



Wednesday, January 1st 2014

CURRENCY ACTIVITY 31/12/2013

Currency Pairs	Closed	% Chg	Open Interest	% Chg	Total Trade Volume (Rs in Cr)	% Chg	No of Contracts Traded	% Chg
USDINR	62.15	-0.13	367,577	11.02	2,238.75	-14.59	359870	-14.31
EURINR	85.54	-0.17	14,339	23.43	291.38	-20.67	34,012	-20.59
GBPINR	102.67	0.11	17,124	14.10	282.69	-2.61	27,538	-2.55
JPYINR	59.24	-0.09	4,971	30.37	81.55	29.24	13,759	29.31

CURRENCY UPDATE

- **USD-INR-** The dollar remained indecisive on Monday as some selling pressure was noted amid foreign bank closing of books ahead of the end of the year while month end oil importers demand limited the losses.
- **EUR** - The euro was took some correction amit profit booking after the pair reached near to two year high level, although recent news the Federal Reserve will be tapering its stimulus program next year continued to support the greenback.
- **GBP-** The pound positive as demand for the currency remained supported after a string of positive U.K. economic reports this month fuelled hopes that the Bank of England will raise interest rates ahead of other central banks.
- **JPY-** The yen remained mixed with subdued holiday trade on Tuesday, as market sentiment improved ahead of the year end although demand for the greenback remained supported.

IMPORTANT NEWS ROUNDUP

- The fiscal deficit touched 5.1 trillion rupees during April-November, or 93.9% of the full-year target, government data showed on Tuesday.
- Net tax receipts touched 3.96 trillion rupees in the first eight months of the current fiscal year to March 2014, while total expenditure was 10.21 trillion rupees.
- Chinese Manufacturing PMI fell to an annual rate of 51.0, from 51.4 in the preceding month.



CURRENCY TO FOCUS – USD-INR (JAN)

Intraday USD-INR Trend : Consolidation



Overview: USD-INR took small correction on Tuesday, settled at 62.15 down by 0.16%. Pair remained below the short term trend line after witnessing a breakdown of short term triangle pattern. Strong resistance level will stay at 62.45-62.59 only sustain trade above bullish trend could be arise. For Wednesday 62.05 will act as an immediate support, and a valid sell entry could expected below it. Or else sell on the rise till 62.45 could witness during the day.

(In Rs.)	Target	SL
Sell 62.45-62.48	62.25-62.10	62.5825.
And; Or		
Buy above 62.62	62.78-62.90	62.48.

FOREIGN CURRENCY AND TECHNICAL LEVELS

Symbol	Last Rate	% Chg	Currency Pairs	R1	R2	Pivot	S1	S2
DOLLAR INDEX	80.21	0.07	USDINR	62.260	62.350	62.2	62.080	61.990
EUR/USD	1.3741	0.01	EURINR	85.783	86.027	85.6	85.373	85.207
GBP/USD	1.6556	0.02	GBPINR	102.840	103.010	102.6	102.460	102.250
USD/JPY	105.25	0.00	JPYINR	59.427	59.633	59.3	59.067	58.913

Major Economic Data and Events Schedule (For 01/01/2014)

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
All Day	JPY	Bank Holiday	-	-	-
All Day	EUR	Bank Holiday	-	-	-
All Day	GBP	Bank Holiday	-	-	-
All Day	USD	Bank Holiday	-	-	-

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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