

VIEW

Indian currency mirrored positive sentiment from the equity market which has been running with a bullish move from the last few weeks. Last week was the best weekly performance from the Rupee since may. RBI's forex reserves acted as a buffer which has altered the structural dynamics in the price action of Rupee. We expect that appreciation in Rupee will continue in the near term also as pair seems to be exhausted at upper levels.

TECHNICAL FACTORS-

- a) Pair began the week on a negative note as it faced stiff resistance near 76.50 level
- b) On weekly chart, pair has formed bear candle and has closed below the lows of last week candle
- c) Daily strength indicator RSI and MACD are showing negative crossover suggesting the bearish momentum in the pair.
-) If pair breaches 75.40 mark then it would witness selling which could lead the pair towards 74.90 mark where major support is seen.
- e) However, if the pair crosses above 76.15 mark then it will again bounce back towards 76.50 and 77 mark

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	76.50
Resistance 1	76.15
Close	75.62
Support 1	75.4
Support 2	74.90