

# Eagle Eye Currencies

May 16, 2022

---

## Index

USDINR

EURINR

GBPINR

JPYINR

Visit us at [www.sharekhan.com](http://www.sharekhan.com)

**Sharekhan**

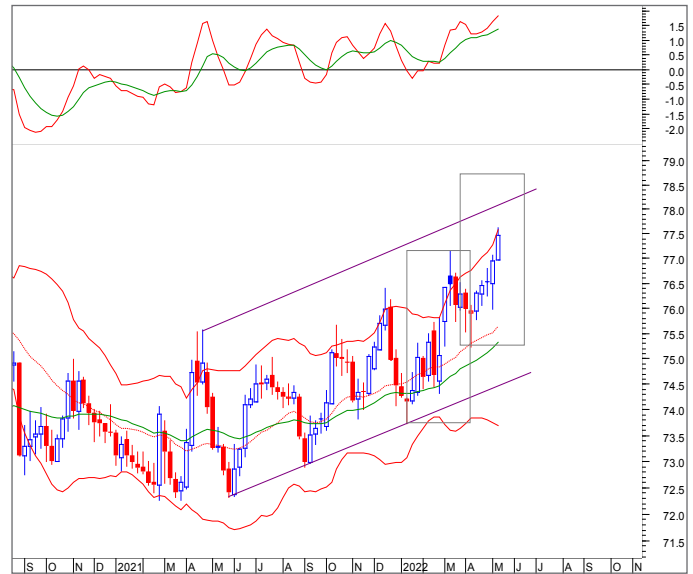
by BNP PARIBAS

For Private Circulation only

## USDINR: Stretching higher

The USDINR pair closed firmly in the green last week for the fifth consecutive week. The pair saw follow-through buying interest from the previous week and continued to inch higher to close around the high point for the week. It has surpassed and closed above the previous swing high which is a sign of strength. Prices are moving higher along with the expanding upper Bollinger Band indicating that the positive momentum is likely to continue. Considering the above parameters, we expect the pair to trade with a positive bias during the week and target levels of 78.70 which is the equality target. Reversal of the bearish stance is placed at a close above 75.20.

View	Reversal	Target
Up	Rs. 75.20	Rs. 78.70



## EURINR: Volatile within a range

EURINR closed in the red last week. After a sharp decline, the pair has been consolidating in a volatile manner around the lower end of the falling channel. The weekly lower Bollinger Band is expanding and prices are trading along the lower Bollinger band indicating that the fall is likely to continue. The weekly momentum indicator has a negative crossover which is a sell signal. Thus, the downtrend appears intact and hence we maintain a negative stance on the pair. Overall, we expect the pair to target levels of 78.30 which is a crucial Fibonacci retracement level. Reversal of the bearish stance is placed at a close above 82.90.

View	Reversal	Target
Down	Rs.82.90	Rs. 78.30



## GBPINR: Consolidation on the cards

The GBPINR closed marginally in the green last week. The pair after a sharp decline has reached the crucial Fibonacci retracement level (94.32) and is consolidating. The consolidation can continue for this week. The overall trend remains negative and post this consolidation we can expect the next leg of the fall. The weekly momentum indicator has a negative crossover which is a sell signal. We continue to maintain negative stance on the pair for target of 91.75 which is the 61.82% Fibonacci retracement level. Reversal of the bearish stance is placed at a close above 98.35.

View	Reversal	Target
Down	Rs. 98.35	Rs. 91.75



## JPYINR: Relief rally

JPYINR closed in the green last week. It witnessed some buying interest after relentless selling pressure. Considering the sharp fall we expect a decent relief rally. In addition, considering the extremely oversold condition on the momentum indicator a relief rally appears highly probable. Considering the above parameters we change the short term outlook on the pair to positive. We expect the pair to retrace the fall it has witnessed from 67.05 to 58.39. On the upside it is likely to target levels of 61.80 and 62.60 which are the 50% and 61.82% Fibonacci retracement levels. Reversal of the bearish stance is placed at a close below 58.40.

View	Reversal	Target
Up	Rs. 58.40	Rs. 62.60



# Sharekhan

by BNP PARIBAS

Know more about our products and services

For Private Circulation only

---

**Disclaimer:** Client should read the Risk Disclosure Document issued by SEBI & relevant exchanges and the T&C on [www.sharekhan.com](http://www.sharekhan.com) before investing. Investment in securities market is subject to market risks. Please read all the related documents carefully before investing. This document has been prepared by Sharekhan Ltd. (SHAREKHAN), is intended for use only by the person or entity to which it is addressed to, may contain confidential and/or privileged material. This document is not for any type of circulation and any review, retransmission, or any other use is strictly prohibited. This Document is subject to changes without prior notice and does not constitute an offer to sell or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. Though disseminated to all customers who are due to receive the same, not all customers may receive this report at the same time. SHAREKHAN will not treat recipients as customers by virtue of their receiving this report. The information contained herein is obtained from publicly available data or other sources believed to be reliable and SHAREKHAN has not independently verified the accuracy and completeness of the said data and hence it should not be relied upon as such. While we would endeavour to update the information herein on reasonable basis, SHAREKHAN, its subsidiaries and associated companies, their directors and employees ("SHAREKHAN and affiliates") are under no obligation to update or keep the information current. Also, there may be regulatory, compliance, or other reasons that may prevent SHAREKHAN and affiliates from doing so. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. Recipients of this report should also be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The user assumes the entire risk of any use made of this information. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment. The trading avenues discussed or views expressed may not be suitable for all investors. Derivatives are highly leveraged financial instruments and can lead to disproportionate gains as well as disproportionate losses to clients. Derivatives suffer from the risk of inability to correlate perfectly with underlying assets, rates or indices. We do not undertake to advise you as to any change of our views. Affiliates of Sharekhan may have issued other documents that are inconsistent with and reach different conclusions from the information presented in this report. This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject SHAREKHAN and affiliates to any registration or licencing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction. SHAREKHAN or its affiliates or its directors or employees / representatives / clients or their relatives may have position(s), make market, act as principal or engage in transactions of purchase or sell of securities, from time to time or may be materially interested in any of the securities or related securities referred to in this report and they may have used the information set forth herein before publication.

Compliance Officer: Mr. Joby John Meledan; Tel: 022-61150000;

For any queries or grievances kindly email [igc@sharekhan.com](mailto:igc@sharekhan.com) or contact: [myaccount@sharekhan.com](mailto:myaccount@sharekhan.com)

---

**Registered Office:** Sharekhan Limited, 10th Floor, Beta Building, Lodha iThink Techno Campus, Off. JVLR, Opp. Kanjurmarg Railway Station, Kanjurmarg (East), Mumbai – 400042, Maharashtra. Tel: 022 - 61150000. Sharekhan Ltd.: SEBI Regn. Nos.: BSE / NSE / MSEI (CASH / F&O / CD) / MCX - Commodity: INZ000171337; DP: NSDL/CDSL-IN-DP-365-2018; PMS: INP000005786; Research Analyst: INH000006183; For any complaints email at [igc@sharekhan.com](mailto:igc@sharekhan.com).