

July 1st, 2016

Currency Report



Currency Futures (NSE)

Currency	Expiry	Spot	Open	High	Low	Close	% chg	OI	% Chg in OI
USDINR	July	67.4963	67.8625	67.9950	67.7500	67.7725	-0.33%	1236589	-1.5%
EURINR	July	74.8540	75.3050	75.5925	75.2475	75.5250	0.19%	42570	8.2%
GBPINR	July	89.9450	91.0850	91.6200	90.9100	91.4750	-0.03%	41386	2.0%
JPYINR	July	6552.3300	65.9675	66.3125	65.8350	65.8975	-0.48%	43497	-1.8%

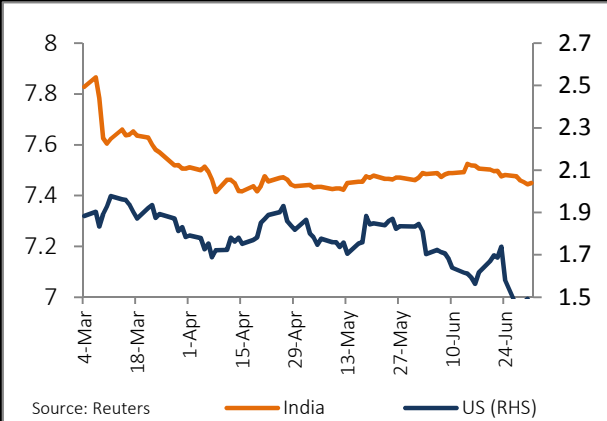
Trade Sheet:

Positional Spread: Buy EURINR (Jul) / Sell USDINR (Jul) - At 7.42, SL Trailed to 6.97, Tgt 8.45

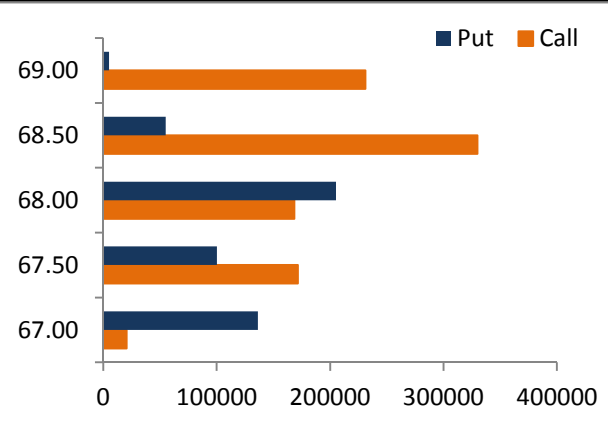
Option Monitor

Call					Strike Price	Put					FII Activity		
IV	% Chg in OI	OI	Volume	Premium		Premium	Volume	OI	% Chg in OI	IV	Action	Rs. (Crs)	\$ (Mil)
3.96	5.06%	20519	6820	0.9050	67.00	0.1175	88255	136303	11.16%	5.68	BUY	8113.06	1193.27
4.74	67.19%	171540	133602	0.5600	67.50	0.2650	104190	100234	-6.01%	5.79	SELL	7005.64	1030.39
5.28	15.15%	168569	249711	0.3250	68.00	0.5400	161763	205145	0.39%	6.43	NET	1107.42	162.88
5.85	37.67%	330004	170643	0.1875	68.50	0.8875	6860	55106	0.76%	6.98	Days to Expiry		26
6.22	-10.27%	231241	129742	0.1000	69.00	1.3325	1074	5047	6.07%	8.29			

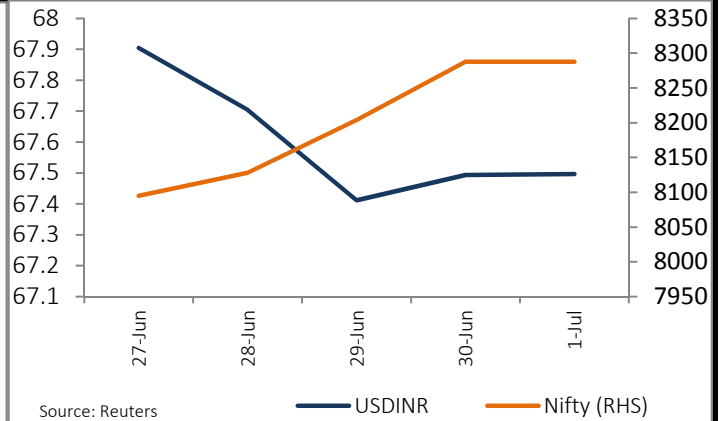
10 Yr Bonds Yields



Open Interest Distribution



Correlation Between Nifty v/s USDINR



Market Snapshot

Rupee traded sideways and is likely to trade firm, tracking weakness in the Chinese yuan, even as hopes that global central banks will provide stimulus to fend off the impact of Britain leaving the European Union supported risk appetite. PBoC may allow the yuan to weaken to 6.8 per dollar this year to support its economy. The nation's central bank set a weaker yuan fix at 6.6496 against the U.S. dollar.

Sensex ended 1% higher yesterday, where FII's bought Rs.11.07 billion worth local shares. Data released yesterday showed India's fiscal deficit in the first two months of the current financial year that started Apr. 1 totalled Rs.2.29 trillion, widening from Rs.2.09 trillion in the comparable year earlier period.

Bank of England Governor Mark Carney yesterday said the authority was ready to cut key interest rates and pump more stimulus into Britain's economy after the nation unexpectedly voted to leave the European Union last week.

China's Manufacturing purchasing managers index at 50.0 in June, vs. estimate of 50.0. Non-manufacturing PMI was at 53.7, compared with 53.1 in May. CAIXIN June Manufacturing PMI at 48.6 vs. May 49.2. Japanese final June Manufacturing PMI rises to 48.1 vs. 47.7 (MoM), May Core CPI - 0.4% y/y, forecast -0.4%.

Technical Chart



Support - Resistance for the day

Currency	Pivot	S1	S2	R1	R2
USDINR	67.84	67.68	67.59	67.93	68.08
EURINR	75.46	75.32	75.11	75.66	75.80
GBPINR	91.34	91.05	90.63	91.76	92.05
JPYINR	66.02	65.72	65.54	66.20	66.49

International Pairs

Currency	Open	High	Low	Close	% chg
Dollar Index	95.89	95.90	95.79	95.85	0.30%
Euro	1.1103	1.1116	1.1091	1.1100	0.04%
Pound	1.3306	1.3349	1.3273	1.3339	-0.25%
Yen	103.25	103.39	102.80	102.88	0.36%

Economic Data

Today	Currency	Expected	Previous	Yesterday	Currency	Actual	Previous
Nikkei Markit Mfg PMI (Jun)	INR	-	50.7	Construction Orders (YoY)	JPY	34.5%	-16.9%
BoJ Core CPI (YoY)	JPY	-	0.9%	Housing Starts (YoY) (May)	JPY	9.8%	9.0%

Forward Market (OTC/ Interbank)

Period	Forward	Future	NDF
6-Month	69.5888	69.4800	69.5563
1-Year	71.5488	71.6875	71.5263

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