



LKP

Since 1948

❖ Currency

- USDINR
- EURINR
- GBPINR
- JPYINR

CURRENCY MARKET- UPDATES



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CURRENCY - UPDATE

| Item | Open | High | Low | Close | % Cng | RSI | Trend |
|------------------------|--------|--------|--------|--------|-------|------|-------|
| Precious Metals | | | | | | | |
| Gold \$ | 1731.9 | 1735.0 | 1725.5 | 1734.6 | 0.1 | 57.7 | ↑ |
| Silver \$ | 33.9 | 34.1 | 33.8 | 34.1 | 0.4 | 61.0 | ↑ |
| Base Metal | | | | | | | |
| LME Alum. | 2253 | 2265 | 2253 | 2263 | 0.5 | 60.9 | ↑ |
| LME Copper | 8560 | 8653 | 8546 | 8652 | 0.9 | 64.0 | ↑ |
| LME Lead | 2181 | 2205 | 2180 | 2205 | 0.9 | 55.8 | ↑ |
| LME Nickel | 21550 | 21700 | 21550 | 21700 | 0.7 | 66.8 | ↑ |
| LME Zinc | 2118 | 2134 | 2117 | 2133 | 0.6 | 60.8 | ↑ |
| Energy | | | | | | | |
| Crude \$ | 98.9 | 100.0 | 98.2 | 98.8 | 0.4 | 48.3 | ↑ |
| Nat. Gas \$ | 3.01 | 3.01 | 2.92 | 2.975s | -0.03 | 47.1 | ↓ |
| Currency | | | | | | | |
| Dollar Index | 78.71 | 78.78 | 78.62 | 78.62 | 0.0 | 40.9 | ↓ |
| Euro | 1.3258 | 1.3264 | 1.3213 | 1.3261 | 0.0 | 58.6 | ↑ |
| GB Pound | 1.5816 | 1.5819 | 1.5790 | 1.5813 | 0.0 | 60.1 | ↓ |
| Japan YEN | 77.020 | 77.180 | 76.970 | 77.150 | 0.2 | 52.0 | ↑ |
| Rus. Rouble | 29.74 | 29.78 | 29.72 | 29.72 | 0.0 | 32.1 | ↓ |
| Singapore | 1.246 | 1.249 | 1.244 | 1.245 | -0.1 | 33.6 | ↓ |
| Canadian | 0.996 | 0.998 | 0.995 | 0.996 | 0.0 | 38.2 | ↑ |
| Swissfranc | 0.912 | 0.915 | 0.912 | 0.913 | 0.1 | 40.8 | ↑ |
| RMB | 6.294 | 6.294 | 6.294 | 6.298 | 0.1 | 38.6 | ↑ |

| TIME | ZONE | DATA | Forecast | Previous |
|--------|------|---------------------------|----------|----------|
| 7:02am | CNY | CPI y/y | 0.04 | 0.041 |
| 7:02am | CNY | PPI y/y | 0.008 | 0.017 |
| 6:15pm | EUR | Minimum Bid Rate | 0.01 | 0.01 |
| 7:00pm | EUR | ECB Press Conference | | |
| 7:00pm | USD | Unemployment Claims | 380K | 367K |
| 8:30pm | USD | Wholesale Inventories m/m | 0.004 | 0.001 |
| 9:00pm | USD | Natural Gas Storage | -82B | -132B |

Market Update

Indian government bond yields hovered near their one-week high on Wednesday as traders fretted over the lack of an open market operation announcement by the Reserve Bank of India so far, ahead of a Rs 120-billion (\$2.4 billion) debt sale on Friday. 10-year benchmark bond yield was at 8.25 percent, after touching a high of 8.26 percent, a level last seen on Jan. 31. The yield closed at 8.19 percent on Tuesday. Assurance from the RBI that it has not decided to discontinue debt buying provided little comfort. New Delhi will sell Rs 30 billion each of the 8.19 percent 2020 bonds and 8.97 percent 2030 bonds and Rs 60 billion of 9.15 percent 2024 bonds on Friday. The government will also sell 90 billion rupees of 91-day treasury bills and 40 billion rupees of 364-day treasury bills later in the day.

India's M3 money supply rose an annual 14.4 percent as on Jan. 27, compared with 15.8 percent rise two weeks earlier and 16.5 percent growth a year ago, the Reserve Bank of India said on Wednesday. M3 money supply GROWTH (versus year ago, in pct) Jan 27, 2012 Jan 13, 2011 Jan 27, 2011 14.4 15.8 16.5 Money supply was Rs 71,594.7 billion as of Jan. 27 compared with Rs 71,925.7 billion on Jan. 13, the central bank said. The RBI said year-on-year reserve money growth was 11 percent in the week to Feb. 3, compared with 24.5 percent a year earlier. It also said currency in circulation grew 12 percent year-on-year in the week to Feb. 3, compared with 19.4 percent a year ago.



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CURRENCY - UPDATE

USDINR



USDINR yesterday traded with the Positive node and settled 0.74% up at 49.32. Some support had been seen from the spot market also which closed at 49.06 that is up by 0.78ps. In yesterday's trading session USDINR has touched the low of 48.83 after opening at 48.9, and finally settled at 49.32. For today's session market is looking to take support at 48.98, a break below could see a test of 48.63 and where as resistance is now likely to be seen at 49.52, a move above could see prices testing 49.71. Spread between USDINR FEB & MAR contracts yesterday ended at 0.31, we have seen yesterday that the USDINR market had traded with a Positive node and settled 0.74% up. Spread yesterday traded in the range of 0.08 - 0.32.

| OPEN | HIGH | LOW | CLOSE | % | RE | VOL | OI | R1 | R2 | R3 | PP | S1 | S2 | S3 |
|-------|-------|-------|-------|------|------|-----------|--------|-------|-------|-------|-------|-------|-------|-------|
| 49.32 | 49.47 | 49.19 | 49.39 | 0.02 | 0.01 | 2,297,597 | 773750 | 49.50 | 49.62 | 49.78 | 49.35 | 49.23 | 49.08 | 48.96 |

Trading Ideas :

- # USDINR trading range for the day is 49.075-49.621.
- # Rupee nudged up supported by \$ inflows, but \$ buying by local companies and fears of profit-booking kept the mood jittery
- # USDINR looks to take support at 49.12 level and getting resistance at 49.58 level.
- # Spread between USDINR FEB & MAR contracts yesterday ended at 0.34.
- # RBI Reference rate for USDINR was 49.0683
- # BUY USDINR @ 49.10-49.17 SL 48.90 TGT 49.34-49.56. (BTST)



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CURRENCY - UPDATE

EURINR



EURINR yesterday traded with the negative node and settled -0.23% down at 64.35. Some pressure had been seen from the spot market also which closed at 1.3109 that is down by -0.16ps. In yesterday's trading session EURINR has touched the low of 63.8525 after opening at 64.35, and finally settled at 64.35. For today's session market is looking to take support at 64, a break below could see a test of 63.65 and where as resistance is now likely to be seen at 64.55, a move above could see prices testing 64.76. 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 -0.23% down. Spread yesterday traded in the range of 0.09 - 0.43.

| OPEN | HIGH | LOW | CLOSE | % | RE | VOL | OI | R1 | R2 | R3 | PP | S1 | S2 | S3 |
|-------|-------|-------|-------|------|------|--------|-------|-------|-------|-------|-------|-------|-------|-------|
| 65.20 | 65.61 | 65.16 | 65.53 | 1.12 | 0.73 | 45,322 | 21109 | 65.71 | 65.89 | 66.17 | 65.43 | 65.25 | 64.98 | 64.80 |

Trading Ideas :

- # EURINR trading range for the day is 64.976-65.89.
- # Euro slipped as optimism about a bailout deal for Greece that will prevent a disorderly default
- # Italy's news highlighted how precarious the European debt situation has become
- # EURINR looks to test support at 65.25 and resistance is seen at 65.71.
- # RBI Reference rate for EURINR was 65.1526
- # BUY EURINR ABV 65.55 SL 65.35 TGT 65.74-65.90.



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GBP INR



GBP INR yesterday traded with the positive node and settled 0.07% up at 77.5875. Some pressure had been seen from the spot market also which closed at 1.5808 that is down by -0.06ps. In yesterday's trading session GBP INR has touched the low of 77.04 after opening at 77.3975, and finally settled at 77.5875. For today's session market is looking to take support at 77.2, a break below could see a test of 76.82 and where as resistance is now likely to be seen at 77.81, a move above could see prices testing 78.04. Spread between GBP INR FEB & MAR contracts yesterday ended at 0.47, we have seen yesterday that the GBP INR market had traded with a positive node and settled 0.07% up. Spread yesterday traded in the range of 0.3 - 0.47.

| OPEN | HIGH | LOW | CLOSE | % | RE | VOL | OI | R1 | R2 | R3 | PP | S1 | S2 | S3 |
|-------|-------|-------|-------|------|------|--------|------|-------|-------|-------|-------|-------|-------|-------|
| 78.25 | 78.63 | 78.14 | 78.39 | 0.49 | 0.38 | 12,340 | 9878 | 78.63 | 78.87 | 79.12 | 78.39 | 78.15 | 77.90 | 77.66 |

Trading Ideas :

- # GBP INR trading range for the day is 77.901-78.871.
- # Sterling fell in expectation of more aggressive asset-buying from the Bank of England
- # BoE seen announcing another 50 bln stg of QE
- # GBP INR is taking resistance at 78.63 and support is seen at 78.15.
- # RBI Reference rate for GBP INR was 78.0873
- # SELL GBP INR BELOW 78.32 SL 78.55 TGT 78.15-77.90



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| SPREAD MATRIX FOR USDINR | | | | |
|--------------------------|-------|-----|-------|-------|
| MONTH | RATE | FEB | MAR | APR |
| FEB | 49.39 | | 0.345 | 0.680 |
| MAR | 49.73 | | | 0.335 |
| APR | 50.07 | | | |

| SPREAD MATRIX FOR EURINR | | | | |
|--------------------------|-------|-----|-------|-------|
| MONTH | RATE | FEB | MAR | APR |
| FEB | 65.53 | | 0.418 | 0.718 |
| MAR | 65.95 | | | 0.300 |
| APR | 66.25 | | | |

| SPREAD MATRIX FOR GBPINR | | | | |
|--------------------------|-------|-----|-------|------|
| MONTH | RATE | FEB | MAR | APR |
| FEB | 78.39 | | 0.395 | 1.56 |
| MAR | 78.79 | | | 1.16 |
| APR | 79.95 | | -2.00 | |

| SPREAD MATRIX FOR JPYINR | | | | |
|--------------------------|-------|-----|------|------|
| MONTH | RATE | FEB | MAR | APR |
| FEB | 64.14 | | 0.28 | 1.12 |
| MAR | 64.43 | | | 0.84 |
| APR | 65.26 | | | |

| MAJOR CURRENCY CROSS RATES | | | | | | |
|----------------------------|---|-------|---------|--------|--------|----------|
| Last Trade | | INR | U.S. \$ | Euro € | U.K. £ | ¥en |
| 1 INR | = | - | 0.0203 | 0.0153 | 0.0129 | 1.5698 |
| 1 U.S. \$ | = | 49.15 | - | 0.7543 | 0.6325 | 77.1555 |
| 1 Euro € | = | 65.16 | 1.3257 | - | 0.8385 | 102.2851 |
| 1 U.K. £ | = | 77.71 | 1.5811 | 1.1927 | - | 121.9906 |
| 1 ¥en | = | 0.64 | 0.0130 | 0.0098 | 0.0082 | - |

| RBI Reference Rate | | |
|--------------------|----------|----------|
| Date | 9-Feb-12 | 8-Feb-12 |
| USD | 49.068 | 48.915 |
| EURO | 65.153 | 64.119 |
| YEN | 78.087 | 77.305 |
| GBP | 63.650 | 63.790 |



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