



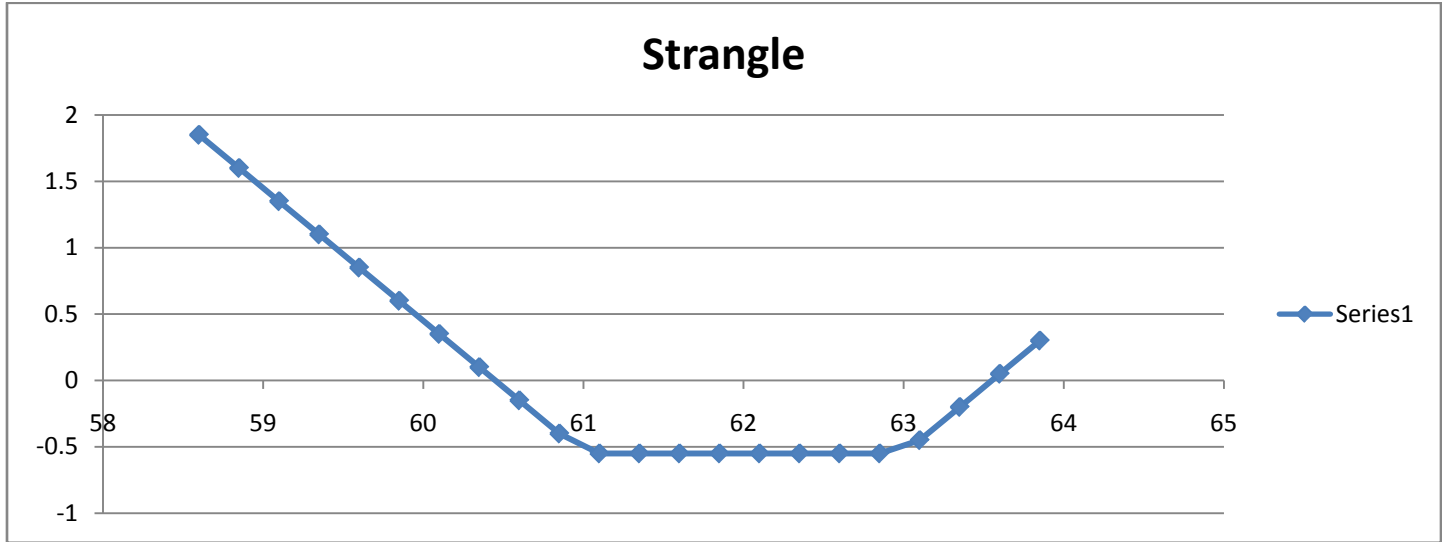
Derivative strategy Long strangle (Till Expiry):

Buy USDINR call strike price 63 Nov @ 0.25 Paisa

Buy USDINR Put strike price 61 Nov @0.30 paisa. Future price – Nov 27, Future 61.85

Net Debit	Maximum Risk	Maximum Reward	Breakeven down	Breakeven up
0.55	0.55	Uncapped	60.45	63.55

Futures	Payoff_Longcall	Payoff_Longput	Net	Rs
58.6	-0.25	2.1	1.85	1850
58.85	-0.25	1.85	1.6	1600
59.1	-0.25	1.6	1.35	1350
59.35	-0.25	1.35	1.1	1100
59.6	-0.25	1.1	0.85	850
59.85	-0.25	0.85	0.6	600
60.1	-0.25	0.6	0.35	350
60.35	-0.25	0.35	0.1	100
60.6	-0.25	0.1	-0.15	-150
60.85	-0.25	-0.15	-0.4	-400
61.1	-0.25	-0.3	-0.55	-550
61.35	-0.25	-0.3	-0.55	-550
61.6	-0.25	-0.3	-0.55	-550
61.85	-0.25	-0.3	-0.55	-550
62.1	-0.25	-0.3	-0.55	-550
62.35	-0.25	-0.3	-0.55	-550
62.6	-0.25	-0.3	-0.55	-550
62.85	-0.25	-0.3	-0.55	-550
63.1	-0.15	-0.3	-0.45	-450
63.35	0.1	-0.3	-0.2	-200
63.6	0.35	-0.3	0.05	50
63.85	0.6	-0.3	0.3	300
64.1	0.85	-0.3	0.55	550
64.35	1.1	-0.3	0.8	800
64.6	1.35	-0.3	1.05	1050



The Outlook

Conclusion: Through the above strategy one should make max profit Rs 1100 per lot if USD-INR moves down below 59.35 levels while if it moves above 64.60 in the November month.

However, If USD-INR remains between range of 61.10-62.85 then loss will be limited to the total premium paid = 0.55Rs.



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