

VIEW

Rupee continued to trade in a narrow range throughout the week with upside remain capped. Sustained outflow of foreign fund and coronavirus fears dampened the investors sentiment. However softening in crude oil prices on renewed concerns about demands being pinched by the economic impact of the coronavirus outbreak, while OPEC and its allies appeared to be in no hurry to make additional production cut has supported the domestic currency. For the coming week, rupee is likely to trade in a sideways trajectory with upside capped due to weak domestic economic data.

TECHNICAL FACTORS-

- Formation of bullish candle near rising trendline on weekly chart suggest weakness in rupee
- From last few months, pair has been trading around 61.8 % fibonacci retracement of its slump measured between 74.50 and 68.28 mark at 72.15 mark. Therefore, the latest advance could be considered corrective for rupee
- Technical indicators with flat MACD hovers within neutral levels lacking directional strength
- Upside will only possible if the pair sustains above 72.15 with scope then to correct towards 72.40 first and 72.65 later
- Firm support lies at 71 followed by 70.50 mark

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	72.40
Resistance 1	72.15
Close	71.68
Support 1	71
Support 2	70.50