

The Rupee trade sideways on Friday

The Rupee traded range-bound as analysts feel US Federal Reserve will allow inflation to overshoot in the coming months amid an economic recovery in the US. This led the US Treasury yields to climb to its highest level since January 2020, topping 1.75% and strengthened the safe-haven greenback globally. The yield on the benchmark 10-year US Treasury note has shot up by 60 basis points since the beginning of February, due to expectations that the US stimulus spending worth \$1.9 trln and faster COVID-19 vaccine rollouts will fuel a sharper recovery and a rise in inflation.



Technical Outlook:

- USD-INR (MAR) future prices managed to sustain above the support level of 72.50 on the weekly chart.
- The market expects some reversal in prices for the resistance range of 73.30-73.80.
- Fresh selling is recommended only when the prices break and sustain below the support level of 72.50, the downside rally could test the level of 71.80-71.20 in the upcoming sessions.
- Alternatively, if the support holds strong then the market might turn bullish once again and the upside rally could test 73.30 – 73.80 levels on the upcoming sessions.
- **USD-INR has its major support at 72.50 and resistance at 73.30.**

Weekly Pivot Table

Currency	S2	S1	Pivot	R1	R2
USD/INR	72.18	72.38	72.65	72.85	73.12
EUR/INR	85.88	86.15	86.67	86.94	87.46
GBP/INR	99.51	100.28	101.23	102.00	102.95
JPY /INR	66.22	66.47	66.66	66.91	67.10