

VIEW

The pair continues to retain upside pressure leaving risk of strength on the cards in the days ahead. From last five weeks, INR is moving in a range of 69 and 68.25 . Unless it close below 68 for a week, we cannot conclude that worst is over. Fiscal slippage, fear of less than average monsoon, global inflationary pressure and hawkish stance of FED will give further stress on the pair in the coming sessions.

Although following technical factors still looking weak on chart-

- A) Probable formation of **Double top** on daily chart
- B) **Negative Divergence** in RSI where prices are flat but RSI has been forming lower highs.
- C) **Negative crossover** in MACD in positive territory
- D) Shorter time frame chart gave **descending triangle breakdown** further creating negative sentiments.

All applied technical studies are suggesting a **retacement** in coming week.

On the flip side, as long as it sustains inside the above mentioned range threat of more weakness will remain prone as a **breakout above 69.10** will open up a range target placed at 70 marks.

CHART

