



LKP

Since 1948

❖ Currency

- USDINR
- EURINR
- GBPINR
- JPYINR

CURRENCY MARKET- UPDATES



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Item	Open	High	Low	Close	% Cng	RSI	Trend
Precious Metals							
Gold \$	1775.9	1777.0	1772.8	1773.7	-0.1	69.1	↓
Silver \$	34.3	34.3	34.2	34.3	0.0	63.7	↑
Base Metal							
LME Alum.	2272	2274	2269	2273	-0.2	60.0	↓
LME Copper	8434	8435	8399	8416	-0.4	56.4	↓
LME Lead	2140	2140	2129	2130	-0.6	51.1	↓
LME Nickel	20130	20160	20100	20100	-0.5	50.4	↓
LME Zinc	2055	2055	2047	2051	-0.5	52.6	↓
Energy							
Crude \$	106.1	106.6	105.7	106.5	0.2	68.2	↑
Nat. Gas \$	3.10	3.11	3.02	3.095s	0.01	67.0	↑
Currency							
Dollar Index	79.23	79.29	79.18	79.19	0.0	46.7	↓
Euro	1.3250	1.3256	1.3229	1.3248	0.0	57.7	↓
GB Pound	1.5666	1.5671	1.5648	1.5664	0.0	48.8	↓
Japan YEN	80.260	80.350	80.160	80.170	-0.1	74.3	↓
Rus. Rouble	29.70	29.72	29.69	29.71	0.1	33.2	↑
Singapore	1.258	1.261	1.257	1.259	0.1	45.1	↑
Canadian	0.999	1.001	0.999	1.000	0.0	42.3	↑
Swissfranc	0.910	0.911	0.909	0.910	0.0	39.4	↑
RMB	6.297	6.301	6.296	6.299	0.0	39.1	↑

TIME	ZONE	DATA	Forecast	Previous
2:30pm	EUR	German Ifo Business Climate	108.7	108.3
7:00pm	USD	Unemployment Claims	352K	348K
8:30pm	USD	OFHEO HPI m/m	0.002	0.01
9:00pm	USD	Natural Gas Storage	-146B	-127B
9:30pm	USD	Crude Oil Inventories	0.9M	-0.2M
0	0	0	0	0
0	0	0	0	0

Market Update

India's economy is expected to pick up in the fiscal year starting on April 1 after growing at its slowest pace in three years in the current fiscal year, a government advisory panel said on Wednesday. The panel said it expected the economy to grow by between 7.5 and 8 percent in the next financial year after growing 7.1 percent in the year that ends on March 31. The forecast for the current fiscal year is slightly higher than the government's official growth forecast of 6.9 percent issued earlier this month. The economy has lost momentum as euro zone debt troubles coupled with high interest rates and policy paralysis at home have hit capital investment. "By and large, the difficult situation on the external front must be taken into account while making any projection for the growth," said C. Rangarajan, head of Prime Minister Manmohan Singh's economic advisory council. The advisers expect the farm sector to grow an annual 3 percent in the current fiscal year against the government's official projection of 2.5 percent.

Indian federal bond yields rose further in afternoon session on Wednesday, as traders bet on the possibility of an unscheduled auction next week. New Delhi has already raised its borrowing target twice in the current financial year, taking the total to 5.10 trillion rupees, to help bridge the country's yawning fiscal gap. The 10-year benchmark bond yield was at 8.23 percent, 6 basis points higher from Tuesday's close of 8.17 percent. Absence of any open market operation (OMO) announcement this week by RBI has pushed up bond yields on the day. Apart from Friday's bond sale to raise 120 billion rupees (\$2.44 billion), the government will also sell 90 billion rupees of 91-day treasury bills and 40 billion rupees of 364-day treasury bills on Wednesday. There is no auction supply scheduled next week. The government is scheduled to sell 120 billion rupees of debt between Mar. 5 and Mar.9, in the last auction of the fiscal year. Reserve Bank of India Deputy Governor Subir Gokarn said on Tuesday that the central bank will consider a further reduction in banks' reserve requirements to help ease tight cash conditions.



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USDINR



USDINR yesterday traded with the Negative node and settled -0.05% down at 49.325. Some pressure had been seen from the spot market also which closed at 49.22 that is down by -0.18ps. In yesterday's trading session USDINR has touched the low of 49.05 after opening at 49.26, and finally settled at 49.325. For today's session market is looking to take support at 49.13, a break below could see a test of 48.93 and where as resistance is now likely to be seen at 49.45, a move above could see prices testing 49.57. Spread between USDINR FEB & MAR contracts yesterday ended at 0.35, we have seen yesterday that the USDINR market had traded with a Negative node and settled -0.05% down. Spread yesterday traded in the range of 0.02 - 0.36.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
49.26	49.37	49.05	49.33	-0.05	-0.02	1,745,915	516100	49.45	49.57	49.77	49.25	49.13	48.93	48.81

Trading Ideas :

- # USDINR trading range for the day is 48.928-49.568.
- # Rupee ended stronger as robust capital inflows offset dollar demand from local oil importers and negative equities
- # One-month offshore non-deliverable forward contracts were at 49.61.
- # Spread between USDINR FEB & MAR contracts yesterday ended at 0.35.
- # RBI Reference rate for USDINR was 49.2453
- # BUY USDINR @ 49.24-49.28 SL 49.16 TGT 49.36-49.45. (BTST)



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CURRENCY - UPDATE

EURINR



EURINR yesterday traded with the negative node and settled -0.05% down at 65.2475. Some pressure had been seen from the spot market also which closed at 1.3248 that is down by -0.03ps. In yesterday's trading session EURINR has touched the low of 65.065 after opening at 65.25, and finally settled at 65.2475. For today's session market is looking to take support at 65.1, a break below could see a test of 64.95 and where as resistance is now likely to be seen at 65.36, a move above could see prices testing 65.47. Spread between EURINR FEB & MAR contracts yesterday ended at 0.42, we have seen yesterday that the EURINR market had traded with a negative node and settled -0.05% down. Spread yesterday traded in the range of 0.38 - 0.48.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
65.25	65.33	65.07	65.25	-0.05	-0.03	42,686	14175	65.36	65.47	65.62	65.21	65.10	64.95	64.84

Trading Ideas :

- # EURINR trading range for the day is 64.953-65.473.
- # Euro was slightly lower dipping after manufacturing data came in weaker than expected
- # In Greece, Fitch Rating slashed the island nations credit grade two levels to C from CCC
- # EURINR looks to test support at 65.10 and resistance is seen at 65.36.
- # RBI Reference rate for EURINR was 65.1638
- # BUY EURINR ABV 65.30 SL 65.10 TGT 65.45-65.62.



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GBPINR



GBPINR yesterday traded with the negative node and settled -0.6% down at 77.505. Some pressure had been seen from the spot market also which closed at 1.5664 that is down by -0.01ps. In yesterday's trading session GBPINR has touched the low of 77.4175 after opening at 78.06, and finally settled at 77.505. For today's session market is looking to take support at 77.26, a break below could see a test of 77.02 and where as resistance is now likely to be seen at 77.9, a move above could see prices testing 78.3. Spread between GBPINR FEB & MAR contracts yesterday ended at 0.48, we have seen yesterday that the GBPINR market had traded with a negative node and settled -0.6% down. Spread yesterday traded in the range of 0.2 - 0.5.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
78.06	78.06	77.42	77.51	-0.60	-0.47	10,725	7556	77.91	78.30	78.55	77.66	77.26	77.02	76.62

Trading Ideas :

- # GBPINR trading range for the day is 77.018-78.304.
- # Sterling fell after BoE minutes unexpectedly showed two policymakers voted for an even bigger increase in QE
- # BoE MINUTES: Majority feared larger QE would send message that economy is worse than it is
- # GBPINR is taking resistance at 77.90 and support is seen at 77.26.
- # RBI Reference rate for GBPINR was 76.7485
- # SELL GBPINR BELOW 77.45 SL 77.65 TGT 77.30-77.18.



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SPREAD MATRIX FOR USDINR				
MONTH	RATE	FEB	MAR	APR
FEB	49.33		0.352	0.720
MAR	49.68			0.368
APR	50.05			

SPREAD MATRIX FOR EURINR				
MONTH	RATE	FEB	MAR	APR
FEB	65.25		0.422	0.782
MAR	65.67			0.360
APR	66.03			

SPREAD MATRIX FOR GBPINR				
MONTH	RATE	FEB	MAR	APR
FEB	77.51		0.483	1.11
MAR	77.99			0.63
APR	78.61		-2.00	

SPREAD MATRIX FOR JPYINR				
MONTH	RATE	FEB	MAR	APR
FEB	61.46		0.37	1.38
MAR	61.83			1.01
APR	62.84			

MAJOR CURRENCY CROSS RATES						
Last Trade		INR	U.S. \$	Euro €	U.K. £	¥en
1 INR	=	-	0.0203	0.0153	0.0130	1.6292
1 U.S. \$	=	49.23	-	0.7548	0.6384	80.2105
1 Euro €	=	65.23	1.3249	-	0.8458	106.2669
1 U.K. £	=	77.12	1.5664	1.1823	-	125.6416
1 ¥en	=	0.61	0.0125	0.0094	0.0080	-

RBI Reference Rate		
Date	23-Feb-12	22-Feb-12
USD	49.245	49.084
EURO	65.164	65.171
YEN	76.749	77.797
GBP	61.530	61.520



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