

Treasury yields

	Closing yield%	Previous yield %
India 10 year	6.68	6.70
US 10 year	2.39	2.42
Eur 10 year	0.33	0.33
UK 10 year	1.14	1.12
JPY 10 year	0.07	0.07

RBI reference rate

	Close		% change
	31-03-2017	30-03-2017	
USD/INR	64.84	64.93	-0.14
EUR/INR	69.25	69.87	-0.90
GBP/INR	80.88	80.75	0.16
YEN/INR	57.96	58.43	-0.80

Spot

Spot	Close	Prev close	% change
Rupee	64.85	64.92	-0.11
Dollar index	100.35	100.41	-0.06
Euro	1.0652	1.0674	-0.21
British pound	1.255	1.2468	0.66
Japanese Yen	111.39	111.92	-0.47
Australian (\$)	0.7629	0.7641	-0.16
Swiss Franc	1.0026	1.0012	0.14

Currency futures (US\$/₹, NSE)

Contracts	LTP	chg (%)	OI	Vol	chg (%)	
					OI	Vol
April	65.05	-0.08	1713440	960268	2.64	29.01
May	65.33	-0.05	330301	130117	8.89	-5.37
April-May	-0.28	-	-	830151	-	86.45
May-June	-0.28	-	-	113559	-	87.27

Global Indices

Indices	Close	Prev close	% change
Dow Jones	20663.22	20728.49	-0.31
Nasdaq	5436.232	5439.742	-0.06
FTSE	7322.92	7369.52	-0.63
DAX	12312.87	12256.43	0.46
Hang Sang	24223.99	24111.59	0.47
Nikkei	18982.54	18909.26	0.39
SGX Nifty	9209	9198	0.12

* Asian market as at 08.00 am

Commodities

	Close	Prev close	% change
Gold	1249.2	1242.64	0.53
Copper	265.25	267.15	-0.71
Brent crude	52.83	52.96	-0.25

Source: Reuters, Bloomberg, Cdsl for above all exhibits

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Debt market

- Government bond yields fell for a third straight fiscal year, as huge liquidity in the banking system and foreign funds chasing higher yield supported domestic debt
- The benchmark 6.97% 2026 bond yield fell to 6.68% from 6.70% in the previous session
- Yield on the US 10-year fell to 2.39% from 2.42% in the previous session

Forex (US\$/INR)

- The rupee posted the biggest quarterly rise in four-and-a-half years against the dollar, due to strong fund inflows in domestic markets and attractive macro fundamentals supporting the rupee
- The US\$ saw mild profit booking against major currencies as markets await US March employment data. Overall, the US\$ is expected to remain on a weak footing as a delay in major reforms is leading to profit booking in Trump led rally led by his US presidential win

Equity

- Equity benchmarks ended on a flat note on Friday amid consolidation in a narrow range in the last trading session of FY17
- The Sensex settled at 29620, down 26 points or 0.09% while the Nifty ended unchanged at 9173
- The broader markets outshone the benchmark in a range bound trading session as the BSE midcap and small cap indices rose over 0.70% each. As a result, the overall market breadth was positive with an A/D ratio of 1.44:1 on BSE

Commodities Market

- Crude oil traded in a minor range at lower levels. Opec and other members are planning a six-month extension to current supply curbs originally set to expire in June. This could provide some mild support to prices as rising US inventories have been halted last week
- Gold bulls continued to enjoy weakness in the US\$. Absence of major reforms could hit US interest rate hike sentiment further supporting gold. Also, inflation spike seen in developed economies is positive for gold

US\$/INR derivatives strategy

- In the currency futures market, the most traded dollar-rupee April contract on the NSE ended at 65.05. The April contract open interest rose 2.64% from the previous day
- May contract open interest rose 8.89% from the previous day
- We expect the US\$ to meet supply pressure at higher levels. Utilise upsides in the pair to go short on the US\$/INR pair

Intra-day strategy

US\$/INR April futures contract (NSE)	View: Bearish on US\$/INR
Sell US\$/INR in the range of 65.08 - 65.16	Market Lot: US\$1000
Target: 64.75 / 64.65	Stop Loss: 65.23
Support	Resistance
S1/ S2: 64.90 / 64.70	R1/R2: 65.12 / 65.22

Source: Company, ICICIdirect.com Research

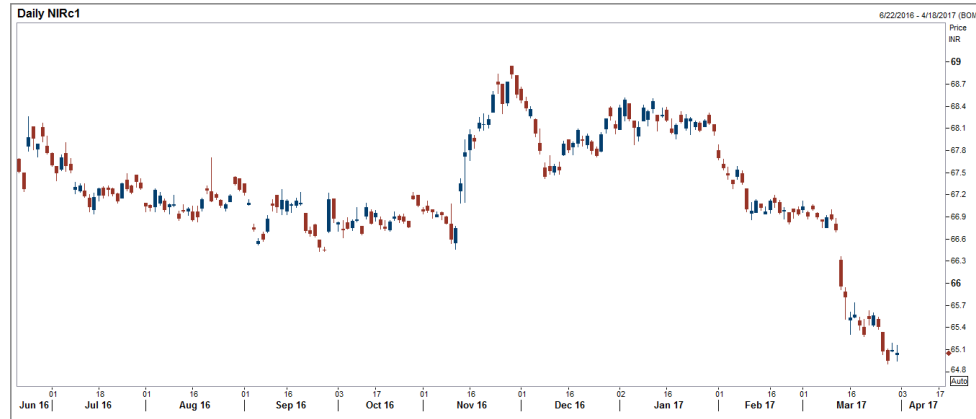
*Call initiation and update messages will be broadcast on iclick-2-gain"

FII Activity

Segment	Gross Purchase	Gross Sale	Net (₹ crore)
Equity	12232.93	11790.15	442.78
Debt	1520.03	987.45	532.58

Source: SEBI, CDSL

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



Source: Reuters, ICICIdirect.com Research

Exhibit 2: Pivot Levels (NSE)

Futures	Pivot	S1	S2	R1	R2
US\$ - INR (Apr)	65.06	64.97	64.85	65.18	65.28
US\$ - INR (May)	65.34	65.25	65.13	65.46	65.55
EUR - INR (Apr)	69.64	69.49	69.33	69.80	69.94
EUR - INR (May)	69.95	69.84	69.69	70.10	70.22
GBP - INR (Apr)	81.19	80.99	80.79	81.40	81.59
GBP - INR (May)	81.56	81.40	81.21	81.74	81.91
JPY - INR (Apr)	58.22	58.09	57.90	58.41	58.53
JPY - INR (May)	58.51	58.41	58.24	58.68	58.77

Source: NSE, ICICIdirect.com Research

Exhibit 3: Strategy follow up

Date	Contract USD/INR	View	Strategy	Rec.	Target	SL	(P/L)*	Comment
31-Mar-17	April	Sell future	Sell future	65.24	65.00	65.33	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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