

VIEW

The week saw USDINR weaken with new coming in of US lifting sanctions on Iran, which is a current account positive for India. The strength though would be tested with Bond Yield showing signs strength on fears of increased fiscal deficit. Technically this week would see long term structures coming into play which we think would prove to be bullish for USDINR provided the support of 70 is held. The weekly moving averages are stacked in order indicating that long term uptrend is intact and support should kick in at lower levels.

We have a bullish outlook for USDINR this week, and dips in the range of 70.30-70 should be used to on long positions for a rally towards recent swing high.

**TECHNICAL FACTORS-**

- a) Overall in a bullish structure in the longer time frame; this is a corrective swing in the uptrend that started from 68.50 levels to 72.45 levels.
- b) Weekly momentum RSI is at 57.8, above the bullish 50 zone.
- c) Significant long term Support between 70.30- 70.05 zones
- d) Short term resistance at 71.35-71.45, breaking which the next resistance comes around 72.25-72.40.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	72.40
Resistance 1	71.4
Close	70.50
Support 1	70.3
Support 2	70.05