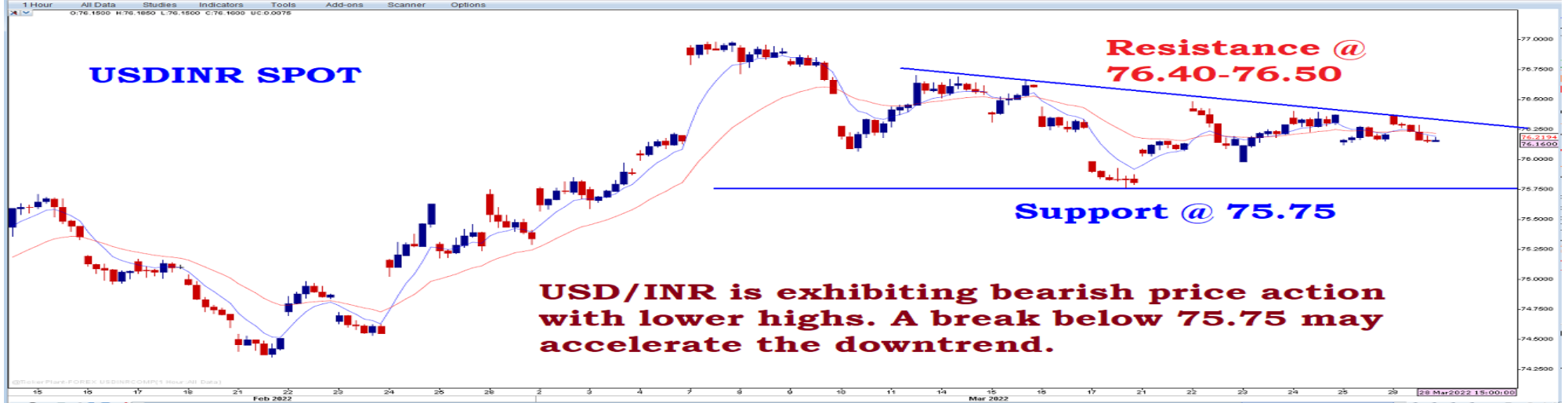


INR Pairs (Trading Range for the Day – April Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	76.47 (-0.08)	84.18 (-0.26)	100.94 (-0.40)	63.14 (-1.18)
Intraday View	Downward	Downward	Downward	Rangebound
Technical Range	76.00-76.55	83.75-84.30	99.70-100.30	61.80-62.40

Important Indicators		
	US 2Y Yield	BRENT CRUDE
LTP	2.40	111.29
1W back	2.17	114.48
1M back	1.32	107.25



USDINR Futures (April)

Indian Rupee continues to outperform its peers. In spite of elevated oil prices and surging US bond yields, Rupee has been remarkably resilient. The last spot day for FY23 is today and hence selling can be quite intense today. Prices have been carving a lower high and lower low formation, indicative of a downtrend. If oil prices continue to slide towards \$100, then USDINR can make a move for the support level of 75.75 and a successful breach can take prices towards 75.40 levels. Upside remains capped near 76.40/50 levels. Global risks of US bond yields, elevated commodity prices, and supply chain disruptions due to COVID lockdowns in China are now digested by the Rupee market. It requires a fresh trigger for USDINR to head higher. Globally currency traders are playing currencies on inflation differential and real rate differential, as long as there are no covid related issues in that country. With Rupee real rates far more attractive than US real rates, Rupee is still enjoying its resilience. This also makes Rupee quite sensitive to shifts in commodity prices. If prices fall, it tends to increase the appeal of the Rupee.

GBPINR Futures (April)

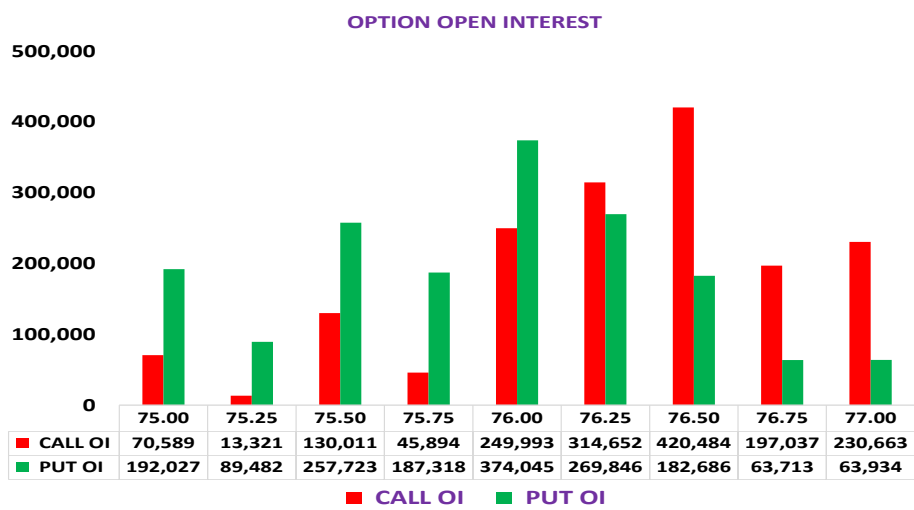
Bank of England Governor Andrew Bailey reiterated the call that high inflation will trim real household income and that in turn will weigh on demand and growth and start to pull down domestically generated inflation. This means BOE will slow the pace of future rate hikes. We see GBPINR to remain under selling pressure as traders adjust their hawkish rate bets. **Bias remains downward in GBPINR.**

EURINR Futures (April)

Eurozone economy continues to feel the heat of record squeeze in household finances and impact of supply chain disruptions on businesses. EURUSD has been under pressure and that has pulled down EURINR with it. **We continue to remain bearish on EURINR.**

JPYINR Futures (April)

JPYINR has dropped by nearly 9% since first week of March, a dramatic drop for a major currency. A combination of rising US bond yields driving Japanese yield seekers away from JPY towards USD deposits and rising oil prices, weighing on economic growth in Japan, have contributed in this fall. Momentum is strongly downward but also stretched. **Therefore, stick to only intra-day short trades with adequate stops.**



	Spot	Futures	
		Weekly Expiry 31-Mar-22	Monthly Expiry 27-Apr-22
USDINR LTP / (Previous Day)	76.15 / (76.19)	76.26 / (76.34)	76.47 / (76.55)
ATM Vols (in %)	76.50	5.00%	5.80%
ATM Straddle Price		0.34	1.01

Historical Volatility	
5 days Rolling	2.40%
21 days Rolling	8.00%

What Options Open Interest (OI) Saying?

With max pain for March expiries between 75.75 and 76.00 strikes, USDINR is expected to find strong support in that zone. Implied volatilities will remain subdued.