



Monday, Dec 30th, 2013

CURRENCY ACTIVITY 27/12/2013

Currency Pairs	Closed	% Chg	Open Interest	% Chg	Total Trade Volume (Rs in Cr)	% Chg	No of Contracts Traded	% Chg
USDINR	62.33	-0.21	481,895	2.62	5,444.00	47.36	873420	46.89
EURINR	86.11	0.69	22,802	13.17	416.60	59.57	48,627	58.38
GBPINR	102.85	0.63	15,250	22.62	387.93	55.20	37,851	54.15
JPYINR	59.53	-0.38	4,307	-5.05	78.19	-32.74	13,144	-32.95

CURRENCY UPDATE

- **USD-INR-** The dollar saw a consolidation against the Rupee. A stronger euro amid foreign banks closing their books ahead of the end of the year prompted some selling whereas month end oil importers buying limited the losses.
- **EUR** - The euro strengthened to five-year highs against the yen not on Friday after European Central Bank Governing Council member Jens Weidmann warned against keeping interest rates low.
- **GBP-** The pound jumped near to 28-month highs against the U.S. dollar on Friday, as risk sentiment strengthened in thin year-end trade, although Thursday's upbeat U.S. jobless claims data still lent support to the greenback.
- **JPY-** Japanese yen remained weaker against the dollar and reamed most active currency over the past days as Japanese markets were open during the Christmas holiday. The JPY drop towards five year low above 105.17 against the dollar on Friday after the strong data on the country's inflation and retail sales data.

IMPORTANT NEWS ROUNDUP

- India's foreign exchange reserves including gold and Special Drawing Rights fell by \$12.6 million to \$295.503 billion in week to Dec 20, Reserve Bank of India's Weekly Statistical Supplement showed Friday.
- Foreign currency assets were down by \$94.7 million to \$268.469 billion in week to Dec 20, Reserve Bank of India's Weekly Statistical Supplement showed Friday.



CURRENCY TO FOCUS – USD-INR (JAN)

Intraday USD-INR Trend : Consolidation



Overview: USD-INR saw a consolidation at 62.30 levels, after hitting an intraday high of 62.5475, settled at 62.32. On the above intraday chart, we can see that the pair settled above the short time trend line and three high wave candle stick with similar bottom is indicating bullish move towards 62.50-62.62 may take place in the market.

On the other hand, U.S. dollar index traded at 79.93, drop 0.71%. While EUR/USD gained by 0.99% at 1.3892.

(In Rs.)	Target	SL
Sell below 62.20	61.95	62.32.
And; Or		
Buy 62.35.00	62.48-62.59	62.24.

FOREIGN CURRENCY AND TECHNICAL LEVELS

Symbol	Last Rate At 8.45 AM	% Chg	Currency Pairs	R1	R2	Pivot	S1	S2
DOLLAR INDEX	80.35	-0.19	USDINR	62.510	62.670	62.4	62.220	62.090
EUR/USD	1.3742	0.38	EURINR	86.483	86.817	85.9	85.533	84.917
GBP/USD	1.6479	0.43	GBPINR	103.133	103.317	102.8	102.583	102.217
USD/JPY	105.14	0.34	JPYINR	59.680	59.860	59.6	59.390	59.280

Major Economic Data and Events Schedule (For 30/12/2013)

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
2:40pm	EUR	Retail PMI	48.00	-	-
3:00pm	GBP	Housing Equity Withdrawal q/q	-7.2B	-15.4B	Positive
Tentative	EUR	Italian 10-y Bond Auction	-	4.01 1.5	-
8:30pm	USD	Pending Home Sales m/m	1.10%	-0.60%	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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