

VIEW

Despite a bleak opening against the US dollar, Rupee managed to close around 10 paise loss as market participants were showing optimism over US-CHINA trade talk. This news has lifted the sentiment for investors but recent rise in oil prices on the back of tension which is prevailing in the middle east where Iranian oil tankers was struck by two missiles of Saudi port of Jehhad will capped the gains in the coming session.

TECHNICAL FACTORS-

- a) Formation of lower highs and lower lows suggesting halt in the upside of the pair
- b) Prices took the form of inverted Cup & Handle which can act as reversal for this ongoing trend but breakdown is expected below 70.35 level from where Rupee can accumulate strength
- c) Downward sloping line will act as stiff resistance near 71.25 while sustainability above the same can weaken the rupee till 72 mark
- d) Failure to cross and sustain above the mentioned resistance, it can slip down till 70.35 levels
- e) A decisive breakdown below 70.35 level can take strength of Rupee towards 69.70 and 69.20 levels

CHART ANALYSIS



USDINR LEVEL

Resistance 2	72.00
Resistance 1	71.25
Close	70.92
Support 1	70.35
Support 2	69.70