

INR Pairs (Trading Range for the Day – Nov Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	75.29 (0.06)	87.40 (-0.05)	103.29 (-0.64)	66.23 (0.20)
Intraday View	Downward	Downward	Upward	Upward
Technical Range	75.10-75.45	87.20-87.60	103.20-103.70	66.10-66.50

Important Indicators		
	DXY	Brent Crude
LTP	93.83	82.53
1W back	93.75	84.75
1M back	93.20	74.68

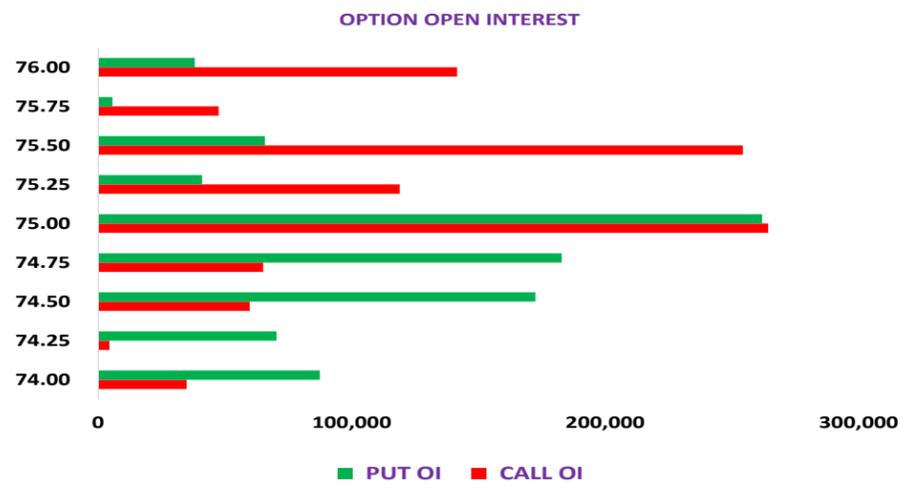


**USDINR Futures (Nov)**  
Over the next two weeks, three high profile IPOs can attract sizable FPI inflows in the primary market. Add to this the factor of falling oil prices and elevated forward premium, there is increased for carry trade lead downward pressure on USDINR. RBI can be very active at lower levels to mop up the supply but if they choose to intervene via USDINR forwards then it can be counterproductive. Such intervention will push forward premium higher, incentivizing even more carry trade in USDINR. **Bias remains downward. Sell on rise on Nov futures with SL above 75.50 on a daily closing basis.**

**GBPINR Futures (Nov)**  
As expected the drop in UK short term yields and uptick in US short term yields weighed on GBPINR as the pair pulled back near 103.20 levels yesterday. However, we have been advocating to buy the decline near 103.00 with a stop below that level on a closing basis. Resistance is near 104.00/104.20 zone. **Bias remains slightly upward.**

**EURINR Futures (Nov)**  
Tonight, European central bank members gather to announce their fresh stance on the monetary policy. Inflation continues to rise in Eurozone with growth remaining subdued, stagflation risk. We expect ECB to focus on growth over inflation and hence, EURINR may remain selling pressure even after ECB. **Bias remains slightly downward.**

**JPYINR Futures (Nov)**  
Falling oil prices and falling US 10-year yields are a double positive for JPYINR as USDJPY tends to depreciate during such phases. As long as USDINR remains ranged, JPYINR can appreciate towards 66.50 levels. **Bias has changed to slightly upward.**



	Spot	Futures	
		Weekly Expiry 29-Oct-21	Monthly Expiry 26-Nov-21
USDINR LTP / (Previous Day)	75.02 / (74.96)	75.04 / (74.99)	75.29 / (75.23)
ATM Vols (in %)	75.00	5.50%	4.65%
ATM Straddle Price		0.18	0.82

Historical Volatility	
5 days Rolling	2.36%
21 days Rolling	4.54%

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

Implied volatility will continue to drift lower as long as USDINR maintains its very slow downtrend. OI accumulation in 75.00/74.75 put options suggest that option traders are betting on USDINR remaining above that zone of support. At the same time, 75.50 remains a preferred writing zone for call options.

**Disclaimer & Contact:**

Reach us at: [ks.currency-research@kotak.com](mailto:ks.currency-research@kotak.com)

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