



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 \$	1728.0	1733.7	1726.9	1731.4	0.2	55.5	↑
Silver \$	33.5	33.6	33.4	33.5	0.2	55.7	↑
Base Metal							
LME Alum.	2178	2189	2178	2186	0.5	48.4	↑
LME Copper	8380	8420	8367	8387	0.2	53.6	↑
LME Lead	2035	2047	2019	2047	0.8	41.4	↑
LME Nickel	20000	20300	19951	20202	1.1	49.4	↑
LME Zinc	1995	2011	1995	2006	1.0	44.4	↑
Energy							
Crude \$	101.5	102.4	101.0	102.3	0.5	56.7	↑
Nat. Gas \$	3.22	3.30	3.22	3.268s	0.06	55.5	↑
Currency							
Dollar Index	79.41	79.44	79.34	79.40	0.1	49.1	↑
Euro	1.3131	1.3146	1.3120	1.3130	0.0	51.6	↓
GB Pound	1.5793	1.5818	1.5792	1.5804	0.0	57.7	↑
Japan YEN	78.910	79.170	78.800	79.080	0.2	69.9	↑
Rus. Rouble	30.06	30.08	30.03	30.04	0.0	38.6	↓
Singapore	1.261	1.262	1.258	1.261	0.0	44.9	↑
Canadian	0.997	0.997	0.995	0.996	-0.1	39.1	↓
Swissfranc	0.919	0.920	0.918	0.919	0.0	44.9	↓
RMB	6.301	6.301	6.296	6.298	0.0	39.4	↓

TIME	ZONE	DATA	Forecast	Previous
12:30pm	EUR	German PPI m/m	0.004	-0.004
2:30pm	EUR	Current Account	2.3B	-1.8B
7:00pm	USD	Core CPI m/m	0.003	0.001
7:00pm	USD	CPI m/m	0.003	
8:30pm	USD	CB Leading Index m/m	0.006	0.004
0	0		0	
0	0		0	

Market Update

Indian cash rates for two-day loans climbed higher on Wednesday, on strong demand from banks to meet reserve needs in the first week of a two-week reporting cycle. The two-day cash rate was 8.90/8.95 percent, up from Tuesday's close of 8.65/8.70 percent for one-day loans. The market will be shut on Thursday, as the state government of Maharashtra, where Mumbai is located, has declared a bank holiday on account of local elections. Traders, however, ruled out cash rates breaching 9 percent during the session, as most banks had already accessed funds through the Reserve Bank of India's repo window. Banks borrowed 1.68 trillion rupees (\$34.08 billion) on Wednesday at the RBI's two-day repo counter, compared with 1.70 trillion rupees borrowed on Tuesday.

Federal bond yields were steady after falling early on Wednesday, as enthusiasm over the Reserve Bank of India's move to buy debt this week was cramped by worries over the central government's bulky fiscal deficit. The 10-year benchmark bond yield was at 8.18 percent, steady from Tuesday's close. It had touched 8.16 percent earlier. The RBI said it will buy up to 100 billion rupees (\$2.03 billion) of bonds through open market operations on Friday. On Tuesday, Subir Gokarn, an RBI deputy governor, said the build-up in fiscal deficit was diluting the impact of monetary policy on inflation. A ballooning fiscal deficit has worried market participants that New Delhi will announce higher borrowing in the new financial year that begins from April 1. The fiscal deficit for the fiscal year ending March 31, is widely expected to be almost a percentage point higher than the government's target of 4.6 percent of gross domestic product, largely reflecting a slowdown in economic growth.



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USDINR



USDINR yesterday traded with the Negative node and settled -0.14% down at 49.4175. Some support had been seen from the spot market also which closed at 49.53 that is up by 0.49ps. In yesterday's trading session USDINR has touched the low of 49.2825 after opening at 49.5125, and finally settled at 49.4175. For today's session market is looking to take support at 49.28, a break below could see a test of 49.14 and where as resistance is now likely to be seen at 49.56, a move above could see prices testing 49.69. Spread between USDINR FEB & MAR contracts yesterday ended at 0.34, we have seen yesterday that the USDINR market had traded with a Negative node and settled -0.14% down. Spread yesterday traded in the range of 0.29 - 0.34.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
49.51	49.56	49.28	49.42	-0.14	-0.07	1,817,712	639170	49.56	49.69	49.83	49.42	49.28	49.14	49.01

Trading Ideas :

- # USDINR trading range for the day is 49.144-49.694.
- # Rupee ended stronger buoyed by large gains in local shares, but off its day's highs on persistent dollar demand by oil firms
- # China support for euro zone supports rupee
- # Spread between USDINR FEB & MAR contracts yesterday ended at 0.34.
- # RBI Reference rate for USDINR was 49.252
- # SELL USDINR @ 49.50 SL 49.68 TGT 49.32-49.16.



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EURINR



EURINR yesterday traded with the negative node and settled -0.48% down at 64.98. Some pressure had been seen from the spot market also which closed at 1.313 that is down by -0.02ps. In yesterday's trading session EURINR has touched the low of 64.9 after opening at 65.3, and finally settled at 64.98. For today's session market is looking to take support at 64.74, a break below could see a test of 64.49 and where as resistance is now likely to be seen at 65.39, a move above could see prices testing 65.79. Spread between EURINR FEB & MAR contracts yesterday ended at 0.38, we have seen yesterday that the EURINR market had traded with a negative node and settled -0.48% down. Spread yesterday traded in the range of -0.08 - 0.38.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
65.30	65.55	64.90	64.98	-0.48	-0.32	37,819	14146	65.39	65.79	66.04	65.14	64.74	64.49	64.09

Trading Ideas :

- # EURINR trading range for the day is 64.493-65.793.
- # Euro fell as euro zone officials put off agreeing further aid for Greece, sparking fears of a chaotic default
- # Traders unsure how Athens can redeem debt with no bailout
- # EURINR looks to test support at 64.74 and resistance is seen at 65.39.
- # RBI Reference rate for EURINR was 64.89
- # SELL EURINR BELOW 64.90 SL 65.12 TGT 64.70.



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GBPINR



GBPINR yesterday traded with the negative node and settled -0.49% down at 77.5525. Some support had been seen from the spot market also which closed at 1.5804 that is up by 0.04ps. In yesterday's trading session GBPINR has touched the low of 77.3425 after opening at 77.7, and finally settled at 77.5525. For today's session market is looking to take support at 77.36, a break below could see a test of 77.17 and where as resistance is now likely to be seen at 77.72, a move above could see prices testing 77.89. Spread between GBPINR FEB & MAR contracts yesterday ended at 0.45, we have seen yesterday that the GBPINR market had traded with a negative node and settled -0.49% down. Spread yesterday traded in the range of 0.45 - 0.46.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
77.70	77.70	77.34	77.55	-0.49	-0.38	7,939	7706	77.72	77.89	78.08	77.53	77.36	77.17	77.01

Trading Ideas :

- # GBPINR trading range for the day is 77.174-77.89.
- # Sterling was down slightly however, as risk sentiment declined over Greece
- # Pound gains some support from declining QE expectations
- # GBPINR is taking resistance at 77.72 and support is seen at 77.36.
- # RBI Reference rate for GBPINR was 77.4537
- # SELL GBPINR @ 77.75 SL 77.95 TGT 77.56-77.35.



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SPREAD MATRIX FOR USDINR				
MONTH	RATE	FEB	MAR	APR
FEB	49.42		0.338	0.680
MAR	49.76			0.342
APR	50.10			

SPREAD MATRIX FOR EURINR				
MONTH	RATE	FEB	MAR	APR
FEB	64.98		0.380	1.220
MAR	65.36			0.840
APR	66.20			

SPREAD MATRIX FOR GBPINR				
MONTH	RATE	FEB	MAR	APR
FEB	77.55		0.448	1.46
MAR	78.00			1.01
APR	79.01		-2.00	

SPREAD MATRIX FOR JPYINR				
MONTH	RATE	FEB	MAR	APR
FEB	62.97		0.39	1.41
MAR	63.36			1.02
APR	64.38			

MAJOR CURRENCY CROSS RATES						
Last Trade		INR	U.S. \$	Euro €	U.K. £	¥en
1 INR	=	-	0.0203	0.0155	0.0128	1.6044
1 U.S. \$	=	49.28	-	0.7618	0.6329	79.0550
1 Euro €	=	64.68	1.3126	-	0.8307	103.7715
1 U.K. £	=	77.86	1.5801	1.2038	-	124.9157
1 ¥en	=	0.62	0.0126	0.0096	0.0080	-

RBI Reference Rate		
Date	17-Feb-12	16-Feb-12
USD	49.252	49.331
EURO	64.890	64.839
YEN	77.454	77.411
GBP	62.760	63.250



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