

May 30th, 2016

Currency Report



Currency Futures (NSE)

Currency	Expiry	Spot	Open	High	Low	Close	% chg	OI	% Chg in OI
USDINR	June	67.1541	67.3950	67.4825	67.2850	67.3625	-0.20%	1414415	23.9%
EURINR	June	74.5480	75.4850	75.6250	75.3050	75.3825	-0.21%	60453	18.4%
GBPINR	June	98.1590	98.7900	98.9325	98.4100	98.7150	-0.38%	45154	21.3%
JPYINR	June	6050.4600	61.1000	61.5175	61.1000	61.4500	0.14%	13769	13.6%

Trade Sheet:

Option Monitor

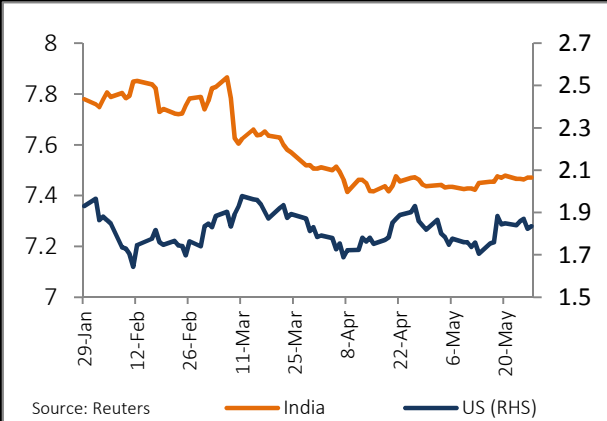
Call					Strike Price	Put				
IV	% Chg in OI	OI	Volume	Premium		Premium	Volume	OI	% Chg in OI	IV
2.19	-89.81%	13566	12842	0.9475	66.50	0.1125	98700	63593	-51.48%	5.46
4.45	-58.51%	93951	69039	0.6200	67.00	0.2550	137149	115792	-51.06%	5.62
4.81	16.77%	243799	98457	0.3575	67.50	0.4925	86511	146901	3.20%	5.91
5.21	107.40%	243526	160358	0.1975	68.00	0.8300	23012	169693	192.50%	6.44
5.62	-4.70%	149136	73227	0.1075	68.50	1.2675	6736	11984	864.90%	7.64

FII Activity

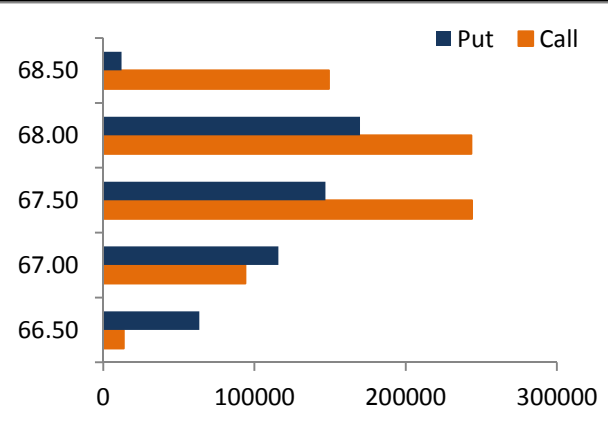
Action	Rs. (Crs)	\$ (Mil)
BUY	4618.93	686.22
SELL	4139.04	614.92
NET	479.89	71.30

Days to Expiry: 29

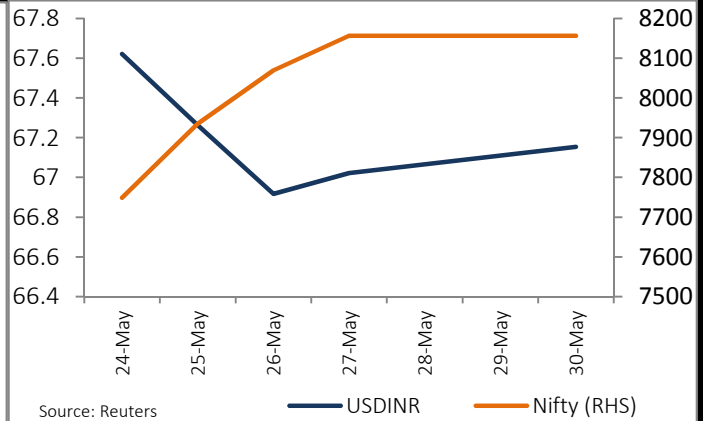
10 Yr Bonds Yields



Open Interest Distribution



Correlation Between Nifty v/s USDINR



Market Snapshot

INR has seen some appreciation in the last few session, but could lily reverse the trade, as Federal Reserve Chair Yellen’s indication of an imminent interest rate increase propped up the dollar. The dollar has gained strength across board after Yellen's comments. Volumes are expected to be slightly lower due to holiday in U.S. markets. Monetary policies by global and India's central bank will drive the currency near term. U.S. financial markets will remain shut today for Memorial Day.

Sensex rose 1.10% on May 27, posting its best weekly rise in 12 weeks, where FII’s bought Rs.4.80 billion worth local shares in the previous session. Speculation of an early rate increase gathered pace in recent sessions after hawkish comments from a host of Fed officials, upbeat U.S. economic data and the central bank’s April meeting minutes. DXY rose 0.37% in the previous session.

U.S. Q1 first-quarter GDP rose 0.8%, higher than an earlier estimate of 0.5%. However, the growth was weakest since the first quarter of 2015.

Technical Chart					Support - Resistance for the day							
					Currency	Pivot	S1	S2	R1	R2		
					USDINR	67.38	67.27	67.18	67.47	67.57		
					EURINR	75.44	75.25	75.12	75.57	75.76		
					JPYINR	61.36	61.19	60.94	61.61	61.77		
					International Pairs							
					Currency	Open	High	Low	Close	% chg		
					Dollar Index	95.75	95.94	95.82	95.91	-0.16%		
					Euro	1.1114	1.1118	1.1096	1.1101	0.12%		
					Pound	1.4623	1.4627	1.4597	1.4617	0.02%		
					Yen	110.40	111.02	110.29	110.94	-0.65%		
Economic Data								Forward Market (OTC/ Interbank)				
Today	Currency	Expected	Previous	Yesterday	Currency	Actual	Previous	Period	Forward	Future	NDF	
FOMC Member Bullard Spe	USD	-	-	FX Reserves, USD	IND	360.91B	361.03B	1- Month	67.5066	67.0613	67.5141	
-	-	-	-	GDP (QoQ)(Q1)	USD	0.80%	0.50%	3-Month	68.2341	67.7075	68.1341	
-	-	-	-	Michigan Consumer Expec	USD	84.9	87.5	6-Month	69.2691	68.7575	69.1041	
-	-	-	-	Fed Chair Yellen Speaks	USD	-	-	1-Year	71.2091	70.7225	71.0941	

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