

August 9th, 2016

Currency Report



Currency Futures (NSE)

Currency	Expiry	Spot	Open	High	Low	Close	% chg	OI	% Chg in OI
USDINR	August	66.7983	67.0375	67.0775	66.9350	67.0650	0.10%	1775407	0.4%
EURINR	August	74.0060	74.5800	74.5800	74.2775	74.3625	-0.58%	54681	-23.7%
GBPINR	August	86.7380	87.8075	87.8075	87.3675	87.6475	-0.68%	48233	20.7%
JPYINR	August	6525.8200	66.1000	66.1000	65.4425	65.5450	-1.11%	48049	-25.2%

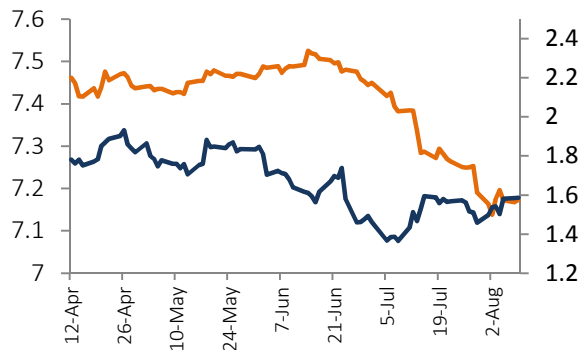
Trade Sheet:

POSITIONAL OPTION STRATEGY: SELL USDINR 16AUG 68CE; SELL USDINR 16AUG 66.5PE @ CMP 0.1650, TGT 0.02, SL 0.245

Option Monitor

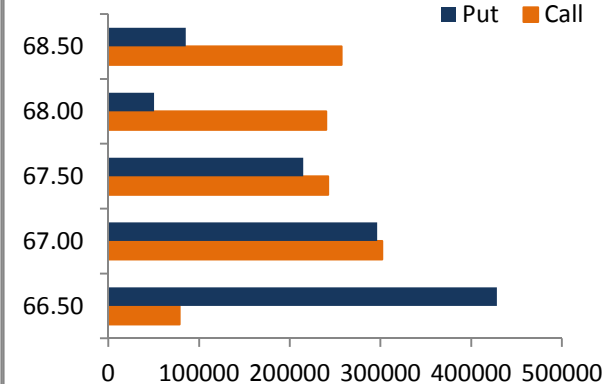
Call					Strike Price	Put					FII Activity		
IV	% Chg in OI	OI	Volume	Premium		Premium	Volume	OI	% Chg in OI	IV	Action	Rs. (Crs)	\$ (Mil)
3.89	29.23%	78757	23646	0.6375	66.50	0.0725	100875	428262	-1.03%	4.21	BUY	5196.48	767.91
4.03	5.07%	302111	96808	0.3000	67.00	0.2400	87023	296242	1.05%	4.36	SELL	4040.29	597.06
4.47	4.92%	242334	75796	0.1250	67.50	0.5550	20520	214979	2.03%	4.70	NET	1156.19	170.86
5.17	-4.13%	240106	102017	0.0575	68.00	0.9900	6585	50336	10.80%	5.62	Days to Expiry		20
6.15	24.38%	257268	115387	0.0350	68.50	1.4850	5658	85215	4.19%	7.43			

10 Yr Bonds Yields

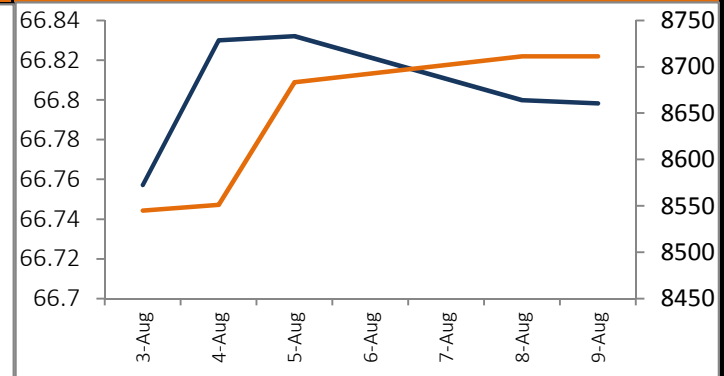


Source: Reuters
— India — US (RHS)

Open Interest Distribution



Correlation Between Nifty v/s USDINR



Source: Reuters
— USDINR — Nifty (RHS)

Market Snapshot

Rupee traded flat and is likely to continue with similar move as market is on sidelines ahead of key RBI policy meet today. Rupee has been supportive helped by expectations of FII flows after Lok Sabha approved certain changes to a constitutional amendment bill that will help implement a long-awaited nationwide GST. Now, at least half of India's 29 states need to approve the proposed legislation for it to become a law. Globally, there are few cues with all awaiting the upcoming Fed policy. Meanwhile, on domestic front we have moved closer to a massive tax reform, which should aid sentiment. While market has factored status quo on rates for today, the RBI's guidance on inflation is important. This is also Rajan's last policy as Governor making it a larger event than usual. Chinese data released earlier today showed inflation eased to 1.8% in July, in line with expectations, from a 1.9% increase in June.

Technical Chart



Support - Resistance for the day

Currency	Pivot	S1	S2	R1	R2
USDINR	67.03	66.97	66.88	67.12	67.17
EURINR	74.41	74.23	74.10	74.54	74.71
GBPINR	87.61	87.41	87.17	87.85	88.05
JPYINR	65.70	65.29	65.04	65.95	66.35

International Pairs

Currency	Open	High	Low	Close	% chg
Dollar Index	96.39	96.51	96.34	96.44	-0.04%
Euro	1.1087	1.1097	1.1069	1.1079	0.10%
Pound	1.3038	1.3050	1.2975	1.2985	0.41%
Yen	102.44	102.52	102.24	102.33	0.10%

Economic Data

Today	Currency	Expected	Previous	Yesterday	Currency	Actual	Previous
Interest Rate Decision	INR	6.50%	6.50%	Industrial Production (Mo)	EUR	0.80%	-0.90%
German Trade Balance (Ju)	EUR	22.4B	22.2B	--	--	--	--

Forward Market (OTC/ Interbank)

Period	Forward	Future	NDF
6-Month	68.8108	68.6525	68.6483
1-Year	70.7933	70.8850	70.5383

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