



LKP

Since 1948

❖ Currency

- USDINR
- EURINR
- GBPINR
- JPYINR

CURRENCY MARKET- UPDATES



To get profit without risk
experience without exposure
and reward without hard work
is akin to living without being born

LKP SECURITIES LIMITED

10th floor, Nariman Bhavan,
Vinay K Shah Marg, Nariman Point,
Mumbai - 400 021.

Tel. : +91 22 66351234

Fax : +91 22 66351249

LKP SECURITIES LIMITED
10th Floor Nariman Bhavan,
Vinay K Shah Marg, Nariman Point, Mumbai-400021



CURRENCY - UPDATE

Item	Open	High	Low	Close	% Cng	RSI	Trend
Precious Metals							
Gold \$	1727.1	1735.8	1725.9	1734.1	0.5	60.1	↑
Silver \$	33.6	33.8	33.5	33.7	0.1	62.2	↑
Base Metal							
LME Alum.	2255	2256	2246	2251	-0.2	60.7	↓
LME Copper	8549	8570	8532	8532	-0.7	63.3	↓
LME Lead	2225	2237	2225	2233	0.3	58.8	↑
LME Nickel	21287	21287	21210	21270	-0.2	64.8	↓
LME Zinc	2150	2155	2142	2149	0.6	64.3	↑
Energy							
Crude \$	96.6	97.9	96.0	97.9	1.6	47.1	↑
Nat. Gas \$	2.96	3.05	2.94	3.002s	-0.01	45.9	↓
Currency							
Dollar Index	78.94	79.24	79.02	79.21	0.4	45.2	↑
Euro	1.3144	1.3144	1.3083	1.3089	-0.4	51.8	↓
GB Pound	1.5818	1.5821	1.5781	1.5784	-0.2	60.3	↓
Japan YEN	76.550	76.730	76.490	76.660	0.1	45.0	↑
Rus. Rouble	30.15	30.19	30.13	30.15	0.0	35.1	↑
Singapore	1.243	1.247	1.242	1.245	0.2	30.1	↑
Canadian	0.993	0.996	0.993	0.995	0.1	35.0	↑
Swissfranc	0.920	0.922	0.919	0.921	0.3	45.5	↑
RMB	6.303	6.303	6.303	6.303	0.0	40.5	↑

TIME	ZONE	DATA	Forecast	Previous
3:00pm	EUR	Sentix Investor Confidence	-14.8	-21.1
4:30pm	EUR	German Factory Orders m/m	0.007	-0.048
0	0		0	
0	0		0	
0:00	0		0	
0	0		0	
0	0		0	

Market Update

Indian overnight cash rates eased on waning demand, with rates expected to extend fall on further reduction in cash deficit following a cut in cash reserve ratio last week and the central bank's purchase of government debt on Friday. The three-day cash rate closed at 8.50/65 percent, lower than Thursday's close of 8.75/85 percent. "Liquidity position has improved a tad after CRR funds release and OMO funds are expected to come in supporting the cash rates," a dealer with a state-run bank said. The 50-basis point cut in the cash reserve ratio (CRR) to 5.5 percent last week is estimated to have released around 320 billion rupees into the banking system. The CRR is the share of deposits banks must hold as cash with the central bank. The Reserve Bank of India bought 88.2 billion rupees (\$1.81 billion) of government bonds through an open market operation (OMO) on Friday, lower than the scheduled 100 billion rupees.

The Reserve Bank on Friday bought bonds worth Rs 8,819.52 crore through open market operations (OMO), against a target of Rs 10,000 crore, as part of its strategy to infuse liquidity into the system. Four securities were on offer for OMO and the RBI subscribed to all of them, the central bank said in a statement. While government securities (G-Sec) maturing in 2018 with a coupon rate of 8.24 per cent garnered over Rs 475 crore, 8.20 per cent G-Secs maturing in 2022 garnered Rs 262 crore. Furthermore, 9.15 per cent G-Secs maturing in 2024 mopped up Rs 5,901.10 crore and 8.28 per cent G-Secs maturing in 2032 garnered 2,181.41 crore. RBI Deputy Governor Subir Gokarn had earlier said that liquidity is likely to be under pressure for some more time on account of factors such as advance tax payments. Overnight drawings by banks from the RBI's liquidity adjustment facility have exceeded Rs 1,20,000 crore and it has said in the past that the deficit has exceeded its target of 1 per cent of net demand and time liabilities (NDTL).



LKP
Since 1948

CURRENCY - UPDATE

USDINR



USDINR yesterday traded with the Negative node and settled -0.92% down at 48.955. Some pressure had been seen from the spot market also which closed at 48.68 that is down by -0.96ps. In yesterday's trading session USDINR has touched the low of 48.92 after opening at 49.435, and finally settled at 48.955. For today's session market is looking to take support at 48.76, a break below could see a test of 48.57 and where as resistance is now likely to be seen at 49.3, a move above could see prices testing 49.65. Spread between USDINR FEB & MAR contracts yesterday ended at 0.32, we have seen yesterday that the USDINR market had traded with a Negative node and settled -0.92% down. Spread yesterday traded in the range of 0.28 - 0.33.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
49.44	49.46	48.92	48.96	-0.92	-0.45	2,321,967	674844	49.30	49.65	49.84	49.11	48.76	48.57	48.22

Trading Ideas :

- # USDINR trading range for the day is 48.572-49.652.
- # Rupee posted its fifth straight weekly gain, aided by a gush of foreign funds
- # USDINR looks to take support at 48.72 level and getting resistance at 49.24 level.
- # Spread between USDINR FEB & MAR contracts yesterday ended at 0.32.
- # RBI Reference rate for USDINR was 48.964
- # SELL USDINR BELOW 48.88 SL 49.00 TGT 48.72-48.60



LKP
Since 1948

CURRENCY - UPDATE

EURINR



EURINR yesterday traded with the negative node and settled -0.63% down at 64.495. Some pressure had been seen from the spot market also which closed at 1.3089 that is down by -0.42ps. In yesterday's trading session EURINR has touched the low of 64.415 after opening at 64.84, and finally settled at 64.495. For today's session market is looking to take support at 64.3, a break below could see a test of 64.1 and where as resistance is now likely to be seen at 64.81, a move above could see prices testing 65.13. Spread between EURINR FEB & MAR contracts yesterday ended at 0.43, we have seen yesterday that the EURINR market had traded with a negative node and settled -0.63% down. Spread yesterday traded in the range of 0.38 - 0.44.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
64.84	64.93	64.42	64.50	-0.63	-0.41	31,286	11722	64.81	65.13	65.33	64.61	64.30	64.10	63.78

Trading Ideas :

- # EURINR trading range for the day is 64.098-65.128.
- # Euro zigzagged climbing as investors ran towards riskier yet more rewarding asset classes
- # Ongoing delays between Greece and its private creditors over debt restructuring negotiations dampened spirits in Europe
- # EURINR looks to test support at 64.3 and resistance is seen at 64.81.
- # RBI Reference rate for EURINR was 64.3953
- # SELL EURINR FEB @ 64.60-64.70 SL 65.15 TGT 64.28-63.90. (STBT)



LKP
Since 1948

CURRENCY - UPDATE

GBPINR



GBPINR yesterday traded with the negative node and settled -0.82% down at 77.535. Some pressure had been seen from the spot market also which closed at 1.5784 that is down by -0.2ps. In yesterday's trading session GBPINR has touched the low of 77.5 after opening at 78.05, and finally settled at 77.535. For today's session market is looking to take support at 77.3, a break below could see a test of 77.06 and where as resistance is now likely to be seen at 77.98, a move above could see prices testing 78.42. Spread between GBPINR FEB & MAR contracts yesterday ended at 0.44, we have seen yesterday that the GBPINR market had traded with a negative node and settled -0.82% down. Spread yesterday traded in the range of 0.44 - 0.49.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
78.05	78.18	77.50	77.54	-0.81	-0.63	11,677	6411	77.98	78.42	78.66	77.74	77.30	77.06	76.62

Trading Ideas :

- # GBPINR trading range for the day is 77.058-78.418.
- # Sterling dipped after stronger-than-expected U.S. employment data dented expectations of further monetary stimulus
- # BoE's Posen says inflation looks set to fall
- # GBPINR is taking resistance at 77.98 and support is seen at 77.3.
- # RBI Reference rate for GBPINR was 77.4659
- # SELL GBPINR @ 77.60 SL 77.8 TGT 77.45-77.22



LKP
Since 1948

CURRENCY - UPDATE

SPREAD MATRIX FOR USDINR				
MONTH	RATE	FEB	MAR	APR
FEB	48.96		0.323	0.645
MAR	49.28			0.322
APR	49.60			

SPREAD MATRIX FOR EURINR				
MONTH	RATE	FEB	MAR	APR
FEB	64.50		0.427	1.325
MAR	64.92			0.897
APR	65.82			

SPREAD MATRIX FOR GBPINR				
MONTH	RATE	FEB	MAR	APR
FEB	77.54		0.440	1.75
MAR	77.98			1.31
APR	79.28		-2.00	

SPREAD MATRIX FOR JPYINR				
MONTH	RATE	FEB	MAR	APR
FEB	64.20		0.38	1.70
MAR	64.58			1.33
APR	65.91			

MAJOR CURRENCY CROSS RATES						
Last Trade		INR	U.S. \$	Euro €	U.K. £	¥en
1 INR	=	-	0.0206	0.0157	0.0130	1.5773
1 U.S. \$	=	48.65	-	0.7640	0.6338	76.7360
1 Euro €	=	63.68	1.3088	-	0.8295	100.4358
1 U.K. £	=	76.76	1.5779	1.2055	-	121.0786
1 ¥en	=	0.63	0.0130	0.0100	0.0083	-

RBI Reference Rate		
Date	6-Feb-12	5-Feb-12
USD	48.964	49.129
EURO	64.395	64.748
YEN	77.466	77.850
GBP	64.240	64.540



LKP
Since 1948

CURRENCY - UPDATE

Contact Us

LKP SECURITIES LIMITED

Head Office

LKP SECURITIES LIMITED

Mr. Utsav Vyas

Relationship Manager - Currency Derivatives

10th Floor Nariman Bhavan,

Vinay K Shah Marg, Nariman Point, Mumbai-400021

Phone: 022- 66351234 Ext 242

Email: utsav_vyas@lkpsec.com

Disclaimer: The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true and is for general guidance only. While every effort is made to ensure the accuracy and completeness of information contained, the company makes no guarantee and assumes no liability for any errors or omissions of the information. No one can use the information as the basis for any claim, demand or cause of action. LKP Securities Ltd., and affiliates, including the analyst who have issued this report, may, on the date of this report, and from time to time, have long or short positions in, and buy or sell the Currencies mentioned herein or engage in any other transaction involving such Currencies and earn brokerage or compensation or act as advisor or have other potential conflict of interest with respect to company/ies mentioned herein or inconsistent with any recommendation and related information and opinions. LKP Securities Ltd., and affiliates may seek to provide or have engaged in providing corporate finance, investment banking or other advisory services in a merger or specific transaction to the companies referred to in this report, as on the date of this report or in the past.