

VIEW

Pair is still bearish despite the ranging market conditions. Dips are being bought but the prices are mostly sideways. Weakened sentiment in Dollar index and expansion in Indian forex reserves helped the Rupee in gaining strength for the last two weeks. However, rising US-China tension and Covid-19 cases in India are major concerns for the Indian currency which has capped the gain. In the coming week, the currency expiry of the July month contract would keep the volatility high. Despite this, global cues and updates related to the Covid-19 will also be on the participants' radar.

TECHNICAL FACTORS-

- a) Pair narrowed its trading range as it oscillated in a very limited range throughout the week to end with a minor loss
- b) Bearish Head and Shoulder has completed its pattern on the daily chart and is awaiting for the breakdown
- c) Prices are still trading below the negative crossover of 20 & 50 SMA, suggesting a downward move
- d) - DMI is also trading above +DMI with rising ADX, indicating a weak trend
- e) Technical breakdown is expected below 74.45, and the pair can slip down to 73.90 and 73.45 marks
- f) A decisive close above 75.70 mark will invalidate the impact of the H&S pattern

CHART ANALYSIS



SUPPORT & RESISTANCE LEVELS

USDINR LEVEL

Resistance 2	76.15
Resistance 1	75.7
Close	74.76
Support 1	74.45
Support 2	73.90