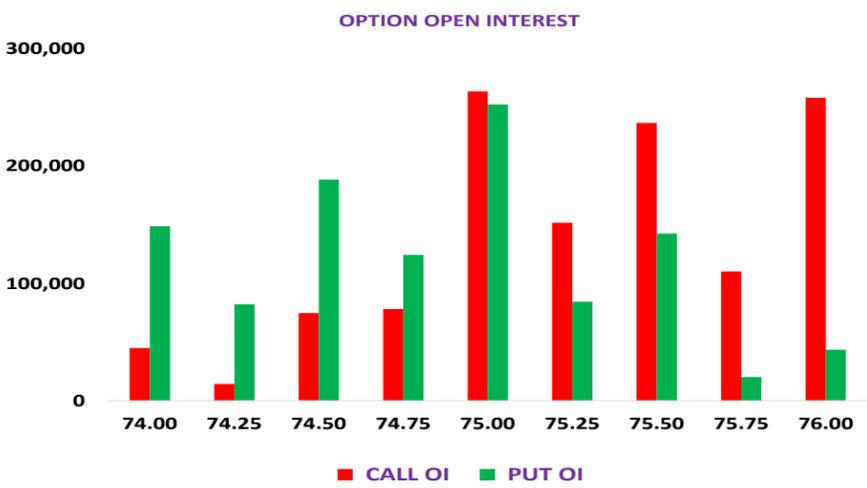


USDINR Futures (Feb) Iran nuclear talks and the possibility of US-Russia talks over Ukraine have pushed oil prices marginally lower. Brent needs to fall towards \$80-85 for Rupee to make a run for 74.00-74.50 zone on spot. The rupee has been resilient but over the past two trading sessions, choppy conditions in the equity market and bids from oilers have stalled its downside momentum. **However, bias continues to be downward, and hence sell on rise is advisable with a stop above 75.30 on a daily closing basis.**

GBPINR Futures (Feb) After a strong UK jobs report and red-hot inflation report, the focus will be on today's retail sales data. If consumers can beat high inflation and still maintain the momentum in their spending, then it can provide a long runway to BOE for their rate hike campaign. It will be bullish for GBPUSD and GBPINR. **GBPINR requires a stable USDINR to reap the full benefit of a strong GBPUSD. Bias remains slightly upward.**

EURINR Futures (Feb) EURUSD has slipped into a range and with USDINR repeatedly bouncing from 74.90/75.00 zone, EURINR too has become rangebound. We could see the choppy trading continue today as well. The overall range is between 85.00 and 86.00 levels.

JPYINR Futures (Feb) USDJPY is stuck in a range but a weak USDINR is pushing JPYINR downward. Over the near term, USDINR will be the driver of JPYINR. If USDINR weakens further then it can drag JPYINR down with it.



| | Spot | Futures | |
|-----------------------------|-----------------|----------------------------|-----------------------------|
| | | Weekly Expiry 25-Feb-22 | Monthly Expiry 24-Feb-22 |
| USDINR LTP / (Previous Day) | 75.10 / (75.07) | 75.14 / (75.19) | 75.12 / (75.17) |
| ATM Vols (in %) | 75.00 | 5.00% | 4.85% |
| ATM Straddle Price | | 0.46 | 0.41 |

| Historical Volatility | |
|-----------------------|-------|
| 5 days Rolling | 6.40% |
| 21 days Rolling | 4.55% |

What Options Open Interest (OI) Saying?

The stronghold of \$ bulls remains near 75 as large OI continues to accumulate in 75 strike put options. If that level is broken then hedge related selling can drive futures lower. IVs continue to melt as USDINR treks lower.

Disclaimer & Contact:

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