

VIEW

Soaring oil prices on concern that middle east rising tension may hinder the oil supply which in turn effect the fiscal deficit of india and this can deteriorate the strength of Rupee in the coming days. Supply side risk remain elevated in the middle east and we could see tension continue to rise between USA & IRAN and this will create negative sentiment for indian currency.

TECHNICAL FACTORS-

- a) Against our expectation, pair may violate the formation of Head & Shoulder pattern and surge higher.
- b) A decisive close above 72 will violate this reversal pattern and Rupee can lose weakness till 72.60 mark
- c) However, pair is facing resistance from its downward falling line which can provide strength in Rupee
- d) On sustaining below 71.50, it can slip down till 71.15 mark on downside.

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	72.60
Resistance 1	72
Close	71.77
Support 1	70.5
Support 2	70.15