

Nothing much happened on chart as Pair traded within the range of previous week candlestick pattern. Some cooling effect can be seen on the pair in coming session due to the measured tone used by Powell at an annual conference of central bankers in Jackson Hole about the economy of US. He insisted the Fed plans to stick with a gradual pace of rate hikes and expecting hike in rates in September and December. However, weakness in INR persist in spite of weak DXY as crude oil prices gave a steep rally on upside.

TECHNICAL FACTORS-

- a) We highlighted, "Formation of **Pole and Flag breakout** above 69.20 level can lead to spurt on upside in the medium term which can be to the tune of 71 and 72.50 levels", this is still unfolding in pain.
- b) Key support is seen near at 69.45 where 50% fibonacci retracement is found from the low of 68.50 to the recent high of 70.49
- c) We believe that any correction can only become if USDINR pair slip below 69.45 mark. There is a conflux of support around 69.20-69 so it would be difficult for currency to decline below 69 right now.

CHART

