

INR Pairs (Trading Range for the Day – March Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	75.05 (0.20)	85.28 (0.19)	101.84 (-0.09)	65.36 (0.13)
Intraday View	Rangebound	Rangebound	Rangebound	Rangebound
Technical Range	74.70-75.10	84.60-85.10	101.60-102.10	64.85-65.35

Important Indicators		
	DXY	BRENT CRUDE
LTP	96.06	97.20
1W back	95.78	91.72
1M back	95.86	87.09



USDINR Futures (March)

The rupee has maintained its resilience amidst the global chaos. Yesterday, in spite of all the global headwinds, \$ bulls got smacked hard from 75 levels. Oil is near 100 and FPIs have sold over \$11 billion, consistently since October of last year and Fed is going crazy over hawkish commentary. None of that has managed to push USDINR out of its deep meditative state. When markets become meditative, momentum traders find it difficult to generate risk-adjusted PnL. USDINR has been within this range of 73.00 and 76.50 for a good part of the last 2.5 years. Now that range may have narrowed to 74.00 and 75.00 levels. **Bias is now rangebound. One can focus on hedged theta gaining strategies like iron fly and iron condors.**

GBPINR Futures (March)

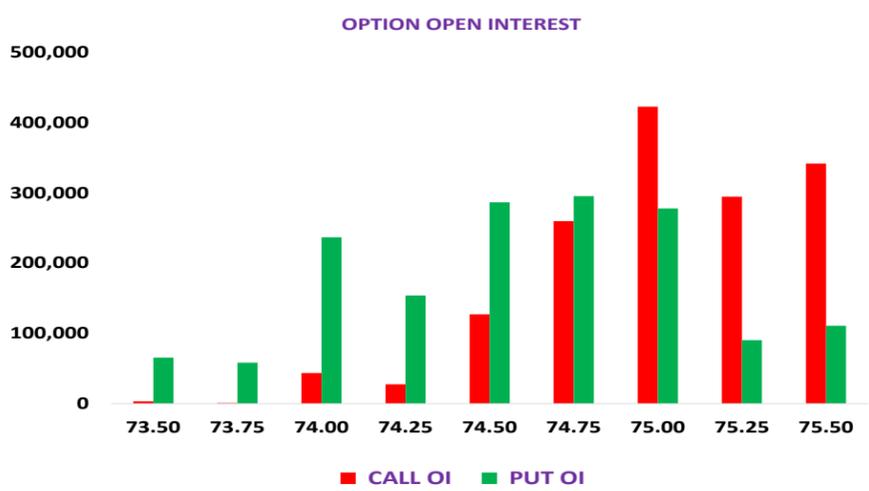
The Ukraine risks is also weighing on GBP but we expect GBPUSD and GBPINR to do well on the back of a bullish theme: strong economy, high inflation and hawkish central bank. **With USDINR now showing signs of a range, we could look for bullish opportunities in GBPINR.**

EURINR Futures (March)

European currencies are feeling the heat of Ukraine crises and hence even stronger economic data, like German IFO is being ignored. Having said that there is not much activity happening in EURUD. It is rangebound. For EURINR, **bias remains of a rangebound activity.**

JPYINR Futures (March)

JPYINR is unable to show momentum due to rangebound price action in USDJPY and USDINR. We expect the pair to trade within a broad range of 64.00 and 66.00 levels over the medium term.



	Spot	Futures	
		Weekly Expiry 25-Feb-22	Monthly Expiry 29-Mar-22
USDINR LTP / (Previous Day)	74.87 / (74.50)	74.80 / (75.60)	75.05 / (74.85)
ATM Vols (in %)	75.00	5.80%	4.80%
ATM Straddle Price		0.35	0.89
Historical Volatility			
5 days Rolling	6.56%		
21 days Rolling	5.11%		

What Options Open Interest (OI) Saying?

The 75 strike call sellers prevailed as USDINR got rejected from 75 handle. For now, 75 could remain as the upper cap and 74.50 strike put sellers will offer support. Implied volatility remains elevated but may decline as USDINR slips into a range.

Disclaimer & Contact:

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