

INR Pairs (Trading Range for the Day – Jan Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	74.55 (0.06)	84.56 (0.01)	101.47 (-0.07)	65.23 (0.14)
Intraday View	Upward	Rangebound	Rangebound	Upward
Technical Range	74.40-74.85	84.35-84.85	101.20-101.60	65.35-65.90

Important Indicators		
	DXY	BRENT CRUDE
LTP	95.66	86.55
1W back	95.16	86.32
1M back	96.48	74.02



**USDINR Futures (Jan)**

A typical risk-off day across Asia after weak earnings from tech companies hammered Wall Street, especially Nasdaq. Even the oil prices are down 3% and US bond yields have pulled back sharply. USDINR should be driven by a risk-off trend than by a pullback in yields or oil prices. In spite of the challenging global set-up for the Rupee, USDINR has been pinned down by relentless corporate \$ sales and some bit of carry trade due to high futures/forward premium. **However, suspected RBI bids and risk-off environment should provide strong support at lower and hence it is advisable to be long USDINR on the decline with SL below 74.30 Jan futures on a daily closing basis. A clear break above 74.80/85 is needed to trigger a short squeeze in the pair.**

**GBPINR Futures (Jan)**

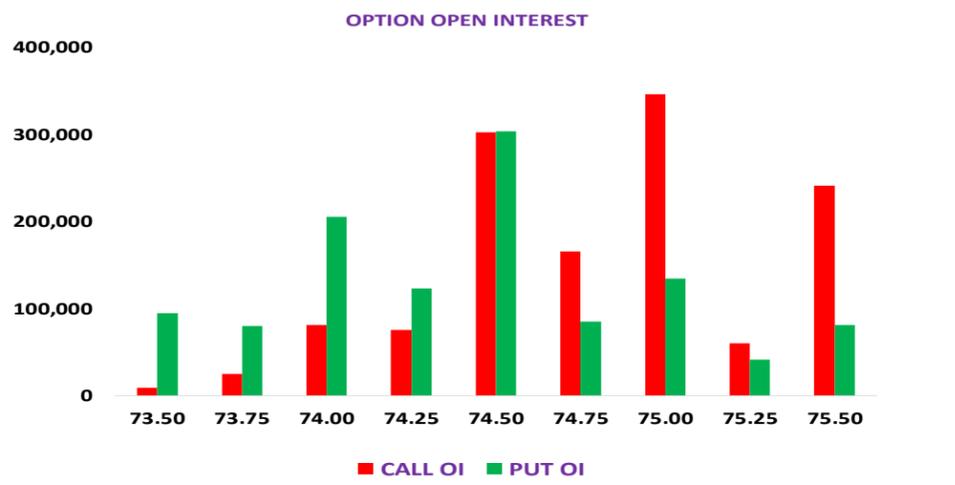
GBPUSD will be under pressure due to risk-off sentiments. However, GBPINR is a derivative of GBPUSD and USDINR and hence, how faster can USDINR rise will determine whether GBPINR can shrug off weakness in GBPUSD or not. UK retail sales for December will be in focus. **Bias remains of a rangebound for the day . However as long as GBPINR holds above 100.80, positional view remains bullish.**

**EURINR Futures (Jan)**

EURINR is taking support from 1.13 levels and that should help EURINR to benefit from an expected upmove in USDINR. Quite expectedly ECB remains non-committal any reversal in the course of their monetary policy as Eurozone remains in low growth phase. Near term bias remains of a range in EURINR.

**JPYINR Futures (Jan)**

JPYINR can benefit today from risk-off trends in global equity markets and softness in the US bond yields. **Therefore, for the day, one can focus on buying the dip in JPYINR with SL below 65.30 on a daily closing basis on Jan futures.**



	Spot	Weekly Expiry 28-Jan-22	Monthly Expiry 27-Jan-22
USDINR LTP / (Previous Day)	74.50/ (74.42)	74.57 / (74.50)	74.55 / (74.49)
ATM Vols (in %)	<b>74.50</b>	4.60%	4.45%
ATM Straddle Price		0.39	0.34

Historical Volatility	
5 days Rolling	4.20%
21 days Rolling	4.40%

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

USDINR is right on the 74.50 mark where large OI exists for both calls and puts. One can consider the current level as the equilibrium level for the market for January expiry. IVs have come off due to corrective decline in USDINR.

**Disclaimer & Contact:**

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