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## ❖ Currency

- USDINR
- EURINR
- GBPINR
- JPYINR

# CURRENCY MARKET- UPDATES



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# CURRENCY - UPDATE

Market Update											
Currency	Exp. Date	Open	High	Low	Close	Change	O.Int	% Cng OI	Volume	ATP	RBI Rate
USD-INR	Jun 2019	69.98	70.12	69.89	70.08	↑ 0.02	1470269	-4.31	1215135	70.00	69.171
EUR-INR	Jun 2019	78.26	78.31	78.00	78.24	↓ -0.15	42331	3.60	50094	78.16	77.702
GBP-INR	Jun 2019	88.60	88.70	88.41	88.65	↓ -0.07	43098	4.15	102196	88.56	90.476
JPY-INR	Jun 2019	64.05	64.05	63.78	63.96	↓ -0.32	37493	9.02	38499	63.89	62.520

Currency Spot (Asian Trading)					
Particulars	Open	High	Low	LTP	% Change
EURUSD	1.1128	1.1140	1.1126	1.1134	↑ 0.05
EURGBP	0.8825	0.8833	0.8824	0.8828	↑ 0.02
EURJPY	121.98	122.02	121.51	121.62	↓ -0.30
GBPJPY	138.20	138.22	137.62	137.76	↓ -0.31
GBPUSD	1.2608	1.2615	1.2603	1.2612	↑ 0.03
USDJPY	109.60	109.62	109.11	109.23	↓ -0.34

Economical Data		
TIME	ZONE	DATA
11:30am	EUR	German Prelim CPI m/m
2:30pm	EUR	Italian Prelim CPI m/m
6:00pm	USD	Core PCE Price Index m/m
6:00pm	USD	Personal Spending m/m
6:00pm	USD	Personal Income m/m
7:15pm	USD	Chicago PMI
7:30pm	USD	Revised UoM Consumer Sentiment
7:30pm	USD	Revised UoM Inflation Expectations
9:30pm	USD	FOMC Member Williams Speaks

Global Market					
Indices	Close	% Cng	Indices	Close	% Cng
BSE	39832.0	0.84	Dow Jones	25126.4	-0.87
Nifty	11945.9	0.71	Nasdaq	7547.3	-0.79
Nikkei	20780.8	-0.77	S&P 500	2783.0	-0.69
HangSeng	27095.6	-0.07	Bovespa	58487.0	1.44
Straits	2003.4	0.06	CAC 40	5233.1	0.21
Shanghai	3112.8	0.21	DAX	11871.5	0.28
Jakarta	6104.1	1.18	FTSE 100	7218.2	0.46

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

Date	Buy Value	Sell Value	Net Value
30/05/2019			
FII's	7,162.17	5,497.43	1,664.74
DII's	4,145.83	5,268.43	-1,122.60

Source - NSE



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# CURRENCY - UPDATE

## NSE-CUR USDINR Jun 2019



Rupee traded in range on month-end dollar demand by importers and tracking an overall strength in the greenback. Dollar also traded higher supported by risk-off sentiments following trade war concerns. The US and China trade tension deepened after Chinese media reported that China could use rare earths to strike back at the US after President Donald Trump remarked he was "not yet ready" to make a deal with China over trade. India's slowing economic growth is of serious concern and the country needs to urgently cut tax and interest rates to revive the economy. The economy grew 6.6% in the three months to December - the slowest pace in five quarters - and the Federation of Indian Chambers of Commerce & Industry (FICCI) said the bigger worry was that domestic consumption was not growing fast enough to offset a weakening global economic environment. The new government should cut corporate and individual taxes, expand a programme of handing 6,000 rupees (\$86) a year to poor farmers to boost consumption demand and consider tax concessions for export-oriented manufacturers. The Confederation of Indian Industry, another industry body, said it was crucial to reduce the income tax burden and expand the scope of investment allowance to all sectors, while higher incentives should be given to exporters. Technically market is under long liquidation as market has witnessed drop in open interest by -3.39% to settled at 1484346, now USDINR is getting support at 69.8825 and below same could see a test of 69.77 level, And resistance is now likely to be seen at 70.1125, a move above could see prices testing 70.23.

	R1	R2	R3	PP	S1	S2	S3
69.98	70.17	70.26	70.40	70.03	69.94	69.80	69.71

### Trading Ideas :

- # USDINR trading range for the day is 69.8-70.26.
- # Rupee traded in range on month-end dollar demand by importers and tracking an overall strength in the greenback.
- # Dollar also traded higher supported by risk-off sentiments following trade war concerns.
- # India's slowing economic growth is of serious concern and the country needs to urgently cut tax and interest rates to revive the economy.
- # RBI Reference Rate for USDINR was at 69.1713.

# BUY USDINR JUN 2019 @ 69.70 SL 69.55 TGT 69.86-69.98 NSP





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# CURRENCY - UPDATE

## NSE-CUR EURINR Jun 2019



Euro remained in range as the dollar rose even as investors focused on socking their money into bonds and gold - with no end in sight in the trade tension between China and the United States. Investor jitters intensified after the People's Daily newspaper, owned by China's ruling Communist Party, said Beijing was ready to use rare earths for leverage in its trade dispute with the United States. The wave of risk aversion sent sovereign bond yields tumbling across the world. Benchmark U.S. Treasury yields fell to their lowest levels since September 2017 while New Zealand bond yields tumbled to a record low. Major central banks have not signaled an imminent policy easing to counter business slowdown stemming from the Sino-U.S. trade conflict. Risks to financial stability in the euro area are rising amid a slowing global economy and escalating trade tensions, the European Central Bank warned. Uncertainty surrounding the global economic growth outlook have led to "bouts of high volatility in financial markets", the bank said as it released the latest Financial Stability Review report. Slower than expected growth and a possible worsening of trade tensions could trigger further falls in asset prices, the report warned. Spain's consumer price inflation eased to the lowest level in nearly one-and-a-half years in May and retail sales grew less-than-expected in April, preliminary data from INE showed. Technically now EURINR is getting support at 78.0925 and below same could see a test of 77.895 level, And resistance is now likely to be seen at 78.3975, a move above could see prices testing 78.505.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
78.26	78.31	78.00	78.24	-0.15	-0.12	50,094	42331	78.37	78.49	78.67	78.18	78.06	77.88	77.76

### Trading Ideas :

- # EURINR trading range for the day is 77.88-78.49.
- # Euro remained in range as the dollar rose even as investors focused on socking their money into bonds and gold.
- # Risks to financial stability in the euro area are rising amid a slowing global economy and escalating trade tensions, the European Central Bank warned.
- # Spain's consumer price inflation eased to the lowest level in nearly one-and-a-half years in May and retail sales grew less-than-expected in April.
- # RBI Reference Rate for EURINR was at 77.7024.

# BUY EURINR JUN 2019 @ 77.75 SL 77.55 TGT 77.95-78.20 NSE



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# CURRENCY - UPDATE

## NSE-CUR GBPINR Jun 2019



GBP traded in range as investors remained sidelined amid the contest to succeed Prime Minister Theresa May. May's imminent departure deepens the Brexit crisis as a new leader, who should be in place by the end of July, is likely to want a more decisive split with the bloc, raising the chances of a confrontation with the EU and potentially a snap parliamentary election. Gauges of expected swings in the pound over the coming months remained firm with six-month implied volatility rising to its highest levels since April 2019. Britain's finance minister warned those in his party vying for the role of prime minister that a no-deal Brexit would threaten the United Kingdom's cohesion and that they should tone down irresponsible spending pledges. British factories reported the biggest fall in orders this month since late 2016 after a recent push to build up stocks of goods in advance of a Brexit that never came, a survey showed. The Confederation of British Industry's (CBI) monthly order book balance fell to -10 from -5 in April, its lowest level since October 2016. The fall represents a disappointing reading as the CBI's order gauge, which is not seasonally adjusted, usually rises in May. Overall, the survey suggested the boost to manufacturing from the rush to stockpile ahead of the original March 2019 deadline is subsiding quickly, with factories now lumbered with the greatest stocks of finished goods since 2009. Technically now GBPINR is getting support at 88.5025 and below same could see a test of 88.3125 level, And resistance is now likely to be seen at 88.79, a move above could see prices testing 88.8875.

88.60	88.70	88.41	88.65	-0.07	-0.06	102,196	43098	R1	R2	R3	PP	S1	S2	S3
								88.76	88.87	89.1	88.6	88.5	88.30	88.19

### Trading Ideas :

- # GBPINR trading range for the day is 88.3-88.87.
- # GBP traded in range as investors remained sidelined amid the contest to succeed Prime Minister Theresa May.
- # May's imminent departure deepens the Brexit crisis as a new leader, who should be in place by the end of July, is likely to want a more decisive split with the bloc.
- # British factories reported the biggest fall in orders this month since late 2016 after a recent push to build up stocks of goods in advance of a Brexit that never came.
- # RBI Reference Rate for GBPINR was at 90.4756.

# BUY GBPINR JUN 2019 @ 88.70 SL 88.00 TGT 89.15-89.65 NSE



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# CURRENCY - UPDATE

## NSE-CUR JPYINR Jun 2019



JPY traded in range as the dollar edged towards a one-week high as trade tensions between China and the United States led investors to seek shelter. Bank of Japan Governor Haruhiko Kuroda said Japan has difficulty in re-anchoring long-term inflation expectations from inflation below the target level and suggested examining how best to manage inflation expectations within the flexible inflation targeting framework. Many advanced economies experience very sluggish price development despite significant improvement in economic activity, the banker said Wednesday. This, in turn, raised concerns about the credibility of inflation targets. Kuroda said Japan's experience shows that it is difficult to re-anchor long-term inflation expectations from inflation below the target level. "That suggests the importance of maintaining well-anchored inflation expectations." The Bank of Japan would adjust interest rates by paying heed to its impact on domestic and overseas financial markets when it comes to exiting from monetary stimulus, Deputy BOJ Governor Masayoshi Amamiya said. Amamiya told a parliament session that the central bank will continue its current powerful monetary easing patiently as it will take time to accelerate inflation to its 2% target. Expectations for U.S. interest rates have taken a U-turn since the end of 2018, when bond markets were betting on at least two more rate increases, before trade tensions hit global markets. Technically now JPYINR is getting support at 63.755 and below same could see a test of 63.635 level, And resistance is now likely to be seen at 64.02, a move above could see prices testing 64.165.

64.05	64.05	63.78	63.96	-0.32	-0.21	38,499	37493	R1	R2	R3	PP	S1	S2	S3
								64.08	64.19	64.3	63.9	63.8	63.66	63.55

### Trading Ideas :

- # JPYINR trading range for the day is 63.66-64.19.
- # JPY traded in range as the dollar edged towards a one-week high as trade tensions between China and the United States led investors to seek shelter.
- # Bank of Japan to keep extremely low rates at least through the spring of 2020, is considering facility to lend ETFs it holds to investors
- # Bank of Japan adjusts forward guidance, sees fiscal year 2019 core CPI at 1.1% as before. FY2019 GDP estimate is at 0.8% versus 0.9% prior
- # RBI Reference Rate for JPYINR was at 62.52.

# BUY JPYINR JUN 2019 @ 63.45 SL 63.25 TGT 63.58-63.70 NSE



# CURRENCY - UPDATE

SPREAD MATRIX FOR USDINR				
MONTH	RATE	JUN	JUL	AUG
JUN	70.08		0.248	0.47
JUL	70.32			0.22
AUG	70.54			

SPREAD MATRIX FOR EURINR				
MONTH	RATE	JUN	JUL	AUG
JUN	78.24		0.42	0.76
JUL	78.67	-3.00		0.34
AUG	79.00	-5.00		

SPREAD MATRIX FOR GBPINR				
MONTH	RATE	JUN	JUL	AUG
JUN	88.65		0.447	0.90
JUL	89.10	-3.00		0.45
AUG	89.55	-5.00		

SPREAD MATRIX FOR JPYINR				
MONTH	RATE	JUN	JUL	AUG
JUN	63.96		0.34	0.63
JUL	64.30			0.30
AUG	64.60			

MAJOR CURRENCY CROSS RATES						
Last Trade		INR	U.S. \$	Euro €	U.K. £	¥en
1 INR	=	-	0.0143	0.0129	0.0114	1.5629
1 U.S. \$	=	69.757	-	0.8978	0.7929	109.228
1 Euro €	=	77.693	1.1134	-	0.8828	121.62
1 U.K. £	=	87.954	1.2612	1.1327	-	137.76
1 ¥en	=	0.6386	0.0092	0.8222	0.0073	-

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





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