



# 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
<b>Precious Metals</b>							
Gold \$	1721.1	1727.2	1706.1	1726.5	0.3	54.1	↑
Silver \$	33.5	33.8	33.5	33.8	0.7	58.9	↑
<b>Base Metal</b>							
LME Alum.	2255	2257	2254	2256	0.2	56.1	↑
LME Copper	8538	8539	8498	8538	1697.3	57.0	↑
LME Lead	2151	2156	2151	2154	0.6	49.6	↑
LME Nickel	20800	20900	20755	20900	0.5	56.8	↑
LME Zinc	2094	2096	2090	2096	0.3	53.2	↑
<b>Energy</b>							
Crude \$	99.5	99.5	97.3	98.6	-1.2	47.6	↓
Nat. Gas \$	2.98	3.03	2.97	3.022s	0.04	46.4	↑
<b>Currency</b>							
Dollar Index	79.01	78.98	78.77	78.83	-0.4	44.6	↓
Euro	1.3171	1.3261	1.3171	1.3234	0.5	55.4	↑
GB Pound	1.5771	1.5797	1.5757	1.5776	0.2	56.8	↑
Japan YEN	77.610	77.780	77.570	77.600	0.0	58.2	↓
Rus. Rouble	30.05	30.06	30.04	30.05	0.0	37.7	↑
Singapore	1.258	1.259	1.254	1.256	-0.4	43.6	↓
Canadian	1.002	1.002	1.000	1.000	-0.3	45.4	↓
Swissfranc	0.915	0.916	0.912	0.914	-0.4	42.2	↓
RMB	6.299	6.304	6.299	6.304	0.1	42.8	↑

TIME	ZONE	DATA	Forecast	Previous
12:30pm	EUR	German WPI m/m	0.002	
0:00	0		0	
0	0		0	
0	0		0	
0:00	0		0	
0	0		0	
0	0		0	

## Market Update

Indian federal bond yields fell sharply on Friday as weak factory output data raised prospects of the central bank cutting interest rates sooner than expected, and on the possibility that the Reserve Bank of India will buy government debt next week. The 10-year benchmark bond yield closed at 8.19 percent, down from Thursday's close of 8.27 percent, after moving in a 8.19 percent to 8.27 percent range. Total volume on the RBI's electronic trading platform was 197.20 billion rupees (\$44.8 billion), higher than the daily average of 90 to 100 billion rupees on an usual day. "With today's weak IIP data and expectations of inflation coming down, hopes of a rate cut in April are getting stronger, which caused the rally in bonds," said Roy Paul, deputy general manager of treasury at Federal Bank in Mumbai.

Indian cash rates for three-day loans ended lower on Friday as demand for funds waned in late trade after most banks met their reserve needs ahead of the weekend. The three-day cash rate ended at 8.50/8.60 percent, compared with Thursday's close of 8.70/75 percent for one-day loans. Typically, rates turn volatile on the last day of the two-week cycle as some banks try to deploy excess funds, while others rush to cover any unexpected cash outflows. Banks borrowed 867.05 billion rupees (\$17.52 billion) from the RBI's first repo counter under the liquidity adjustment facility on Friday, down from 1.31 trillion rupees on Thursday. Last month's cut in the cash reserve ratio (CRR) for banks has also helped to rein in cash rates, traders said. The 50-basis point CRR cut is estimated to have released about 320 billion rupees into the banking system on Jan. 28.



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# CURRENCY - UPDATE

## USDINR



USDINR yesterday traded with the Positive node and settled 0.62% up at 49.695. Some support had been seen from the spot market also which closed at 49.51 that is up by 0.75ps. In yesterday's trading session USDINR has touched the low of 49.36 after opening at 49.44, and finally settled at 49.695. For today's session market is looking to take support at 49.46, a break below could see a test of 49.23 and where as resistance is now likely to be seen at 49.82, a move above could see prices testing 49.95. Spread between USDINR FEB & MAR contracts yesterday ended at 0.35, we have seen yesterday that the USDINR market had traded with a Positive node and settled 0.62% up. Spread yesterday traded in the range of 0.32 - 0.4.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
49.71	49.94	49.58	49.65	-0.09	-0.05	2,487,034	661515	49.87	50.09	50.23	49.72	49.51	49.36	49.14

### Trading Ideas :

- # USDINR trading range for the day is 49.362-50.086.
- # Rupee fell weighed by dollar purchases by some state-owned banks and negative local equities
- # USDINR looks to take support at 49.48 level and getting resistance at 49.98 level.
- # Spread between USDINR FEB & MAR contracts yesterday ended at 0.34.
- # RBI Reference rate for USDINR was 49.6445
- # SELL USDINR BELOW 49.60 SL 49.76 TGT 49.48-49.30.



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# CURRENCY - UPDATE

## EURINR



EURINR yesterday traded with the positive node and settled 0.63% up at 65.9475. Some pressure had been seen from the spot market also which closed at 1.3276 that is down by -0.06ps. In yesterday's trading session EURINR has touched the low of 65.41 after opening at 65.45, and finally settled at 65.9475. For today's session market is looking to take support at 65.58, a break below could see a test of 65.21 and where as resistance is now likely to be seen at 66.15, a move above could see prices testing 66.34. Spread between EURINR FEB & MAR contracts yesterday ended at 0.41, we have seen yesterday that the EURINR market had traded with a positive node and settled 0.63% up. Spread yesterday traded in the range of 0.39 - 0.57.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
66.04	66.18	65.67	65.76	-0.29	-0.19	56,614	20148	66.06	66.37	66.57	65.87	65.56	65.37	65.06

### Trading Ideas :

- # EURINR trading range for the day is 65.365-66.371.
- # Euro fell as Greece's far-right party leader refused to back a bailout agreement, raising concerns
- # Euro zone ministers seek more commitments from Greece
- # EURINR looks to test support at 65.56 and resistance is seen at 66.06.
- # RBI Reference rate for EURINR was 65.7995
- # SELL EURINR BELOW 65.70 SL 65.90 TGT 65.56-65.38



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# CURRENCY - UPDATE

## GBPINR



GBPINR yesterday traded with the positive node and settled 0.34% up at 78.6625. Some pressure had been seen from the spot market also which closed at 1.5806 that is down by -0.04ps. In yesterday's trading session GBPINR has touched the low of 78.0875 after opening at 78.3, and finally settled at 78.6625. For today's session market is looking to take support at 78.26, a break below could see a test of 77.86 and where as resistance is now likely to be seen at 78.89, a move above could see prices testing 79.12. Spread between GBPINR FEB & MAR contracts yesterday ended at 0.42, we have seen yesterday that the GBPINR market had traded with a positive node and settled 0.34% up. Spread yesterday traded in the range of 0.36 - 0.53.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
79.11	79.11	78.44	78.58	-0.11	-0.09	10,389	9513	78.98	79.38	79.65	78.71	78.31	78.04	77.64

### Trading Ideas :

- # GBPINR trading range for the day is 78.038-79.378.
- # Sterling fell as a setback in Greece's efforts to secure a bailout pushed investors to the safety of the greenback
- # Greece concerns help pound outperform euro
- # GBPINR is taking resistance at 78.98 and support is seen at 78.31.
- # RBI Reference rate for GBPINR was 78.3539
- # SELL GBPINR @ 78.57 SL 78.77 TGT 78.42-78.28.



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# CURRENCY - UPDATE

SPREAD MATRIX FOR USDINR				
MONTH	RATE	FEB	MAR	APR
FEB	49.65		0.337	0.657
MAR	49.99			0.320
APR	50.31			

SPREAD MATRIX FOR EURINR				
MONTH	RATE	FEB	MAR	APR
FEB	65.76		0.370	1.068
MAR	66.13			0.698
APR	66.82			

SPREAD MATRIX FOR GBPINR				
MONTH	RATE	FEB	MAR	APR
FEB	78.58		0.392	1.16
MAR	78.97			0.77
APR	79.74		-2.00	

SPREAD MATRIX FOR JPYINR				
MONTH	RATE	FEB	MAR	APR
FEB	63.87		0.38	1.49
MAR	64.25			1.11
APR	65.35			

MAJOR CURRENCY CROSS RATES						
Last Trade		INR	U.S. \$	Euro €	U.K. £	¥en
1 INR	=	-	0.0202	0.0153	0.0128	1.5705
1 U.S. \$	=	<b>49.41</b>	-	0.7555	0.6336	77.6000
1 Euro €	=	<b>65.40</b>	1.3236	-	0.8387	102.7152
1 U.K. £	=	<b>77.98</b>	1.5783	1.1923	-	122.4722
1 ¥en	=	<b>0.64</b>	0.0129	0.0097	0.0082	-

RBI Reference Rate		
Date	13-Feb-12	12-Feb-12
<b>USD</b>	49.645	49.290
<b>EURO</b>	65.800	65.590
<b>YEN</b>	78.354	78.099
<b>GBP</b>	63.940	63.860



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