

INR Pairs (Trading Range for the Day – March Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	76.01 (1.11)	84.88 (-0.19)	101.79 (-0.07)	66.26 (1.12)
Intraday View	Volatile	Rangebound	Rangebound	Rangebound
Technical Range	75.20-76.00	84.45-85.05	101.10-101.70	65.30-65.90

Important Indicators		
	DXY	BRENT CRUDE
LTP	96.93	101.64
1W back	96.10	93.64
1M back	95.96	87.86



USDINR Futures (March)

After weeks of lull finally, USDINR saw a brisk move yesterday, thanks to Brent crude touching 106 and equity markets facing massive selling pressure. The conflict between Russia and Ukraine has caused a major sell-off in risk assets and a sharp rally in USDINR. Gamma squeeze and Vega squeeze enabled the sharp-up move in the underlying and the VIX. Overnight, with NATO shying away from going tough on Russia by not targeting SWIFT and commodity exports, escalation risk for markets has reduced. As a result, equity markets have rallied and oil prices have pulled back. However, with Brent crude oil prices sustaining above 100 levels, there will be support for USDINR at lower levels. Therefore, we are looking for a range of 74.80/75.00 and 75.70 for the time being in spot and 75.00 and 76.10 on March futures.

GBPINR Futures (March)

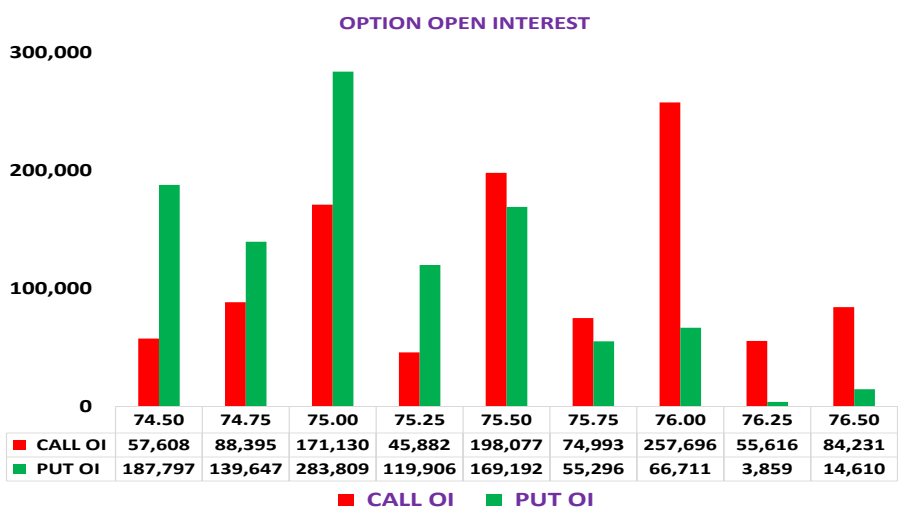
GBPINR is under pressure on account of negative impact from Russia-Ukraine conflict. However, we expect GBPINR to stabilise and regain lost ground in the coming days as market attention pivots from conflict towards economic data and BOE. **Bias remains of a rangebound play.**

EURINR Futures (March)

European currencies are feeling the heat of Ukraine crises and hence economic data is being ignored. Having said as the focus shifts from geopolitics to Fed, a lower odd of a 50-bps hike in March may allow EURUSD to recover. For EURINR, **bias remains of a rangebound activity.**

JPYINR Futures (March)

JPYINR remains extremely sensitive to shifts in risk appetite. After a sharp rally yesterday on the back of global market turmoil, there is a sharp pullback as risk sentiment improves. Over the near-term stick to intra day trades only as overnight



	Spot	Futures	
		Weekly Expiry 04-Mar-22	Monthly Expiry 29-Mar-22
USDINR LTP / (Previous Day)	75.65 / (74.55)	75.82 / (74.71)	76.01 / (74.89)
ATM Vols (in %)	76.00	8.00%	6.30%
ATM Straddle Price		0.74	1.13

Historical Volatility	
5 days Rolling	13.42%
21 days Rolling	7.36%

What Options Open Interest (OI) Saying?

Yesterday a lot of call shorts got smothered as prices sliced through defenses at 75 and 75.50 and kissed 76 levels. OI suggests that 76 strike calls have some open interest and they may come under attack if USDINR manages to push higher before expiry at noon. IVs have jumped.

Disclaimer & Contact:

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