

INSTRUMENT	LAST PRICE	1 DAY	1 MONTH	1 YEAR
USD/INR	71.16	0.19%	-0.8%	-5%
EUR/INR	78.01	0.04%	-1.4%	-9%
GBP/INR	86.92	0.18%	-2.0%	-12%
JPY/INR	66.40	0.12%	-0.7%	1%
EUR/USD	1.0963	0.05%	-0.8%	-5%
GBP/USD	1.2215	-0.03%	-1.1%	-7%
USD/JPY	107.16	0.07%	-0.1%	-5%
USD/CNH	7.15	-0.20%	0.5%	3%
10 YR YIELD- IN	6.46	(0.22)	(0.12)	(1.62)
10 YR YIELD- USA	1.54	0.01	(0.11)	(1.67)
GOLD (\$/Oz)	1,506	0.0%	0%	27%
SILVER (\$/Oz)	17.75	0.1%	-1%	23%
BRENT CRUDE (\$/Brl)	58.00	-0.4%	-7%	-32%
COPPER 3M (\$/Ton)	5676	-0.8%	-3%	-8%
NIFTY	11139	0.1%	1.8%	7.6%
HANGSENG	25735	-0.6%	-3.5%	-1.7%
S&P 500	2893	-1.6%	-2.9%	0.4%
INR 1M FWD	0.24	(0.02)	(0.03)	(0.07)
INR 3M FWD	0.66	(0.02)	(0.09)	(0.17)
INR 12M FWD	2.96	(0.08)	(0.13)	(0.26)
USDINR 1 MONTH ATM IV	6.73	0.15	0.21	(2.05)
USDINR 3 MONTH ATM IV	6.51	0.05	0.01	(1.84)
	1 DAY	MTD	QTD	CTD
FII INVESTMENT- EQ (\$ Mn)	(124)	(497)	(497)	7,664
FII INVESTMENT- DEBT (\$ Mn)	109	18	18	3,991
TOTAL (\$ Mn)	(15)	(479)	(479)	11,655

CURRENCY	ECONOMIC DATA
EUR	ECB Monetary Policy Meeting Accounts
USD	CPI

TECHNICAL VIEW

Currency pair ==> USDINR spot

View = Downtrend is intact as long as the pair holds below 71.40/50 zone on spot.

Trade = Play the range. Resistance @ 71.10, 71.20/25 & 71.35/40. Support @ 70.94/96, 70.77/80, 70.50 on spot.

Currency pair ==> EURUSD spot

View = Intermediate trend remains bearish

Trade = Sell between 1.0990//1.1010 TP 1.0920/1.0900 SL 1.1050

MACRO VIEW

- Both, Nifty as well as Sensex, closed higher by 1.7%. The rally was broad based. Banking stocks rallied significantly. Indian Rupee closed marginally weaker towards 71.07 in spot as lack of momentum kept trading activity lower than usual. Goisec 10 year yield closed flat at 6.45%. Low oil prices, benign environment for rates globally and expectations for cut in rates is keeping bond bulls well fed.
- Yesterday, US stock indices rallied nearly a percent on the back of hope of a trade deal. According to Bloomberg, the currency accord -- which the U.S. said had been agreed to earlier this year before trade talks broke down -- would be part of what the White House considers to be a first-phase agreement with Beijing. It would be followed by more negotiations on core issues like intellectual property and forced technology transfers.
- US FOMC minutes contained no surprises as Fed members remain divided over the future path of rate cuts. However they signalled balance sheet expansion to alleviate the USD funding stress in the money market. Markets were not affected by the minutes.
- Asian equity indices are trading mostly higher on the back of optimism over the trade deal. USDCNH is trading lower at 7.11 now. There was some bit of swings in the currencies and risks assets during the early part of the Asian session on the back of some spurious news reporting from a Chinese news outlet. SGX Nifty is pointing towards a flat open for the onshore stocks.
- Brent crude oil futures are holding around 58 dollars a barrel. Gold is now at 1514 on the active month futures on the CME.

NEWSWIRE

- According to media reports, US Commerce Secretary Wilbur Ross says China trade practices have gotten worse. He added that China caused massive market dislocations due to overcapacity and dumping excess production.
- In order to give a boost to household disposable income, GOI increased dearness allowance from 12 per cent to 17 per cent of basic pay and pension for its five million employees and 6.5 million pensioners.
- Extending a special liquidity facility to non-banking financial companies is not being considered, said the Reserve Bank of India.

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Source: TickerPlant

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