

Friday, 3rd January 2014

A pull down in to the Yen may provide an ample opportunity to trade in JPY-INR



OVERVIEW: JPY-INR

1. Above chart is showing an downtrend since September 05, hitting a low of 58.91 on 1st January 2014.
2. JPY-INR broke the crucial support at 59.78, currently trading under the bearish trend while forming descending impulse.
3. During the month of May 2013 – August 2013 Pair formed a bullish ab=cd, and just next month it forming Bearish ab=cd pattern the d point is expected to complete around 261.8% retracement which coincide with corrective wave 5.

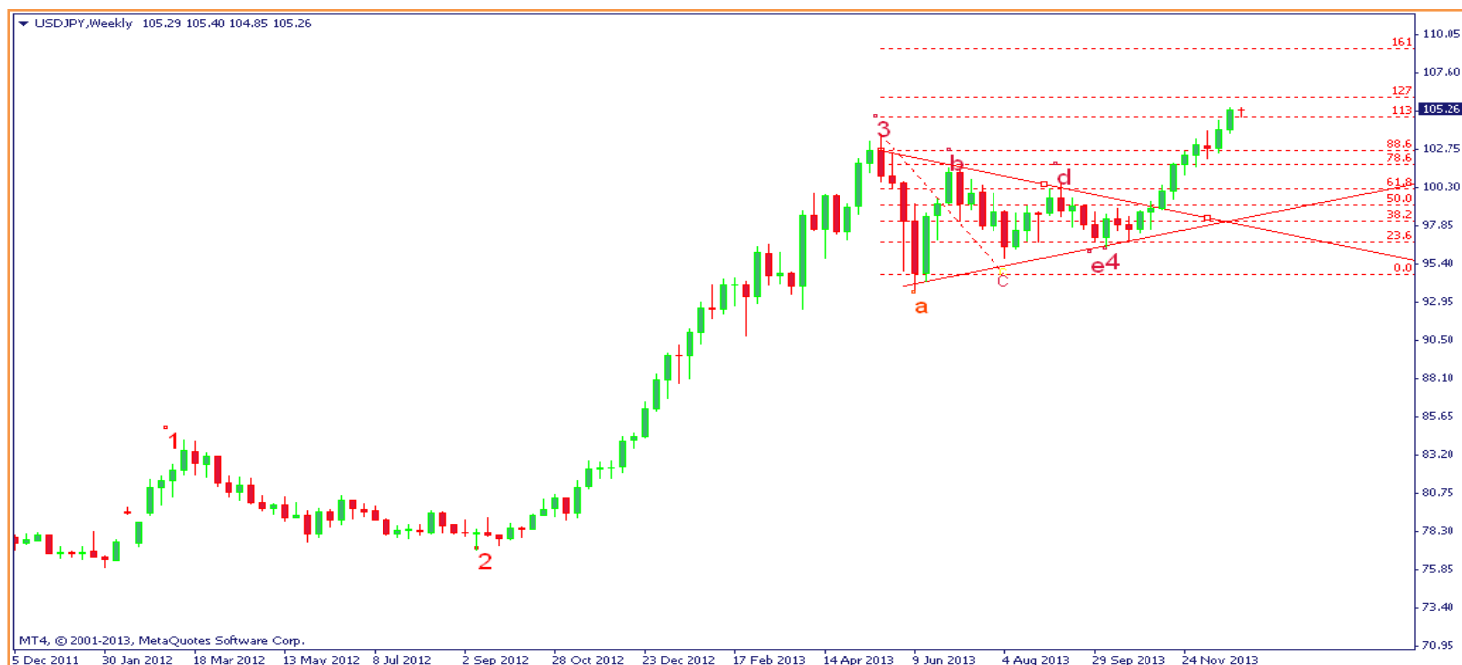
Trading Strategy:

Buy on every dip till 58.90-58.80 Target 60.90 then 61.50-62.15 stop loss below 58.30.

Or

Sell below 58.30 Targets 57.50-56 SL above 58.70.

USD/JPY



OVERVIEW: USD/JPY

Above chart is showing an uptrend since September 11, hitting a 5-year high of 105.40 on December 29. USD/JPY is forming an three wave triangle correction pattern which has crossed the 113% retracement level. Trading at 105.40. Now 106.40 will be massive resistance sustain trade above it may test 107.60-108 in coming days to make 5th rising impulse or else pull down may take place from 106.40 levels which will provide an abrupt bullish rally in to JPY-INR.

Seema Yadav
Currency Analyst

Contact

SMS: 'Arihant' to 56677

Website

www.arihantcapital.com

Email Id

research@arihantcapital.com

Arihant is Forbes Asia's '200 Best under a \$Billion' Company
'Best Emerging Commodities Broker' awarded by UTV Bloomberg

Disclaimer: This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

ARIHANT Capital Markets Ltd.

3rd Floor Krishna Bhavan, 67 Nehru Road, Vile Parle (E), Mumbai – 400057

Tel. 022-42254800 Fax. 022-42254880

www.arihantcapital.com

RCH-DCR-00