

June 7th, 2016

# Currency Report



### Currency Futures (NSE)

Currency	Expiry	Spot	Open	High	Low	Close	% chg	OI	% Chg in OI
USDINR	June	66.8347	67.0700	67.2850	67.0250	67.2450	-0.45%	1441578	1.5%
EURINR	June	75.8620	76.0600	76.3575	76.0100	76.3075	1.25%	54410	-2.9%
GBPINR	June	96.6470	97.2000	97.2000	96.5200	96.9625	-0.47%	47050	9.2%
JPYINR	June	6202.6000	62.5200	62.8900	62.5050	62.7275	1.14%	39812	11.4%

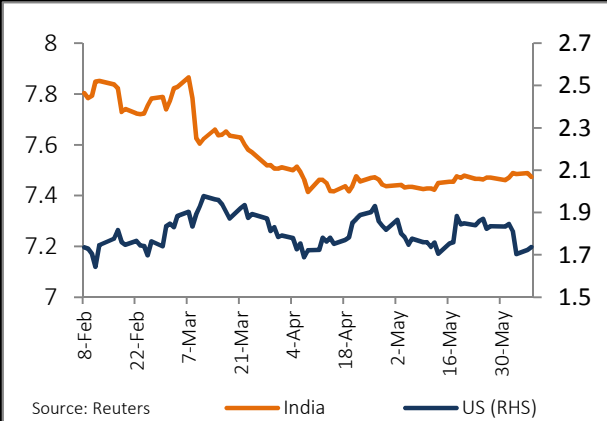
### Trade Sheet:

Option Strategy: Sell 66.75 PE & 68.50 CE- At 0.27, SL 0.36, Tgt 0.11

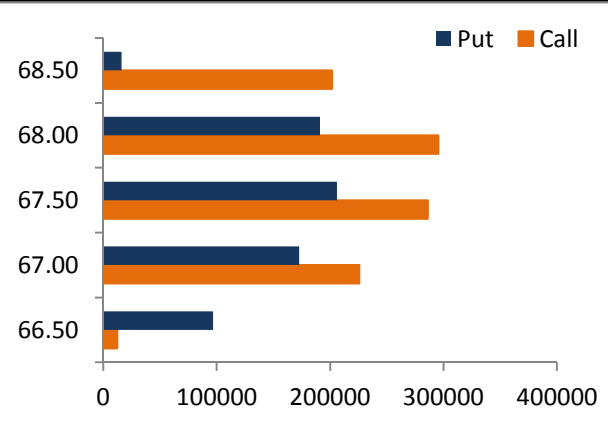
### Option Monitor

Call					Strike Price	Put					FII Activity		
IV	% Chg in OI	OI	Volume	Premium		Premium	Volume	OI	% Chg in OI	IV	Action	Rs. (Crs)	\$ (Mil)
4.08	6.95%	12445	1780	0.8000	66.50	0.0950	61259	96777	10.07%	5.38	BUY	5016.42	736.90
5.23	112.74%	225792	181398	0.4875	67.00	0.2600	173262	172613	24.26%	5.74	SELL	4988.12	732.74
5.74	-11.80%	286321	219468	0.2700	67.50	0.5275	76120	206162	-8.63%	6.04	NET	28.30	4.16
6.06	-3.21%	295374	154194	0.1350	68.00	0.9000	5234	191023	0.41%	6.62	Days to Expiry		21
6.49	-21.85%	201883	126345	0.0675	68.50	1.3325	36	16091	-0.01%	7.33			

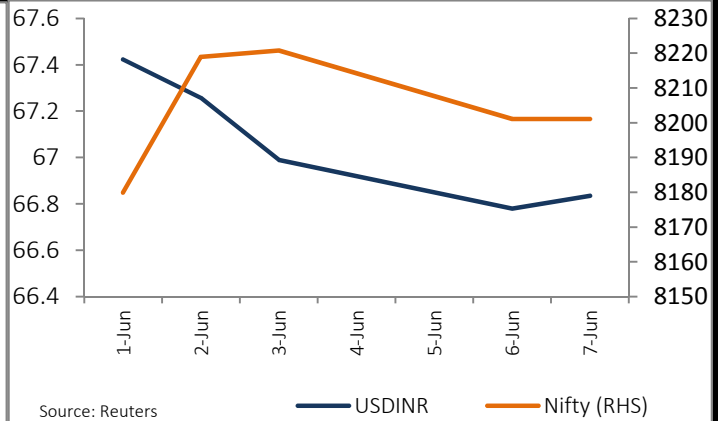
### 10 Yr Bonds Yields



### Open Interest Distribution



### Correlation Between Nifty v/s USDINR



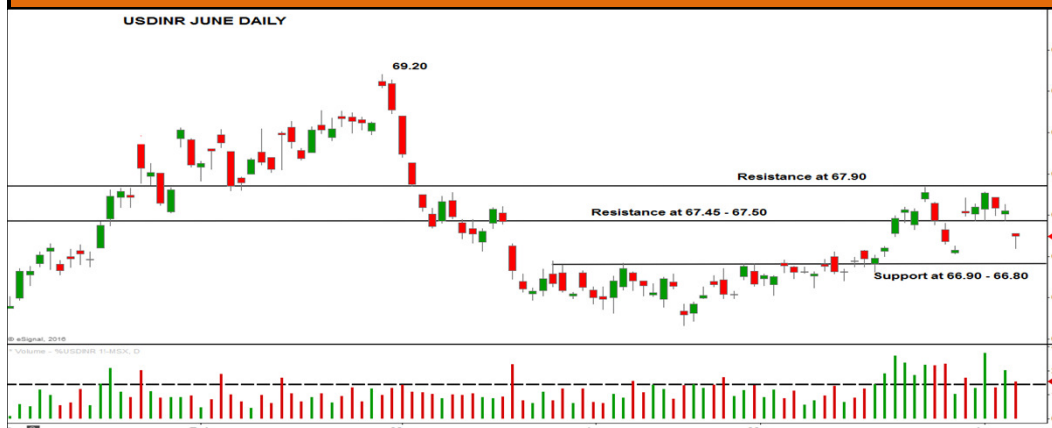
## Market Snapshot

Rupee continues to appreciate and could extent gains as Fed Chair Janet Yellen’s cautious comments further pushed back expectations of an early rate increase, keeping the dollar at near four-week lows. An overhang of the forthcoming RBI policy today will keep the prices range bound till RBI policy review is out. Any guidance and comments about Rajan’s second term will be watched.

RBI, which has cut rates by a total of 150 basis points since January 2015, is widely expected to stand pat at its monetary policy review later today. Markets are eying any indications about an extension of Governor Raghuram Rajan’s term, which is set to expire in September.

Fed’s Yellen said interest rate hikes are likely on the way, but dropped a reference to the timing of any increase. Traders see only a 2% chance the Fed will raise interest rates by its June 14-15 meeting. She added that the jobs report was “disappointing,” but added “one should never attach too much significance to any single monthly report. Other timely indicators from the labor market have been more positive. In the UK, 3 surveys on Monday showed a lead for the ‘Leave’ campaign.

### Technical Chart



### Support - Resistance for the day

Currency	Pivot	S1	S2	R1	R2
USDINR	67.19	67.09	66.93	67.35	67.45
EURINR	76.23	76.09	75.88	76.44	76.57
GBPINR	96.89	96.59	96.21	97.27	97.57
JPYINR	62.71	62.53	62.32	62.91	63.09

### International Pairs

Currency	Open	High	Low	Close	% chg
Dollar Index	94.02	94.09	93.93	94.05	-0.16%
Euro	1.1353	1.1365	1.1346	1.1351	0.00%
Pound	1.4439	1.4467	1.4433	1.4461	-0.17%
Yen	107.55	107.81	107.20	107.72	-0.16%

### Economic Data

Today	Currency	Expected	Previous	Yesterday	Currency	Actual	Previous
Cash Reserve Ratio	INR	4.0%	4.0%	German Factory Orders (M	EUR	-2.0%	2.6%
Interest Rate Decision	INR	6.5%	6.5%	ECB's Nowotny Speaks	EUR	-	-
Reverse REPO Rate	INR	6.0%	6.0%	FOMC Member Rosengrner	EUR	-	-
German IP (MoM) (Apr)	EUR	0.6%	-1.3%	Retail PMI	EUR	50.60	47.90

### Forward Market (OTC/ Interbank)

Period	Forward	Future	NDF
1- Month	67.1772	67.2450	67.1747
3-Month	67.8972	67.9600	67.7747
6-Month	68.9147	68.9200	68.7647
1-Year	70.8247	70.9100	70.7547

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