

### Treasury yields

	Closing yield%	Previous yield %
India 10 year	7.05	7.06
US 10 year	2.34	2.38
Eur 10 year	0.36	0.38
UK 10 year	1.29	1.31
JPY 10 year	0.04	0.05

### RBI reference rate

	Close		% change
	11/17/2017	11/16/2017	
US\$INR	64.85	65.30	-0.69
EUR-INR	76.56	77.00	-0.57
GBP-INR	85.79	86.05	-0.31
JPY-INR	57.59	57.81	-0.38

### Spot

	Close	Prev close	% change
Rupee	65.02	65.32	-0.47
Dollar index	93.66	93.93	-0.29
Euro	1.179	1.177	0.17
British pound	1.3215	1.3195	0.15
Japanese Yen	112.1	113.06	-0.85
Australian (\$)	0.7564	0.7588	-0.32
Swiss Franc	0.9891	0.9941	-0.50

### Currency futures (US\$/₹, NSE)

Contracts	LTP	chng (%)	OI	Vol	chng (%)	Vol
November	65.08	-0.49	1082191	2096464	0.84	35.06
December	65.30	-0.50	363952	239619	2.30	157.62
Nov-Dec	-0.22	-	-	1856845	-	88.57
Dec-Jan	-0.25	-	-	208712	-	87.10

### Global Indices

Indices	Close	Prev close	% change
Dow Jones	23358.24	23458.36	-0.43
Nasdaq	6314.51	6339.141	-0.39
FTSE	7380.68	7386.94	-0.08
DAX	12993.73	13047.22	-0.41
Hang Sang	29189.04	29199.04	-0.03
Nikkei	22271.35	22396.8	-0.56
SGX Nifty	10279.5	10302	-0.22

\* Asian market as at 08.00 am

### Commodities

	Close	Prev close	% change
Gold	1292.42	1278.58	1.08
Copper	306.7	304.8	0.62
Brent crude	62.72	61.36	2.22

Source: Reuters, Bloomberg, CdsI for above all exhibits

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### Debt market

- Government bonds pared early gains to end lower, even after Moody's Investors Service raised the sovereign credit rating. The benchmark yield posted its fifth weekly rise amid concerns that inflation will gain pace
- The GoI benchmark 6.79% 2027 bond yield declined to 7.05% from 7.06% in the previous session
- Yield on the US 10-year benchmark bond declined to 2.34% from 2.38% in the previous session

### Forex (US\$/INR)

- The rupee posted a weekly gain against the US\$, helped by a boost in domestic sentiment after Moody's upgraded the country's sovereign credit rating for the first time in about 14 years
- The US\$ held mild losses against major currencies following declines in US treasury yields. Investors continue to track US tax reforms while December interest rate hike expectations remain intact. The Euro pummelled over failed German government formation talks while Yen rose sharply on the back of rising demand for safe haven assets

### Equity

- Equity benchmarks ended the volatile week on a flattish note. The decline early during the week, on the back of worries on fiscal deficit and sell off in commodities, was set aside as markets cheered the upgrade of government bond ratings by Moody's Investor Services
- In the broader market space Nifty midcap ended flattish while the small cap index lagged with a decline of 1.6% on a weekly basis

### Commodities Market

- Gold gained on talks over a German government formation collapse, which weighed on Euro and supported safe haven assets. Gold continued to stay on edge ahead of US December monetary policy meet
- Oil prices rose sharply on Friday supported by Saudi Arabia's plea to announce Opec output extension curbs in the November meeting. Investors in the oil market are awaiting Opec's decision, which could have a crucial effect on oil prices in the medium term

### Strategy

- In the currency futures market, the near month dollar-rupee November contract on the NSE ended at 65.08. The November contract open interest increased 0.84% from the previous day
- December contract open interest rose 2.3% in the previous session
- We expect the US\$ to find supports at lower levels. Utilise the downside in the pair to go long on the US\$INR

### Intra-day strategy

#### US\$INR November futures contract (NSE)

Buy US\$INR in the range of 65.00 - 65.10

Target: 65.35 / 65.40

Support

S1/ S2: 65.00 / 64.80

#### View: Bullish on US\$INR

Market Lot: US\$1000

Stop Loss: 64.90

Resistance

R 1/R 2: 65.30 / 65.50

Source: Company, ICICIdirect.com Research

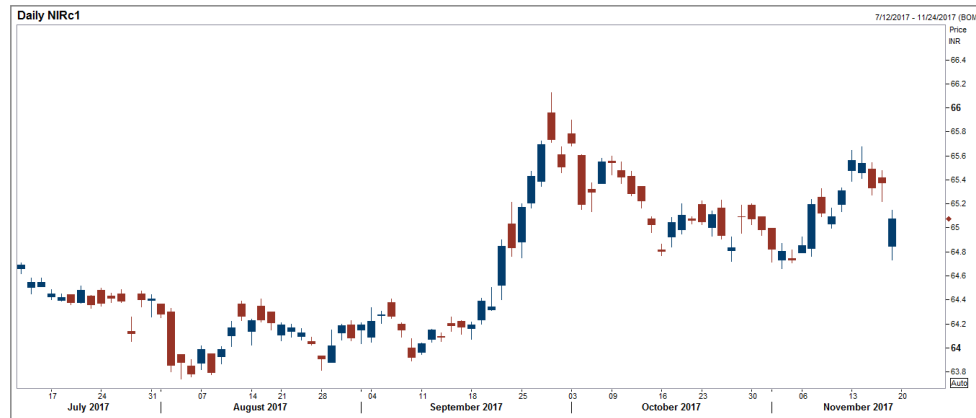
\*Call initiation and update messages will be broadcast on iclick-2-gain"

### FII Activity

Segment	Gross Purchase	Gross Sale	Net (₹crore)
Equity	5258.28	4968.80	289.48
Debt	957.18	958.72	-1.54

Source: SEBI, CDSL

### Exhibit 1: US\$ INR Currency Future (NSE)



Source: Reuters, ICICIdirect.com Research

### Exhibit 2: Pivot Levels (NSE)

Futures	Pivot	S 1	S 2	R 1	R 2
US\$ - INR (November)	65.00	64.85	64.58	65.26	65.41
US\$ - INR (December)	65.22	65.07	64.80	65.49	65.64
EUR - INR (November)	76.75	76.51	76.15	77.11	77.36
EUR - INR (December)	77.11	76.91	76.58	77.44	77.63
GBP - INR (November)	85.99	85.70	85.44	86.26	86.55
GBP - INR (December)	86.33	86.03	85.73	86.63	86.94
JPY - INR (November)	57.73	57.58	57.32	58.00	58.14
JPY - INR (December)	58.03	57.90	57.68	58.25	58.38

Source: NSE, ICICIdirect.com Research

### Exhibit 3: Strategy follow up

Date	Contract USD/INR	View	Strategy	Rec.	Target	SL	(P/L)*	Comment
17-Nov-17	November	Sell	Sell future	65.05	64.85	65.20	0	Not initiated

(\*Returns are calculated on one lot only)

### Exhibit 4: Contract Specification (NSE)

Underlying	Rate of exchange between one USD and INR
Trading Hours (Monday to Friday)	09:00 a.m. to 05:00 p.m.
Contract Size	USD 1000
Tick Size	0.25 paise or INR 0.0025
Trading Period	Maximum expiration period of 12 months
Contract Months	12 near calendar months
Final Settlement date/ Value date	Last working day of the month (subject to holiday calendars)
Last Trading Day	Two working days prior to Final Settlement Date
Settlement	Cash settled
Final Settlement Price	The reference rate fixed by RBI two days prior to the final settlement date will be used for final settlement

Source: NSE, ICICIdirect.com Research

NOTES:

- The Sell below / above price is a key technical level, which decides the trend for the day
- Initiate the trade within +/- 0.03—0.04 margin from the recommended level
- A return opportunity of about 0.09 paisa is considered for partial profit booking post initiation of the trade
- Once the Call is initiated, an appropriate Stop Loss trigger should be put for the trade
- Once into position, put trailing stops to preserve your profits
- Be careful if the counter achieves the target immediately after opening
- The strategies are valid only for the date mentioned at the top
- Positions should be squared off by the end of the day
- The strategies are based on intra-day volatility, suggesting a two-way approach intra-day
- Medium to long-term prospects do not have any bearing on the daily view

**MOST IMP:** The follow-up and performance review table of the strategies indicates the profit opportunity that was available in the strategies. Individual profits may vary, depending upon the entry and exit price and stop losses



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