

Buy USD/INR Nov @ 71.30 SL 70.90 target 71.80/72.30

Rupee weakens against dollar tracking Asian peers

Indian rupee weakened for second consecutive day against the US dollar tracking its Asian peers, which fell on fresh doubts over US-China trade deal. The rupee closed at 71.47 per dollar, down 0.25% from Friday's close of 71.29. It opened at 71.34 a dollar and touched a low of 71.38 --a level last seen on 17 October 2019. On Friday, Asian currencies fell after US President Donald Trump said that the US government has not agreed to roll back all tariffs with China. The sentiment was also dented after Moody's lowered India's outlook to negative from stable, while retaining the issuer rating at Baa2.



Technical Outlook:

- USD/INR Nov future has given “Descending Triangle” pattern breakout on daily chart.
- As per the technical outlook based on the current price action, the market is expected to continue its bullish trend.
- The continuation of the trend will be confirmed once the prices break and sustain above key resistance holding at 71.80. The positive rally could extend up to 72.60 levels in the upcoming sessions. On the contrary, 71.30 works as immediate support for USD/INR Nov future, if it closes below it then selling pressure could emerge for the downside target of 70.70-69.80 in the upcoming sessions. **The pair has its major support at 71.30 and resistance at 71.80.**

Currency Returns

Particulars	Last	Return					
		5D	1M	3M	6M	1Yr	5Yr
USD/INR	71.70	-1.0%	-0.7%	-0.4%	-1.6%	1.4%	-14.1%
EUR/INR	78.98	-0.3%	-0.6%	1.4%	0.3%	3.5%	-2.8%
GBP/INR	92.12	-0.7%	-2.9%	-6.4%	-0.3%	1.9%	5.4%
CHF/INR	72.35	-1.2%	-1.1%	2.0%	-3.3%	-0.5%	-11.7%
EUR/USD	1.10	-0.5%	-0.1%	-1.5%	-2.0%	-2.3%	-11.6%

Weekly Pivot Table

Currency	S2	S1	Pivot	R1	R2
USD/INR	70.40	70.87	71.15	71.63	71.90
EUR/INR	78.26	78.54	78.93	79.21	79.60
GBP/INR	90.85	91.10	91.40	91.65	91.95
JPY /INR	64.80	65.04	65.32	65.56	65.84