



# 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	Sep 2019	72.03	72.07	71.74	71.84	↓ -0.23	3224014	-0.27	1653090	71.85	69.171
EUR-INR	Sep 2019	79.80	79.80	79.26	79.31	↓ -0.53	42146	-15.45	63620	79.39	77.702
GBP-INR	Sep 2019	88.78	88.84	88.26	88.37	↓ -0.57	42673	-26.25	159491	88.47	90.476
JPY-INR	Sep 2019	67.40	67.40	67.13	67.24	↓ -0.51	59342	-2.52	39832	67.23	62.520

Currency Spot (Asian Trading)					
Particulars	Open	High	Low	LTP	% Change
EURUSD	1.1025	1.1029	1.1014	1.1026	↓ -0.03
EURGBP	0.8981	0.8992	0.8968	0.8976	↓ -0.05
EURJPY	117.78	117.94	117.72	117.88	↓ -0.03
GBPJPY	131.26	131.42	130.91	131.31	↑ 0.02
GBPUSD	1.2289	1.2291	1.2260	1.2282	↑ 0.03
USDJPY	106.82	107.02	106.74	106.91	↑ 0.02

Economical Data		
TIME	ZONE	DATA
11:30am	EUR	German Trade Balance
2:00pm	EUR	Sentix Investor Confidence

Global Market					
Indices	Close	% Cng	Indices	Close	% Cng
BSE	36981.8	0.92	Dow Jones	26728.2	1.41
Nifty	10946.2	0.91	Nasdaq	8116.8	1.75
Nikkei	21521.5	-0.86	S&P 500	2976.0	1.30
HangSeng	27777.8	-1.31	Bovespa	58487.0	1.44
Straits	2003.4	0.06	CAC 40	5590.4	-0.05
Shanghai	3112.8	0.21	DAX	12164.8	0.31
Jakarta	6358.6	0.09	FTSE 100	7586.8	-0.78

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

6/9/2019	Buy Value	Sell Value	Net Value
FII's	3,317.21	4,274.26	-957.05
DII's	3,300.64	2,093.44	1,207.20

Source - NSE



**LKP**  
Since 1948

# CURRENCY - UPDATE

## NSE-CUR USDINR Sep 2019



Rupee ended with gains on improved risk sentiments over optimism on US-China trade war. The gain in the Chinese yuan and selling by foreign banks also supported the rupee. China's commerce ministry said that the trade talks in early October were decided during a phone conversation between Chinese Vice Premier Liu He, US Trade Representative Robert Lighthizer and Treasury Secretary Steven Mnuchin. This would be the first in person discussion between the two countries since the escalation of trade war in recent weeks. The Reserve Bank of India's move to compel lenders to link all new floating rate retail loans to external benchmarks is unlikely to achieve the intended goal of reducing interest rates sharply for consumers anytime soon. The RBI ordered all banks to link certain loans to the external benchmark based interest rate from Oct. 1, saying banks had not satisfactorily passed on the benefit of recent policy rate cuts to consumers. The RBI, which has stressed the need for passing rate cuts faster to consumers, has since February reduced its benchmark repo rate by 110 basis points. Most Indian lenders that rely on an opaque rate-setting mechanism that takes into account their own costs, have not kept pace. India is likely to miss its fiscal deficit target for the current financial year, despite receiving an additional dividend from the Reserve Bank of India (RBI), five government officials and advisers said, as tax collections have sunk amid a sharp slowdown. Technically now USDINR is getting support at 71.73 and below same could see a test of 71.5725 level, and resistance is now likely to be seen at 72.0575, a move above could see prices testing 72.2275.

	R1	R2	R3	PP	S1	S2	S3
72.03	72.03	72.21	72.35	71.88	71.70	71.56	71.37

### Trading Ideas :

- # USDINR trading range for the day is 71.56-72.21.
- # Rupee ended with gains on improved risk sentiments over optimism on US-China trade war.
- # The gain in the Chinese yuan and selling by foreign banks also supported the rupee.
- # RBI move to compel lenders to link all new floating rate retail loans to external benchmarks is unlikely to achieve the intended goal of reducing interest rates
- # RBI Reference Rate for USDINR was at 69.1713.
- # SELL USDINR SEP 2019 @ 72.10 SL 72.25 TGT 71.92-71.78 NSE



**LKP**  
Since 1948

# CURRENCY - UPDATE

## NSE-CUR EURINR Sep 2019



Euro remained under pressure after data showed German industrial output unexpectedly fell in July, adding to signs that struggling manufacturers could tip Europe's biggest economy into a recession in the third quarter and supporting the case for the European Central Bank to take action next week. Industrial output fell by 0.6% on the month, figures released by the Statistics Office showed, bucking expectations for a rise of 0.3%. The drop was driven by a decline in the production of capital goods. June's output reading was revised to a fall of 1.1% from a previously reported 1.5% fall. The European Central Bank is all but certain to approve new stimulus measures on Sept. 12 to boost an ailing economy, but the composition of its package is far from clear as a rift has opened between hawkish northern European policymakers and doves from the south. There appears to be a consensus among policymakers to make this move, but the size of the cut is uncertain. Reducing the rate at which banks park excess cash at the ECB automatically lowers borrowing costs on a whole range of instruments, giving firms access to cheaper cash. This should then induce them to borrow more to invest, giving the economy a lift, with the ultimate hope that this would boost inflation. The ECB's primary mandate is to keep inflation in the euro zone just below 2%, a target it has failed to hit for years despite trillions of euros of stimulus. Technically now EURINR is getting support at 79.205 and below same could see a test of 78.9625 level, and resistance is now likely to be seen at 79.7425, a move above could see prices testing 80.0375.

OPEN	HIGH	LOW	CLOSE	%	RE	VOL	OI	R1	R2	R3	PP	S1	S2	S3
79.80	79.80	79.26	79.31	-0.53	-0.42	63,620	42146	79.65	79.99	80.19	79.45	79.11	78.92	78.58

### Trading Ideas :

- # EURINR trading range for the day is 78.92-79.99.
- # Euro remained under pressure after data showed German industrial output unexpectedly fell in July
- # The European Central Bank is all but certain to approve new stimulus measures on Sept. 12 to boost an ailing economy
- # ECB's primary mandate is to keep inflation in the euro zone just below 2%, a target it has failed to hit for years despite trillions of euros of stimulus.
- # RBI Reference Rate for EURINR was at 77.7024.
- # SELL EURINR SEP 2019 @ 78.00 SL 78.32 TGT 77.72-77.64. NSE



**LKP**  
Since 1948

# CURRENCY - UPDATE

## NSE-CUR GBPINR Sep 2019



GBP dropped on profit booking after prices gained after British lawmakers approved legislation to extend the Brexit deadline for the third time and rejected Prime Minister Boris Johnson's motion to hold a snap election. Opposition parties will discuss how to respond to Boris Johnson's bid to call a snap election after the prime minister said he would rather die in a ditch than delay the planned Oct. 31 departure from the European Union. Lawmakers will hold another vote on a motion on whether to hold an early election. Opposition parties want to ensure that an election does not allow Johnson to lead the United Kingdom out of the EU without a deal next month. While huge uncertainty about the political outlook in Britain remains, investors have taken solace from lawmakers' determination to block a no-deal Brexit that would be severely damaging for the UK economy. Expectations for sterling price swings in the months ahead have fallen sharply as the risk of a no-deal exit from the EU receded, with implied volatility gauges back to levels of mid-August after spiking to their highest in 2019 earlier this week. The UK labor market conditions softened in August on Brexit uncertainty, the latest Report on Jobs from IHS Markit showed. According to Recruitment & Employment Confederation/KPMG report, total demand for staff grew at the weakest pace since 2012 with softer rates of increase in both permanent and temporary vacancies. Technically now GBPINR is getting support at 88.165 and below same could see a test of 87.9225 level, and resistance is now likely to be seen at 88.7425, a move above could see prices testing 89.0775.

	R1	R2	R3	PP	S1	S2	S3
88.78    88.84    88.26    88.37    -0.57    -0.50    159,491    42673	88.72	89.06	89.3	88.5	88.1	87.91	87.56

### Trading Ideas :

- # GBPINR trading range for the day is 87.91-89.06.
- # GBP dropped on profit booking after prices gained after British lawmakers approved legislation to extend the Brexit deadline for the third time.
- # Lawmakers will hold another vote on a motion on whether to hold an early election.
- # Opposition parties want to ensure that an election does not allow Johnson to lead the United Kingdom out of the EU without a deal next month.
- # RBI Reference Rate for GBPINR was at 90.4756.
- # SELL GBPINR SEP 2019 @ 89.10 SL 89.45 TGT 88.85-88.65\_NSE



**LKP**  
Since 1948

# CURRENCY - UPDATE

## NSE-CUR JPYINR Sep 2019



JPY slipped as global tensions including the U.S.-China trade conflict showed signs of thawing, bolstering investor confidence and reducing demand for safe-haven currencies. The most notable development was China and the United States agreeing to hold high-level talks in early October in Washington. That stoked hopes the world's biggest economies would move toward a deal to resolve their trade differences. Their heated rhetoric and tit-for-tat tariffs have rattled investors and their outlook on the global economy since this summer. Japan's leading index remained unchanged in July, preliminary data from the Cabinet Office showed. The leading index, which measures the future economic activity, came in at 93.6 in July, unchanged from June. The coincident index that reflects the current economic activity increased to 99.8 in July from 99.5 in the preceding month. The average of household spending in Japan was up 0.8 percent on year in July, the Ministry of Internal Affairs and Communications said - coming in at 288,026 yen. That was in line with expectations and down from the 2.7 percent annual increase in June. The average of monthly income per household stood at 626,488 yen, up 1.1 percent on year. The services sector in Japan accelerated in August, the latest survey from Jibun Bank revealed with a PMI score of 53.3. Technically now JPYINR is getting support at 67.2 and below same could see a test of 67.0325 level, and resistance is now likely to be seen at 67.4675, a move above could see prices testing 67.5675

	R1	R2	R3	PP	S1	S2	S3
67.40	67.38	67.52	67.6	67.3	67.1	66.99	66.84
67.40							
67.13							
67.24							
-0.51							
-0.35							
39,832							
59342							

### Trading Ideas :

- # JPYINR trading range for the day is 66.99-67.52.
- # JPY slipped as global tensions including the U.S.-China trade conflict showed signs of thawing, bolstering investor confidence and reducing demand for safe-haven currencies.
- # The most notable development was China and the United States agreeing to hold high-level talks in early October in Washington.
- # Japan's leading index remained unchanged in July, preliminary data from the Cabinet Office showed.
- # RBI Reference Rate for JPYINR was at 62.52.
- # SELL JPYINR SEP 2019 @ 63.40 SL 63.70 TGT 63.15-63.02. NSE



**LKP**  
Since 1948

# CURRENCY - UPDATE

## SPREAD MATRIX FOR USDINR

MONTH	RATE	SEP	OCT	NOV
SEP	71.84		0.272	0.52
OCT	72.11			0.24
NOV	72.36			

## SPREAD MATRIX FOR EURINR

MONTH	RATE	SEP	OCT	NOV
SEP	79.31		0.48	0.94
OCT	79.79	-3.00		0.46
NOV	80.25	-5.00		

## SPREAD MATRIX FOR GBPINR

MONTH	RATE	SEP	OCT	NOV
SEP	88.37		0.432	0.83
OCT	88.80	-3.00		0.40
NOV	89.20	-5.00		

## SPREAD MATRIX FOR JPYINR

MONTH	RATE	SEP	OCT	NOV
SEP	67.24		0.37	0.69
OCT	67.61			0.31
NOV	67.92			

## MAJOR CURRENCY CROSS RATES

Last Trade		INR	U.S. \$	Euro €	U.K. £	Yen
1 INR	=	-	0.0140	0.0127	0.0114	1.4886
1 U.S. \$	=	71.629	-	0.9067	0.8141	106.910
1 Euro €	=	78.995	1.1026	-	0.8976	117.88
1 U.K. £	=	87.946	1.2282	1.1138	-	131.31
1 Yen	=	0.6704	0.0094	0.8483	0.0076	-

## 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.