

INSTRUMENT	LAST PRICE	1 DAY	1 MONTH	1 YEAR
USD/INR	70.94	-0.15%	-1.5%	-2%
EUR/INR	77.76	-0.43%	-3.0%	-10%
GBP/INR	87.78	-0.35%	-0.4%	-9%
JPY/INR	65.91	-0.05%	-2.9%	2%
EUR/USD	1.0962	0.17%	-1.3%	-7%
GBP/USD	1.2375	0.18%	1.3%	-6%
USD/JPY	107.67	-0.09%	1.4%	-5%
USD/CNH	7.12	-0.08%	-0.6%	3%
10 YR YIELD- IN	6.77	0.01	0.29	(1.30)
10 YR YIELD- USA	1.70	(0.04)	0.17	(1.35)
GOLD (\$/Oz)	1,509	0.3%	-1%	26%
SILVER (\$/Oz)	18.00	0.5%	2%	26%
BRENT CRUDE (\$/Brl)	62.38	0.0%	6%	-23%
COPPER 3M (\$/Ton)	5787	0.1%	3%	-8%
NIFTY	11514	0.6%	4.1%	4.2%
HANGSENG	26001	0.2%	1.2%	-6.5%
S&P 500	2985	0.6%	3.7%	2.7%
INR 1M FWD	0.27	0.01	0.01	(0.01)
INR 3M FWD	0.71	(0.02)	(0.07)	(0.13)
INR 12M FWD	3.08	(0.05)	0.07	(0.17)
USDINR 1 MONTH ATM IV	6.38	(0.17)	(1.11)	(1.79)
USDINR 3 MONTH ATM IV	6.51	(0.04)	(0.68)	(1.62)
	1 DAY	MTD	QTD	CTD
FII INVESMENT- EQ (\$ Mn)	(105)	(481)	(4,613)	6,725
FII INVESMENT- DEBT (\$ Mn)	(27)	89	2,908	4,336
TOTAL (\$ Mn)	(132)	(392)	(1,706)	11,061

CURRENCY	ECONOMIC DATA
GBP	BOE Gov Carney Speaks

### TECHNICAL VIEW

#### Currency pair ==> USDINR spot

View = Intermediate trend remains downward below 71.45 on spot. However, lack of momentum is visible.

Trade = Sell on rise, between 71.10/20 zone, with stop above 71.30 on spot. Major support @ 70.75/80 zone.

#### Currency pair ==> GBPJPY spot

View = Intermediate trend remains bullish

Trade = Buy between 132.00/132.20 TP 134.00/134.50 SL 131.00

### MACRO VIEW

- The 4 Ds and one E. Democracy, Demography, Demand, Decisiveness & Ecology. These are 4 factors our Prime Minister introduced India to the world in the Bloomberg Summit in New York last night. Democracy ensures safety of investments via rule of law. Demography makes India one of the best engineering, R&D bases. A strong consumer market generates huge demand for the products and services of businesses and Govt of India is working tirelessly to reform and disentangle the economy so that global investors can capitalise on the first three Ds. At the same time, India would not allow business at the expense of ecology. A complete package was presented by our PM to the world. India has laid the red carpet for global investors and the pitch is just perfect.
- Another significant development that occurred in the Summit was that Bloomberg will partner with GOI and work with local regulatory bodies and foreign players to expedite the inclusion of Indian debt in global bond indices, some of whom are managed by Bloomberg itself. These indices have traditionally helped countries attract foreign capital. Once this happens, it can significantly increase the capital flows into Indian debt market, which will be positive for bond prices as well as currency. However, such processes are time consuming and hence would occur over the medium to long term. It is estimated that inflow could rise to 100-125 billion dollars, post inclusion.
- Yesterday, Indian equity market saw correction as Nifty and Sensex, both fell over 1%. After a scorching rally of 8% some consolidation is warranted in the equity market. USDINR continued to trade in an erratic manner. Yesterday the pair chopped between 71.00 and 71.15 levels on spot, as lack of triggers kept traders selling options, rather than betting through futures or forwards.
- US stocks rallied by over half a percent after US President Donald Trump said a U.S.-China trade deal could arrive sooner than expected. Investors also cheered the release of reconstructed transcript of the Trump-Ukraine phone call. The transcript showed US President asking his Ukrainian counterpart to investigate Joe Biden and the DNC server, but there was no mention of a quid pro quo that would lead to a criminal inquiry. However, S&P, Dow and Nasdaq, all three are still below the recent double top level. A break towards a new all-time high will be positive for global risk assets. US treasury yields rose as stocks rallied.
- Asian equity markets are mixed. SGX Nifty is quoting a 60 point higher open. USD is trading marginally higher against Asian currencies including the CNH. However, there is not much of movement in USDINR NDF forwards. Brent crude oil futures are holding above and is trading close to 62.00 handle. Gold has corrected lower and now at 1515 on active month futures on CME.

\*\*\* CHART ON NEXT PAGE \*\*\*



Source: TickerPlant

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