

**Rupee closes flat on Friday:**

The Indian rupee closed flat on Friday as lingering concerns over a resurgence of COVID-19 cases in the US and parts of Europe propelled demand for the safe-haven greenback globally in overnight trade. Expectations of foreign fund inflows for overseas investments into Indian companies may cushion losses in the rupee. Many companies are looking to raise funds from overseas investors by way of stake sale, qualified institutional placement of shares, and initial public offers, among other means. On an annualised basis, premium on the one-year exact-period dollar/rupee contract is seen at 4.08-4.15%. After France announced curfews in Paris and other major cities for a month starting Saturday, many European countries are expected to follow suit in the wake of a second wave of coronavirus infections in the continent. London will impose a tighter restrictions from Saturday. US President Donald Trump reportedly said he would agree to a larger fiscal plan, more than the proposed \$1.8-trln package, to win the support of Republicans and Democrats. However, many investors believe an agreement was unlikely before the presidential election on Nov 3. The likelihood of a larger stimulus package helped US stock futures edge higher in early trade today, that led to a recovery in Asian equities.



**Technical Outlook:**

- USD-INR (OCT) FUTURE has formed a “Rectangle Channel” pattern on a Daily chart,
- The market is expected to continue its bearish momentum based on the current price action. Fresh selling is recommended below the previous candle’s low which is 73.10 the downside rally could test the level of 72.60-71.50 in the upcoming sessions.
- On the contrary, if the prices are unable to break the support level then we may expect small bounce for the upside level of 73.80-74.20 levels.
- **USD-INR has its major support at 73.10 and resistance at 74.00.**

**Weekly Pivot Table**

Currency	S2	S1	Pivot	R1	R2
USD/INR	72.97	73.19	73.37	73.59	73.77
EUR/INR	85.23	85.65	86.27	86.69	87.31
GBP/INR	93.64	94.18	95.03	95.57	96.42
JPY /INR	68.97	69.35	69.66	70.04	70.35