

INR Pairs (Trading Range for the Day – July Futures)

	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	75.02 (0.31)	88.38 (0.17)	102.88 (-0.25)	68.32 (0.53)
Intraday View	Rangebound	Downward	Rangebound	Rangebound
Technical Range	74.75-75.15	88.25-88.70	102.35-102.85	68.25-68.75

Important Indicators

	DXY	OIL
LTP	92.81	68.63
1W back	92.78	76.34
1M back	91.84	74.82


USDINR Futures (July)

Equity sell-offs are also referred to as "risk-off events". During risk-off, equity prices fall and USDINR moves higher. However, over the past few months, risk-off events have not sustained beyond a day. Yesterday, after a sharp sell-off in global equities, today, Asian equities are seeing stability. Oil prices down over 12% from the month's highs. US Dollar index is flat. All in all, USDINR could remain within the range of 74.40/50 & 75.15, with interim support near 74.70. **Bias remains of a range for the day.**

GBPINR Futures (July)

GBPINR July futures closed 25 paise lower at 102.88 levels. The rising cases of COVID in Europe and UK is taking a toll on GBP. However, GBPINR is approaching the strong support zone between 102.30/50 levels on July futures, which has held a number of times over the past 3 months. **Therefore, positional traders can look to buy near support with SL on close below 102.00. TP 104.**

EURINR Futures (July)

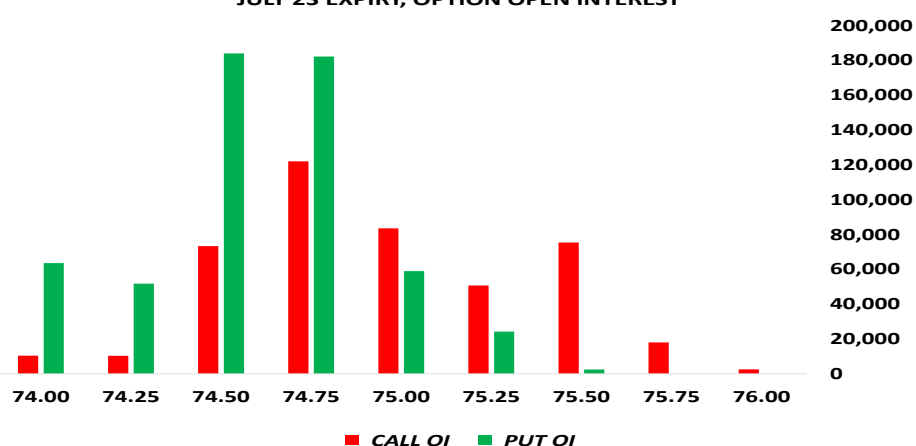
EURINR July futures closed 17 paise higher on the back of sell-off in equity markets. EuroINR tends to rise when there is a risk-off event. Focus remains on Thursday's ECB meeting. If ECB sounds dovish, it can send EURINR lower, below 88.00 levels. **Bias remains bearish.** Hence, positional traders can sell near 88.80 SL on daily close above 89.30 and TP near 87.80/87.50.

JPYINR Futures (July)

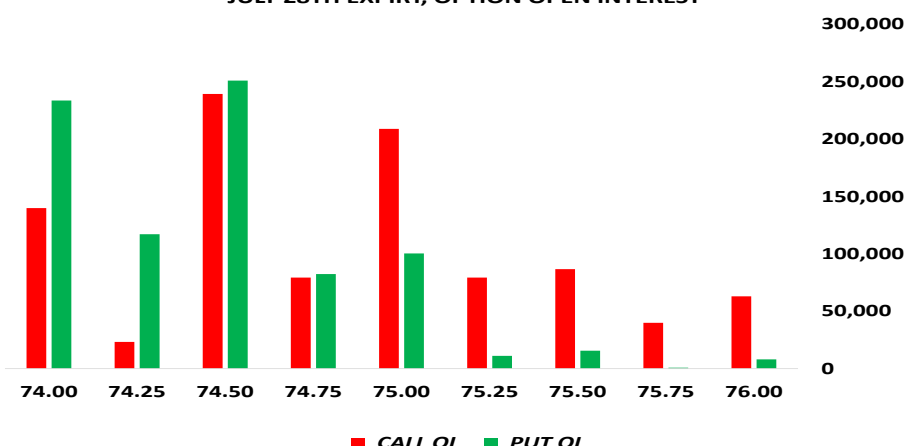
JPYINR July futures closed sharply higher, up 53 paise at 68.32. Thanks to the fall in US bond yields and sell-off in equity markets, JPYINR moved higher. JPYINR may remain rangebound between 68.25 to 68.75 levels. **Keep an eye on risk-sentiments. If the sentiments improve, then JPYINR can decline or else, further gains are in store.**

Weekly Options OI

JULY 23 EXPIRY, OPTION OPEN INTEREST


Monthly Options OI

JULY 28TH EXPIRY, OPTION OPEN INTEREST


What Options Open Interest (OI) Saying?

There is close to 3 lakh contracts outstanding in the OTM call strike of 75.00. If USDINR futures can manage to sustain above 75.00 levels, then the call sellers will be forced to go long futures to cover their risk. At the same time, 74.50 put option has large OI, suggesting it will act as support zone.

Disclaimer & Contact:

 Reach us at: ks.currency-research@kotak.com

 Disclaimer: <https://bit.ly/longdisc>