



LKP

Since 1948

❖ Currency

- USDINR
- EURINR
- GBPINR
- JPYINR

CURRENCY MARKET- UPDATES



LKP SECURITIES LIMITED

13th Floor Raheja Center,
Free Press Marg, Nariman Point, Mumbai-
400021

LKP SECURITIES LIMITED
13th Floor Raheja Center,
Free Press Marg, Nariman Point, Mumbai-400021



LKP
Since 1948

CURRENCY - UPDATE

Market Update											
Currency	Exp. Date	Open	High	Low	Close	Change	O.Int	% Cng OI	Volume	ATP	RBI Rate
USD-INR	Jul 2019	68.87	69.07	68.79	69.01	↑ 0.13	1594260	-8.09	1487024	68.94	69.171
EUR-INR	Jul 2019	77.42	77.65	77.40	77.49	↑ 0.07	65893	2.42	50599	77.54	77.702
GBP-INR	Jul 2019	85.66	86.27	85.65	86.20	↑ 0.70	58944	-14.38	107642	86.02	90.476
JPY-INR	Jul 2019	63.81	64.14	63.81	64.01	↑ 0.45	37841	6.06	30558	64.03	62.520

Currency Spot (Asian Trading)					
Particulars	Open	High	Low	LTP	% Change
EURUSD	1.1277	1.1282	1.1239	1.1268	↓ -0.08
EURGBP	0.8985	0.8988	0.8971	0.8977	↓ -0.09
EURJPY	120.97	121.16	120.81	121.14	↑ 0.14
GBPJPY	134.59	135.00	134.55	134.94	↑ 0.25
GBPUSD	1.2549	1.2556	1.2520	1.2552	↑ 0.02
USDJPY	107.27	107.61	107.19	107.51	↑ 0.22

Economical Data		
TIME	ZONE	DATA
11:30am	EUR	German PPI m/m
1:30pm	EUR	Current Account
7:30pm	USD	Prelim UoM Consumer Sentiment
7:30pm	USD	Prelim UoM Inflation Expectations
8:35pm	USD	FOMC Member Bullard Speaks

Global Market					
Indices	Close	% Cng	Indices	Close	% Cng
BSE	38897.5	-0.81	Dow Jones	27219.9	-0.42
Nifty	11596.9	-0.78	Nasdaq	8185.2	-0.46
Nikkei	21394.2	1.65	S&P 500	2984.4	-0.65
HangSeng	28748.8	1.01	Bovespa	58487.0	1.44
Straits	2003.4	0.06	CAC 40	5572.0	0.00
Shanghai	3112.8	0.21	DAX	12269.0	-0.58
Jakarta	6358.6	0.09	FTSE 100	7493.1	-0.56

Trading activity on NSE and BSE in Capital Market Segment (In Rs. Crores)

18/07/2019	Buy Value	Sell Value	Net Value
FI's	4,104.11	5,508.97	-1,404.86
DI's	3,546.87	3,217.82	329.05

Source - NSE



LKP
Since 1948

CURRENCY - UPDATE

NSE-CUR USDINR Jul 2019



Rupee dropped as dollar gained on buying by nationalised banks likely on behalf of oil importers. The greenback weakened against its major counterparts weighed down by lower US yields following a weak US housing market data and a rebound in the pound. The International Monetary Fund (IMF) said the greenback was overvalued by 6% to 12%, based on near-term economic fundamentals. The Fed is widely expected to lower interest rates by 25 basis points at its July 30-31 monetary policy meeting, with few expecting a larger 50 bps cut. India's consumer goods industry is losing steam as spending in the country's rural heartland cools and small manufacturers lose competitive advantages in a slowing economy. Volume growth in India's fast-moving consumer goods (FMCG) sector slowed to 6.2% in the three months to June from 9.9% in the previous quarter. In Jan-March, India's economy grew at its slowest pace in more than four years, while retail inflation hit an eight-month high in June on higher food prices. India's dominant services activity contracted for the first time in more than a year in June, dragged down by slowing new business growth which in turn curtailed hiring, a private survey showed. The Nikkei/IHS Markit Services Purchasing Managers' Index fell to 49.6 last month from 50.2 in May, sliding below the 50-mark threshold that separates contraction from growth after remaining in expansion territory for the previous 12 months. Technically now USDINR is getting support at 68.93 and below same could see a test of 68.7175 level, and resistance is now likely to be seen at 69.2125, a move above could see prices testing 69.2825.

	R1	R2	R3	PP	S1	S2	S3
68.87	69.07	68.79	69.01	0.13	0.09	1,487,024	1594260
	69.12	69.24	69.40	68.95	68.84	68.67	68.56

Trading Ideas :

- # USDINR trading range for the day is 68.67-69.24.
- # Rupee dropped as dollar gained on buying by nationalised banks likely on behalf of oil importers.
- # The International Monetary Fund (IMF) said the greenback was overvalued by 6% to 12%, based on near-term economic fundamentals.
- # The Fed is widely expected to lower interest rates by 25 basis points at its July 30-31 monetary policy meeting, with few expecting a larger 50 bps cut.
- # RBI Reference Rate for USDINR was at 69.1713.
- # BUY USDINR JUL 2019 @ 68.60 SL 68.48 TGT 68.75-68.85. NSE



LKP
Since 1948

CURRENCY - UPDATE

NSE-CUR EURINR Jul 2019



Euro traded in range as it was restrained by expectations of easing from the European Central Bank as early as next week. The dollar softened in step with lower U.S. bond yields and expectations the Federal Reserve would lower interest rates, reversing some of the prior day's gains tied to stronger-than-forecast retail sales data. The greenback was also bogged down by uncertainties whether the White House would embark on efforts to weaken the dollar in the wake of comments from U.S. President Donald Trump who said on Twitter on July 3 the United States "should match" the "big currency manipulation game" by China and Europe. A survey by the ZEW institute showed that the mood among German investors deteriorated more sharply than expected in July amid an unresolved trade dispute between China and the United States as well as political tensions with Iran. Eurozone construction output declined for the third straight month in May, data from Eurostat showed. Construction output fell 0.3 percent month-on-month in May, smaller than the 1.7 percent decrease seen in April. Building construction dropped 0.3 percent and civil engineering output decreased 0.8 percent in May. Italy's industrial orders rose in May after falling in the previous month, figures from Istat showed. Industrial orders rose 2.5 percent month-on-month in May, reversing a 2.2 percent decline in April. Technically now EURINR is getting support at 77.35 and below same could see a test of 77.2525 level, and resistance is now likely to be seen at 77.5975, a move above could see prices testing 77.7475.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
77.42	77.65	77.40	77.49	0.07	0.06	50,599	65893	77.63	77.76	77.88	77.52	77.38	77.27	77.13

Trading Ideas :

- # EURINR trading range for the day is 77.27-77.76.
- # Euro traded in range as it was restrained by expectations of easing from the European Central Bank as early as next week.
- # Eurozone construction output declined for the third straight month in May, data from Eurostat showed.
- # Italy's industrial orders rose in May after falling in the previous month, figures from Istat showed.
- # RBI Reference Rate for EURINR was at 77.7024.
- # SELL EURINR JUL 2019 @ 78.00 SL 78.32 TGT 77.72-77.64. NSE



LKP
Since 1948

CURRENCY - UPDATE

NSE-CUR GBPINR Jul 2019



GBP gained after stronger-than-expected retail sales numbers and as traders betting against the currency took some profits following this week's plunge, which came amid new concerns about the threat of a no-deal Brexit. With economic data also showing the UK economy struggling, putting more pressure on the Bank of England to ease monetary policy, investors are taking to currency derivatives and futures markets to bet on more weakness. In October 2016, the British currency dropped briefly below \$1.15, its lowest in more than three decades, during a flash crash in the currency markets. It has since recovered, strengthening to nearly \$1.34 earlier this year. But fears the next British Prime Minister will drag Britain out of the EU without a deal have prompted traders to dump the pound in recent days. Arch-Brexiteer Boris Johnson is the favourite to become Conservative Party leader next week and hence the next prime minister. Johnson and his opponent for the leadership, Jeremy Hunt, have been vying with each other to show party members their willingness to force a "hard" Brexit. The hard Brexit risk was boosted when both Johnson and Hunt said they would not accept the so-called Northern Irish backstop in Theresa May's proposed Brexit agreement. The backstop is intended to prevent the return of a hard border between EU member Ireland and British province Northern Ireland. Technically now GBPINR is getting support at 85.93 and below same could see a test of 85.4825 level, and resistance is now likely to be seen at 86.5475, a move above could see prices testing 86.7175.

	R1	R2	R3	PP	S1	S2	S3
85.66	86.27	85.65	86.20	0.70	0.60	107,642	58944
	86.43	86.66	87.0	86.0	85.8	85.42	85.20

Trading Ideas :

- # GBPINR trading range for the day is 85.42-86.66.
- # GBP gained after stronger-than-expected retail sales numbers and as traders betting against the currency took some profits following this week's plunge
- # With economic data also showing the UK economy struggling, putting more pressure on the Bank of England to ease monetary policy.
- # The hard Brexit risk was boosted when both Johnson and Hunt said they would not accept the so-called Northern Irish backstop in Theresa May's proposed Brexit agreement.
- # RBI Reference Rate for GBPINR was at 90.4756.
- # SELL GBPINR JUL 2019 @ 89.10 SL 89.45 TGT 88.85-88.65. NSE



LKP
Since 1948

CURRENCY - UPDATE

NSE-CUR JPYINR Jul 2019



JPY remained supported as the dollar slipped as risk aversion in the broader markets pushed benchmark U.S. yields to a nine-day low. Dollar edged lower as safe-haven Treasury yields fell in the wake of weak U.S. housing market data and concerns about the prolonged U.S.-China trade dispute. Various economic data have given conflicting signs regarding the state of the U.S. economy, but that does not change the bigger picture of the dollar facing downward pressure due to an expected rate cut by the Federal Reserve later this month. Expectations have risen sharply that the Bank of Japan's next policy move will be to ease further, as the U.S. Federal Reserve looks set to cut interest rates this month for the first time in over a decade. Three-quarters of economists said the BOJ's next move would be to expand stimulus, up from about half last month and 38% just two months ago. Almost two-thirds of those who predicted easing expect it within the year and some as early as this month. Speculation had already been growing for further easing as the U.S.-China trade war and weakening global demand threaten Japan's export-reliant economy. Japan posted a merchandise trade surplus of 589.5 billion yen in June, the Ministry of Finance said. Technically now JPYINR is getting support at 63.8575 and below same could see a test of 63.67 level, and resistance is now likely to be seen at 64.1875, a move above could see prices testing 64.33.

	R1	R2	R3	PP	S1	S2	S3
63.81	64.16	64.32	64.5	64.0	63.8	63.66	63.50
64.14							
63.81							
64.01							
0.45							
0.29							
30,558							
37841							

Trading Ideas :

- # JPYINR trading range for the day is 63.66-64.32.
- # JPY remained supported as the dollar slipped as risk aversion in the broader markets pushed benchmark U.S. yields to a nine-day low.
- # Expectations have risen sharply that the Bank of Japan's next policy move will be to ease further.
- # Japan posted a merchandise trade surplus of 589.5 billion yen in June, the Ministry of Finance said.
- # RBI Reference Rate for JPYINR was at 62.52.
- # SELL JPYINR JUL 2019 @ 63.40 SL 63.70 TGT 63.15-63.02. NSE



LKP
Since 1948

CURRENCY - UPDATE

SPREAD MATRIX FOR USDINR

MONTH	RATE	JUL	AUG	SEP
JUL	69.01		0.223	0.45
AUG	69.23			0.23
SEP	69.46			

SPREAD MATRIX FOR EURINR

MONTH	RATE	JUL	AUG	SEP
JUL	77.49		0.38	0.77
AUG	77.87	-3.00		0.39
SEP	78.27	-5.00		

SPREAD MATRIX FOR GBPINR

MONTH	RATE	JUL	AUG	SEP
JUL	86.20		0.382	0.81
AUG	86.59	-3.00		0.43
SEP	87.02	-5.00		

SPREAD MATRIX FOR JPYINR

MONTH	RATE	JUL	AUG	SEP
JUL	64.01		0.30	0.61
AUG	64.31			0.31
SEP	64.62			

MAJOR CURRENCY CROSS RATES

Last Trade		INR	U.S. \$	Euro €	U.K. £	Yen
1 INR	=	-	0.0145	0.0129	0.0116	1.5573
1 U.S. \$	=	68.850	-	0.8872	0.7967	107.507
1 Euro €	=	77.577	1.1268	-	0.8977	121.14
1 U.K. £	=	86.369	1.2552	1.1139	-	134.94
1 Yen	=	0.6409	0.0093	0.8254	0.0074	-

RBI Reference Rate

Date	Last	Previous
USD	69.171	69.171
EURO	77.702	77.702
YEN	62.520	62.520
GBP	90.476	90.476



LKP
Since 1948

CURRENCY - UPDATE

Contact Us

LKP SECURITIES LIMITED

Head Office

LKP SECURITIES LIMITED

Currency Desk

13th Floor Raheja Center,
Free Press Marg, Nariman Point, Mumbai-400021
Phone:022- 66351314

Disclaimer: The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true and is for general guidance only. While every effort is made to ensure the accuracy and completeness of information contained, the company makes no guarantee and assumes no liability for any errors or omissions of the information. No one can use the information as the basis for any claim, demand or cause of action. LKP Securities Ltd., and affiliates, including the analyst who have issued this report, may, on the date of this report, and from time to time, have long or short positions in, and buy or sell the Currencies mentioned herein or engage in any other transaction involving such Currencies and earn brokerage or compensation or act as advisor or have other potential conflict of interest with respect to company/ies mentioned herein or inconsistent with any recommendation and related information and opinions. LKP Securities Ltd., and affiliates may seek to provide or have engaged in providing corporate finance, investment banking or other advisory services in a merger or specific transaction to the companies referred to in this report, as on the date of this report or in the past.