

June 2nd, 2016

Currency Report



Currency Futures (NSE)

Currency	Expiry	Spot	Open	High	Low	Close	% chg	OI	% Chg in OI
USDINR	June	67.4393	67.4150	67.7900	67.4150	67.7675	0.25%	1447693	6.3%
EURINR	June	75.5730	75.3525	75.7800	75.0625	75.7350	0.24%	66369	5.1%
GBPINR	June	97.2350	97.9675	98.2000	97.6275	97.8225	-1.00%	37334	-19.7%
JPYINR	June	6184.3200	61.0600	62.0850	60.9375	61.9475	1.63%	28839	42.3%

Trade Sheet:
Sell 66.75 PE, 68.50 CE at 0.27, SL 0.36, TARGET 0.11

Option Monitor

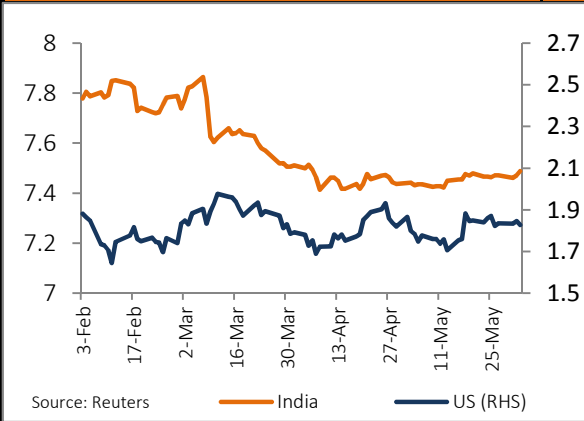
Call					Strike Price	Put				
IV	% Chg in OI	OI	Volume	Premium		Premium	Volume	OI	% Chg in OI	IV
6.00	2.51%	11654	3072	1.3275	66.50	0.0475	55044	72324	-12.89%	5.56
5.55	9.31%	116171	36270	0.9150	67.00	0.1325	107213	130719	-1.38%	5.71
5.80	4.14%	303201	140021	0.5850	67.50	0.3025	110693	215662	12.93%	5.98
6.08	-5.81%	286495	313344	0.3500	68.00	0.5650	32145	197662	5.71%	6.28
6.56	-1.59%	272139	226031	0.2100	68.50	0.9350	4324	15965	22.29%	7.02

FII Activity

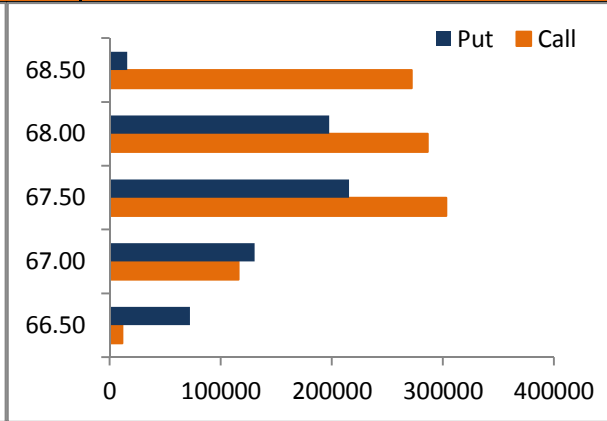
Action	Rs. (Cr)	\$ (Mil)
BUY	3986.33	587.78
SELL	3726.43	549.46
NET	259.90	38.32

Days to Expiry: 26

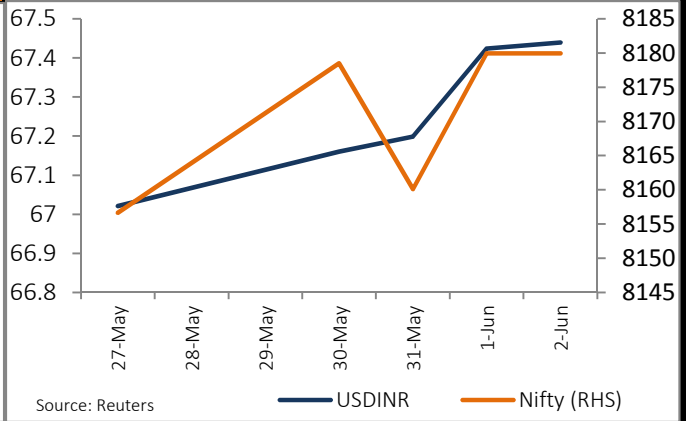
10 Yr Bonds Yields



Open Interest Distribution



Correlation Between Nifty v/s USDINR



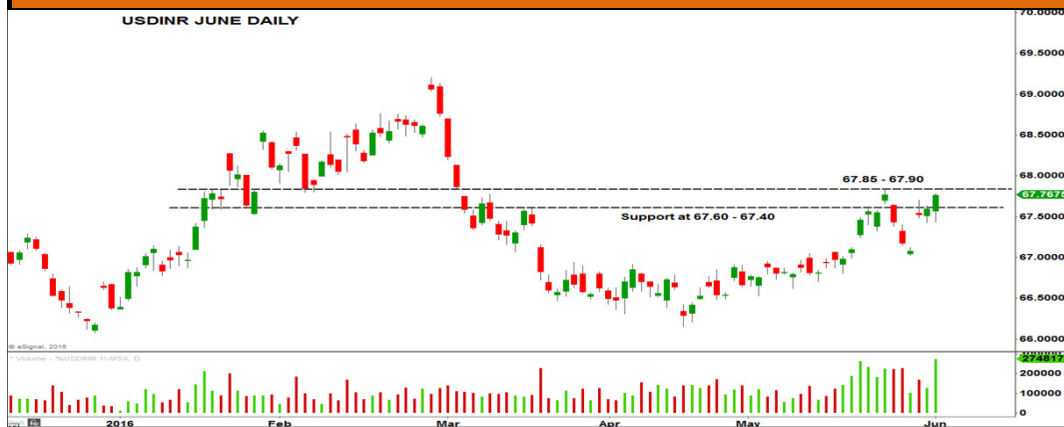
Market Snapshot

INR witnessed sudden depreciation during the day after a section of the media reported that RBI Governor Raghuram Rajan doesn't want an extension of his term, though Prime Minister Modi wants him to continue as the Governor. However, government sources termed these reports as "speculative". Earlier in the day, the domestic currency had opened a tad higher; however, took a sudden reversal in mid-afternoon trade following heavy dollar demand and plunged to hit a fresh intra-day low.

Data showed manufacturing activity expanded for a third straight month in May, but growth in new orders slowed further as factories grappled with sluggish overseas demand and weak capital spending in the energy sector. Fed's Beige Book report pointed to rising labour costs, potentially making policymakers more comfortable that inflation is on track to rise to the central bank's 2% target.

European markets await ECB's monetary policy decision. Japan's PM Shinzo Abe announced a delay in a sales tax increase of 2-1/2 years, putting plans for fiscal reform on the back burner amid weakness in the economy. The delay was longer than market participants had expected.

Technical Chart



Support - Resistance for the day

Currency	Pivot	S1	S2	R1	R2
USDINR	67.66	67.53	67.28	67.90	68.03
EURINR	75.53	75.27	74.81	75.99	76.24
GBPINR	97.88	97.57	97.31	98.14	98.46
JPYINR	61.66	61.23	60.51	62.38	62.80

International Pairs

Currency	Open	High	Low	Close	% chg
Dollar Index	95.43	95.41	95.19	95.25	0.21%
Euro	1.1187	1.1213	1.1164	1.1206	-0.19%
Pound	1.4414	1.4428	1.4402	1.4418	-0.03%
Yen	109.52	109.58	108.85	109.02	0.46%

Economic Data

Forward Market (OTC/ Interbank)

Today	Currency	Expected	Previous	Yesterday	Currency	Actual	Previous	Period	Forward	Future	NDF
API Weekly Crude Oil Stock	USD	-	-5.137M	Nikkei Markit Mfg PMI (Ma	INR	50.70	50.50	1- Month	67.8106	67.7675	67.8293
Interest Rate Decision (Jun	EUR	0.0	0.0	German Mfg PMI (May)	EUR	52.10	52.40	3-Month	68.5418	68.4650	68.4393
OPEC Meeting	USD	-	-	Mfg PMI (May)	EUR	51.50	51.50	6-Month	69.5418	69.4750	69.4293
Initial Jobless Claims	USD	271K	268K	Mfg PMI (May)	EUR	51.50	51.50	1-Year	71.4543	71.6075	71.4264

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