

May 19th, 2016

Currency Report



Currency Futures (NSE)

Currency	Expiry	Spot	Open	High	Low	Close	% chg	OI	% Chg in OI
USDINR	May	67.1630	67.1025	67.1225	66.9850	67.1000	0.16%	1215842	-3.7%
EURINR	May	75.3700	75.7200	75.7775	75.5025	75.7500	-0.16%	62032	3.8%
GBPINR	May	97.8970	96.8125	97.5500	96.6200	97.4025	0.43%	34664	-0.1%
JPYINR	May	6104.6200	61.2800	61.5100	61.1950	61.3825	0.30%	25599	-9.1%

Trade Sheet:
Theta Strategy: Sell 66.75 CE & PE At 0.66, SL 0.87, Tgt 0.29
Theta Strategy: Sell 67 CE & PE At 0.43, SL 0.60, Tgt 0.13

Option Monitor

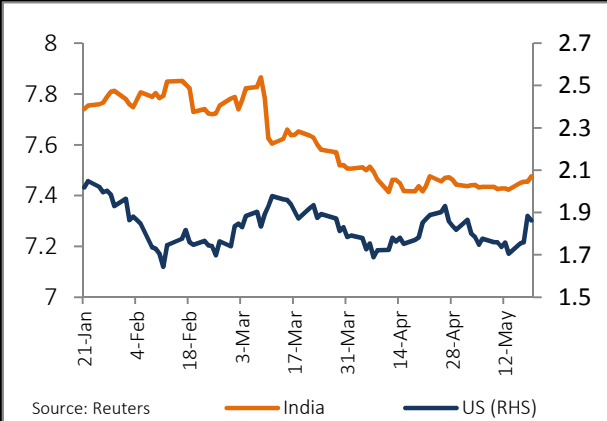
Call					Strike Price	Put				
IV	% Chg in OI	OI	Volume	Premium		Premium	Volume	OI	% Chg in OI	IV
6.22	-2.96%	24854	1744	1.0975	66.00	0.0050	34563	198701	-0.37%	5.30
4.76	-11.18%	204787	58036	0.6150	66.50	0.0250	160675	161624	-0.96%	4.58
4.92	16.87%	375831	291972	0.2525	67.00	0.1500	145426	324907	13.27%	4.61
5.23	-20.32%	264191	222598	0.0725	67.50	0.4750	36475	69819	23.10%	5.09
6.22	-9.71%	108839	135111	0.0250	68.00	0.9325	18394	29235	-6.54%	6.38

FII Activity

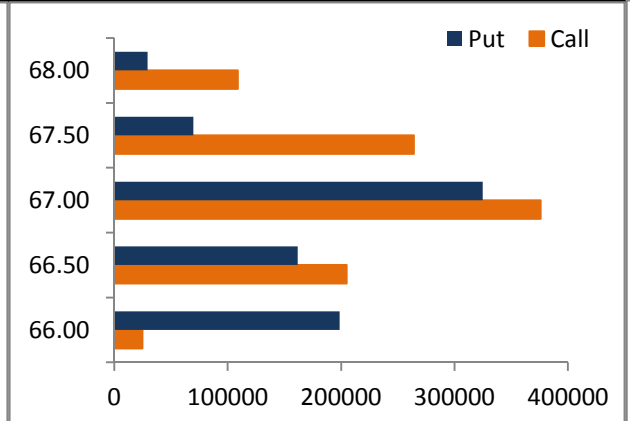
Action	Rs. (Crs)	\$ (Mil)
BUY	3809.48	569.68
SELL	4060.18	607.18
NET	-250.70	-37.49

Days to Expiry: 8

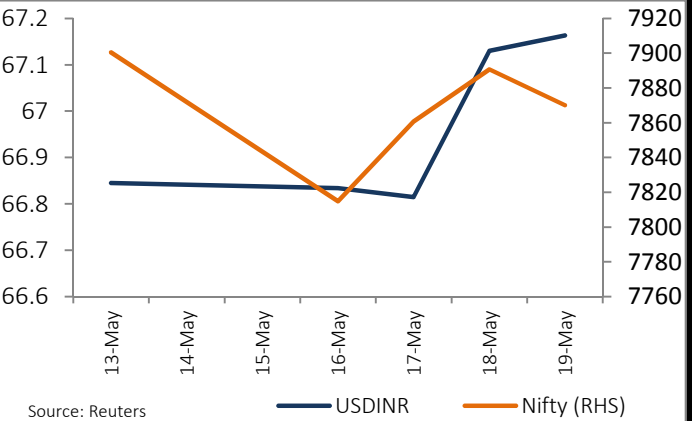
10 Yr Bonds Yields



Open Interest Distribution



Correlation Between Nifty v/s USDINR



Market Snapshot

INR continue to depreciate and is likely to ended further lower today as the Fed's latest policy meeting minutes underpinned expectations of a June rate increase, lifting demand for the dollar.

Asian shares indices were lower as risk appetite waned after the U.S. Fed's April policy meeting minutes indicated the possibility of a rate increase next month if economic data pointed toward strong second-quarter growth. The minutes come on the heels of upbeat U.S. inflation data and hawkish comments from two Fed officials earlier this week, which also fuelled expectations of an early rate increase. Dollar index witnessed a sharp upside and rose 0.6% overnight.

Fed officials said it would be appropriate to raise interest rates in June if economic data points to stronger second-quarter growth as well as firming inflation and employment. Now there is 34% chance the Fed would raise rates in June, up from 15%.

Technical Chart



Support - Resistance for the day

Currency	Pivot	S1	S2	R1	R2
USDINR	67.07	67.02	66.93	67.15	67.21
EURINR	75.68	75.58	75.40	75.85	75.95
GBPINR	97.19	96.83	96.26	97.76	98.12
JPYINR	61.36	61.22	61.05	61.53	61.68

International Pairs

Currency	Open	High	Low	Close	% chg
Dollar Index	95.15	95.21	95.13	95.18	-0.10%
Euro	1.1215	1.1229	1.1203	1.1222	-0.06%
Pound	1.4595	1.4605	1.4568	1.4576	0.13%
Yen	110.18	110.27	109.91	109.98	0.18%

Economic Data

Today	Currency	Expected	Previous	Yesterday	Currency	Actual	Previous
Core Retail Sales (YoY) (Apr)	GBP	1.9%	1.8%	Claimant Count Change (Apr)	GBP	-240.0%	6.7K
Core Retail Sales (MoM) (Apr)	GBP	0.6%	-1.6%	Unemployment Rate (Mar)	GBP	5.1%	5.1%
Retail Sales (YoY) (Apr)	GBP	2.5%	2.7%	CPI (YoY) (Apr)	EUR	-0.2%	-0.2%
Retail Sales (MoM) (Apr)	GBP	0.5%	-1.3%	Crude Oil Inventories	USD	1.3M	-3.410M

Forward Market (OTC/ Interbank)

Period	Forward	Future	NDF
1- Month	67.5318	67.1000	67.5480
3-Month	68.2730	67.7925	68.1630
6-Month	69.3530	68.8175	69.1730
1-Year	71.3805	70.8050	71.1330

Disclaimer: This report is for the personal information of the authorized recipient and does not constitute to be any investment, legal or taxation advice to you. Motilal Oswal Securities Private Limited (hereinafter referred as MOSL) is not soliciting any action based upon it. This report is not for public distribution and has been furnished to you solely for your information and should not be reproduced or redistributed to any other person in any form. The report is based upon information from publicly available data or other sources believed to be reliable, but we do not represent that it is accurate or complete, and it should not be relied upon such. MOSL or any of its affiliates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report.

MOSL or any of its affiliates or employees do not provide, at any time, any express or implied warranty of any kind, regarding any matter pertaining to this report, including without limitation the implied warranties of merchantability, fitness for a particular purpose, and no infringement. The recipients of this report should rely on their own investigations. MOSL and/or its Group Companies, their Directors, affiliates and/or employees may have interests/ positions, financial or otherwise in the Securities/Currencies and other investment products mentioned in this report. This information is subject to change without any prior notice. MOSL reserves the right to make modifications and alternations to this statement as may be required from time to time.