

VIEW

Uncertainty to continue to shroud on a potential deal of US - SINO trade war and off set news of a likely extension of production cuts among major producers that drove prices higher in previous session on the prospect of tight crude supply weighed negative sentiment on indian currency. Dollar index rallied amidst fears that phase one deal might not occur until next year. Over the week, we expect USDINR pair can trade with positive bias tracking risk aversion and uptick in dollar index.

TECHNICAL FACTORS-

- a) Visibility of **Pole and Penant** price pattern on daily chart suggesting weakness in the domestic currency
- b) While indicators and oscillators are looking mixed as RSI is looking firm on upside but declining histogram of MACD imply that gain of pair will retrace on lower side
- c) No clear signal from indicators and oscillators
- d) Penant breakout can expected above 72-72.10 zone from where it can inch forward toward 72.60 and 73 mark on upside
- d) However, strong support lies at 71.55 followed by 71 mark. As long as it sustains above the same, weakness will persist in Rupee

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	72.60
Resistance 1	72.1
Close	71.79
Support 1	71.55
Support 2	71.00