



Previous Week % Change in Local Market (Future)

Currency	Open	High	Low	Close	Pre. Close	% change
USD-INR	63.00	63.00	61.75	61.86	62.90	-1.65
GBP-INR	102.90	103.10	100.88	101.18	102.72	-1.50
EUR-INR	85.65	85.65	84.07	84.56	85.61	-1.23
JPY –INR	61.42	61.42	60.44	60.61	61.50	-1.45

Previous Week Change in CME Market

Currency	Open	High	Low	Close	Pre. Close	% change
Dollar Index	80.65	80.99	80.22	80.26	80.64	-0.47
EUR/USD	1.3603	1.3706	1.3524	1.3702	1.3602	0.74
GBP/USD	1.6435	1.6435	1.6291	1.6341	1.6420	-0.48
USD/JPY	102.37	103.38	101.62	102.86	102.38	0.47

Previous Week Change in Other Market

Currency	Open	High	Low	Close	Pre. Close	% change
DGCX INR	62.67	62.99	261.40	61.48	62.92	-2.29
CNYINR	10.25	10.26	10.07	10.13	10.23	-0.98

Weekly Foreign exchange reserves, in billion US dollars (\$)

	Week 29 th Nov	Week 15 th Nov	Week	End March 2013	Year
Total Reserves	291.30	286.263	5.037	-7.45.30	-3.208
Foreign Assets *	263.735	258.664	5.071	4.010	3.723
Gold	21.227	21.227	-	-4.464	-6.575
SDRs	4.432	4.4200	0.012	0.105	0.0032
Reserve Position In IMF**	1.904	1.1950	0.046	-0.395	-0.359

*Foreign currency assets in US dollars include the effect of appreciation/depreciation of non-US currencies (such as euro, sterling, and yen) held in reserves. For details see current statistics section of RBI Bulletin.

** Reserve Position in International Monetary Fund, i.e. Reserve Tranche Position (RTP) which was shown as a memo item from May 23, 2003 to Mar 26, 2004 has been included in the reserves from the week ended Apr 2, 2004 in keeping with international best practice



CURRENCY – USD-INR (DEC)



TRADING STRATEGY FOR THE WEEK:

(In Rs.)	Target	SL
Sell 61.80-61.85	61.50-61.30	62.20
And; Or		
Buy above 62.25	62.60-62.88	61.80

Overview: USDINR tumbled towards fresh five week low at 61.75 and drop more than 1.50% as exporter undertook selling activities in the pair on expectation that the national opposition Bharatiya Janata Party will win the state elections, which could bring the new reform for the domestic economy.

From Technical Aspects - This week expected to begin with a gap down opening. On the weekly chart pair will find the immediate support 61.60 which coincide with 38.2% of Fibonacci projection. On the higher side Pair will find the massive resistance 62.25, sustain trade above 62.54-62.88 may take place in the market.

Domestic Major Economic Data & Events Update

- India's current account gap narrowed sharply to \$5.2 billion from \$21 Billion or 1.2% from 5% of GDP, in the July-September quarter of 2013-14 on the back of turnaround in exports and decline in gold imports.
- The Reserve Bank of India will soon introduce cash-settled interest rate futures on 10-year government bonds and has also permitted exchanges to launch these derivatives in other smaller tenor securities in the future.

Major Economic Data & Events Schedule (For Week) From U.S. that will Impact USD-INR

Date	Time	Economic Indicators	Forecast	Previous	Possible Impact
11.12.13	-	T-Bills Auction	-	-	-
		-91 days of Rs 60B	-	-	-
		-364 days of Rs 60B			
12.12.13	-	Oct IIP	-	2%	-
		CPI inflation (Base 2010=100) -Rural	Nov	--	-
		-Urban	Nov	--	-
		-Combined (rural urban)	Nov	--	-

Outlook - Based on above economic data a volatile to negative trend is expected for the pair.



CURRENCY – Dollar Index



TRADING RANGE FOR THE WEEK:

Overview– Dollar index drop by 0.47% and closed at 80.64 against the major counterpart. During the week greenback saw a consolidation trading as sideline sentiment has been witnessed ahead of the significant data at the week end. Euro was able to hit a five week high while the Rupee also gained against the greenback.

From Technical Aspects - This week we could expect a positive opening in the dollar as a stronger than forecast U.S. jobs report fuelled the further expectations for the Federal Reserve to begin scaling back its asset purchases in the coming months. On the higher side Pair will find the massive resistance 81.05, sustain trade above this 81.41 may take place in the market. Support level is seen at 80.06 below it currency expected to test 79.62.

U.S. Major Economic Data & Events Update

- GDP expanded by 3.6% in the three months to September, above expectations for growth of 3.0% and up from a preliminary estimate of 2.8%.
- Weekly jobless benefits last fell to 298K, from 321K.
- Trade deficit narrowed to \$40.6 billion in October from a deficit of \$43.0 billion in September.
- Non-farm payrolls expanded to 203K, from 200K in the preceding month whose figure was revised down from 204K.

Major Economic Data & Events Schedule (For Week) From U.S. that will Impact USD-INR

Date	Time	Economic Indicators	Forecast	Previous	Possible Impact
09.12.13	11:35pm	FOMC Member Bullard Speaks	-	-	-
10.12.13	8:30pm	JOLTS Job Openings	3.96M	3.91M	Negative
11.12.13	8:30pm	Treasury Sec Lew Speaks	-	-	-
12.12.13	12:30am	Federal Budget Balance	-154.6B	-91.6B	Negative
	7:00pm	Core Retail Sales m/m	0.20%	0.20%	Neutral
		Retail Sales m/m	0.60%	0.40%	Positive
		Unemployment Claims	321K	298K	Negative
13.12.13	7:00pm	PPI m/m	0.00%	-0.20%	Negative
		Core PPI m/m	0.10%	0.20%	Negative

Outlook - Based on above economic data a negative trend is expected for the pair.



CURRENCY –EUR-INR (DEC)



TRADING STRATEGY FOR THE WEEK:

(In Rs.)	Target	SL
Buy 84.50-84.40	84.89-85.45	84.10
And; Or		
Sell below 84.00	83.56-83.27	84.50.

Overview– EUR-INR posted more than 1% correction in the 1 week, after opened at 85.65 settled at 84.56. On the other side, Euro registered a five week high \$1.3706 against the Dollar after the ECB President Mario Draghi confirmed that key interest rates would remain at present or lower levels on weaker outlook for growth in the 17-nation economy.

From Technical Aspects – On the above daily chart pair saw a trading range between in the 85.60-84 level. A bullish harami candle stick after five days correction may be sing for the trend reversal in the beginning of the week. RSI 14 and 9 SMA are not providing any clear view.

Europe Major Economic Data & Events Update

- The European Central Bank left its benchmark interest rate unchanged at a historically low 0.25 percent at its monetary meeting this morning.
- European Central Bank Mario Draghi gave no indication the central bank was poised to introduce a negative deposit rate to spur growth.
- Euro zone's GDP expanded by 0.1% in the third quarter, in line with expectations.

Major Economic Data & Events Schedule (For Week) that will Impact EUR-INR

Date	Time	Economic Indicators	Forecast	Previous	Possible Impact
09.12.13	12:30pm	German Trade Balance	17.4B	18.8B	Positive
	All Day	Euro group Meetings	-	-	-
	4:30pm	German Industrial Production m/m	0.80%	-0.90%	Positive
10.12.13	1:15pm	French Industrial Production m/m	0.20%	-0.50%	Positive
	All Day	ECOFIN Meetings	-	-	-
	5:30pm	ECB President Draghi Speaks	-	-	-
12.12.13	1:30pm	ECB President Draghi Speaks	-	-	-
	2:30pm	ECB Monthly Bulletin	-	-	-
	3:30pm	Industrial Production m/m	0.40%	-0.50%	Positive

Outlook - Based on above economic data and events a positive trend is expected for the pair.



CURRENCY – GBP-INR (DEC)



TRADING STRATEGY FOR THE WEEK:

(In Rs.)	Target	SL
Sell 102.70-102.75	102-101.50	103.30
And; Or		
Buy above 103.30	103.80-104.50	102.60.

Overview – GBPINR witnessed one and half percent correction in the last week and closed at 101.18 as predicated hit our both downsides Target 102 -101.50. While pair the buying level has not been initiated that given above 103.30. The British pound headed for its biggest weekly drop against the 17-nation currency since October after the Bank of England kept monetary policy unchanged.

From the technical aspect - Weekly chart is showing a rising channel line pattern with the support 100.65 and resistance 103.30. RSI 14 and 9 SMA are trading at negative cross over. Hence, one can make take a chance to go short on every rise with the upper line of the above channel.

U.K. Major Economic Data & Events Update

- Bank of England's monetary policy committee voted to leave rates on hold at 0.5% and made no changes to its GBP375 billion quantitative easing stimulus package.
- Construction purchasing managers' index increased to 62.6 in November from a reading of 59.4 in October.
- Services Purchasing Managers Index fell to 60.0 in November from a reading of 62.5 in October, which was the strongest since May 1997.

Major Economic Data & Events Schedule (For Week) will Impact - GBPINR

Date	Time	Economic Indicators	Forecast	Previous	Possible Impact
09.12.13	10:45pm	BOE Gov Carney Speaks	-	-	-
10.12.13	3:00pm	Manufacturing Production m/m	0.40%	1.20%	Negative
		Trade Balance	-9.1B	-9.8B	Negative
	8:30pm	NIESR GDP Estimate	-	0.70%	-
11.12.13	6:30pm	MPC Member Weale Speaks	-	-	-
13.12.13	6:00pm	MPC Member Dale Speaks	-	-	-

Outlook - Based on above economic data and events a neutral trend is expected for the pair.



CURRENCY – JPY-INR (DEC)



TRADING STRATEGY FOR THE WEEK

(In Rs.)	Target	SL
Sell around 60.60-61.65	60-59.70	61.33.

Overview – JPY-INR extended its recent bearish trend last week and drop by 1.45% and settled at 60.61. The Japanese yen remained in under pressure to a low at 103.38 an approval of a \$182 billion package to support the economy weighted on the sentiment. While Governor Kuroda commented on maintaining an accommodative monetary policy till the target for inflation as achieved

From the technical aspect – On the weekly chart, pair settled below the 23.6% Fibonacci projection line and formed a negative candle stick. RSI 14 and 9 SMA is indicating for further bearish move. This week we expect that pair test support level around 59.50.

JAPAN Major Economic Data & Events Update

- Japanese Prime Minister Shinzo Abe's cabinet approved a \$182 billion package on Thursday to pull the economy out of deflation, but doubts remain about the impact.
- Japan's Monetary Base rose to 52.5%, from 45.8% in the preceding month.

Major Economic Data & Events Schedule (For Week) will Impact - JPYINR

Date	Time	Economic Indicators	Forecast	Previous	Possible Impact
09.12.13	5:20am	Current Account	0.12T	-0.13T	Positive
		Final GDP q/q	0.40%	0.50%	Negative
10.12.13	5:20am	BSI Manufacturing Index	17.20	15.20	Positive
		Tertiary Industry Activity m/m	0.30%	-0.20%	Positive
11.12.13	5:20am	Core Machinery Orders m/m	0.90%	-2.10%	Positive

Outlook - Based on above economic data and events upside consolidation is expected for the pair.

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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