

FRIDAY, May 23rd 2014

FOREIGN CURRENCY AND CURRENCY ACTIVITY AS ON 21/05/2014

Symbol	Last Rate At 8:45 AM	% Chg	Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
DOLLAR INDEX	80.25	+0.22	USDINR	558167	5.85	4,209.49	52.42	718367	53.18
EUR/USD	1.365	-0.26	EURINR	18035	2.61	165.74	23.25	20698	24.19
GBP/USD	1.685	-0.23	GBPINR	16616	-2.18	247.52	15.35	25044	15.94
JPY/USD	0.982	-0.37	JPYINR	4348	6.91	38.95	-24.07	6683	-24.91

CURRENCY UPDATE

- **GBP/USD** - The pound fell to session lows against the dollar on Thursday after revised data confirmed that the U.K. economy grew 0.8% in the first three months of the year, disappointing some market expectations for an upward revision.
- **DOLLAR** - The dollar was higher against the yen on Thursday after improved factory data out of China, while the euro remained supported after data showed that the recovery in the euro zone private sector continued in May.
- **EUR/USD** - The euro pulled back from session lows against the dollar on Thursday and was supported against the yen after data showed that the recovery in the euro zone private sector continued in May.

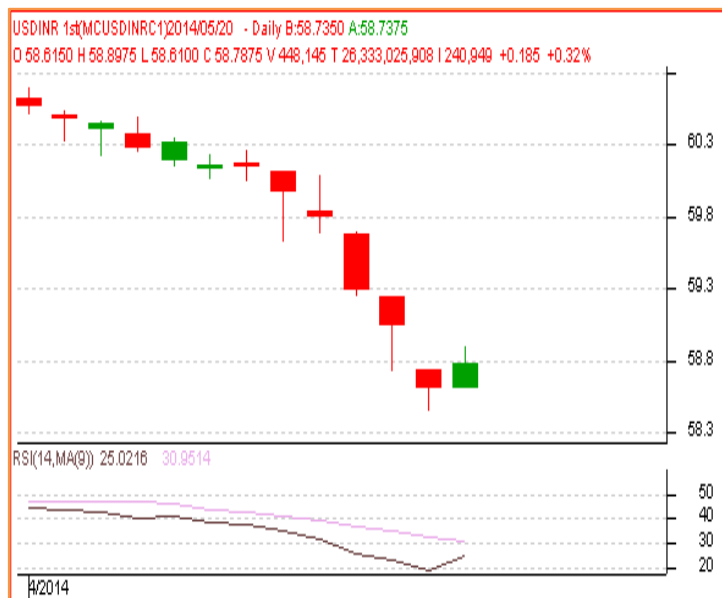
TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USDINR	58.35	-0.10	58.09	58.22	58.48	58.62	58.88
EURINR	79.79	-0.93	79.28	79.54	80.03	80.28	80.77
GBPINR	98.43	-1.06	97.88	98.16	98.71	98.99	99.55
JPYINR	57.44	-1.43	57.00	57.22	57.66	57.88	58.32



CURRENCY TO FOCUS – USD-INR (May)

Sell at 58.50-58.55



USD-INR View:

The Indian rupee strengthened again on Thursday. It settled at 58.41 after making a low of 58.34.

Technical:

In daily chart a black closing morubozu candle stick has been emerged out of yesterday's trading which is a signal of bearishness. We recommend going short at 58.50-58.55 for the target of 58.20/58.00 with strict stop loss above 58.72.

Data to watch:

US New Home Sales

Major Economic Data and Events Schedule (For 23/05/2014)

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
11:30am	EUR	German Final GDP q/q	0.80%	0.80%	Neutral
1:30pm	EUR	German Ifo Business Climate	111	111.2	Negative
	EUR	Italian Retail Sales m/m	0.30%	-0.20%	Positive
Day 2	EUR	European Parliamentary Elections			-
6:30pm	EUR	Belgian NBB Business Climate	-4.7	-4.6	Negative
7:30pm	USD	New Home Sales	426K	384K	Positive

Impact - High Medium Low

Note: Economic data expectations are based on median forecast by economists or Reuters and Bloomberg survey. Here positive impact indicates currency could appreciate and negative indicates currency could depreciate in comparison with US Dollar.



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Update Report

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