

Rupee falls to 1-year low against US dollar as coronavirus case emerges in India:

The Indian rupee fell sharply against the US dollar on Monday after two fresh cases of coronavirus detected in India, one in Delhi and another in Telangana. Domestic equity markets also extended losses to the seventh day. Rupee, which started the day on a positive note, witnessed heavy volatility and finally settled at 72.73 against the US dollar, which is its lowest value against the US dollar in over a year.

Today, USD/INR opened at 72.46 against its closing at 72.7250. The rupee rose against the dollar in early trade today as market players pinned their hopes on major central banks taking steps to ease potential economic fallout due to the fast-spreading coronavirus. Some market participants expect the US Federal Reserve to lower interest rates by as much as 50 basis points at its monetary policy review this month.

Analysts expect the rupee to remain under pressure amid weaker economic data and foreign fund flow.

9-USDINR.Rolling - 02/03/20
SMA(CloseLine:19)



Technical Outlook:

- USD-INR (MAR) shows strong buying after breakout of “Rising Wedge” pattern on a Daily chart.
- It has reached to key resistance level of 73.10 and RSI Indicator has also enters into overbought territory.
- Fresh buying is recommended only when the prices break and sustain above the resistance level of 73.10, the upside rally could test the level of 73.60-74.40 in the upcoming sessions.
- Alternatively, if the resistance holds strong then we can see profit booking up to 72.60. It has support at 72.50 if it breaks, then downside rally could test up to 72.00 - 71.30.
- **USD-INR has its major support at 72.50 and resistance at 73.10. One should be cautious at the current level.**

Weekly Pivot Table

Currency	S2	S1	Pivot	R1	R2
USD/INR	71.47	71.94	72.22	72.98	73.44
EUR/INR	77.18	78.56	79.33	81.49	82.87
GBP/INR	91.88	92.61	93.15	94.42	95.16
JPY /INR	63.77	65.22	65.99	68.21	69.66