

Market at Glance – FX Futures

Symbol	Series/Expiry	Close	Chg	% Chg	OI	Vol
USDINR	27-Jan-2012	50.3750	-0.2100	-0.42%	544,438	2,454,196
EURINR	27-Jan-2012	65.0050	0.1900	0.29%	14,426	44,449
GBPINR	27-Jan-2012	77.7775	0.0800	0.10%	10,642	9,270
JPYINR	27-Jan-2012	65.6275	-0.2725	-0.41%	15,950	5,384

Global FX (Asian session)

Name	Last	Open	High	Low	Net chg	Chg. %
EUR/USD	1.2964	1.2968	1.2974	1.2954	-0.04%	-0.0003
USD/JPY	77.0915	77.1095	77.2250	77.0540	-0.85%	-0.0001
GBP/USD	1.5493	1.5488	1.5497	1.5475	0.04%	0.0003
USD/CHF	0.9324	0.9321	0.9331	0.9316	0.02%	0.0002
USD/CNY	6.3170	6.3210	6.3210	6.3160	-0.40%	-0.0600
USD/HKD	7.7625	7.7595	7.7627	7.7592	0.28%	0.0003
USD/SGD	1.2736	1.2717	1.2741	1.2711	0.18%	0.0014
EUR/JPY	99.9350	100.0150	100.0750	99.8550	-6.45%	-0.0006
EUR/GBP	0.8367	0.8372	0.8378	0.8364	-0.05%	-0.0006
GBP/JPY	119.4350	119.4350	119.5700	119.2880	0.95%	0.0000

Major Economic Data Releases

GMT	Country/Event	Cons.	Previous
4:30	Japan All Industry Activity Index (MoM) (Nov)	-0.60%	0.80%
5:00	Japan Leading Economic Index (Nov)		92
5:00	Japan Coincident Index (Nov)		91.4
7:00	Germany Producer Price Index (MoM) (Dec)	0.10%	0.10%
9:30	UK Retail Sales (MoM) (Dec)	0.60%	-0.40%
15:00	US Existing Home Sales Change (Dec)		4%
15:00	US Existing Home Sales (MoM) (Dec)	4.69M	4.42M

JPYINR Jan: Likewise USDINR, gains in home currency will have negative effect on JPYINR. For the pair, immediate support is seen around the 65.20 with resistance at 65.60 levels. The decline in USDJPY may limit fall in JPYINR in the short term.

Rupee may touch 50 mark today, Euro closed higher

The home currency accumulated further gains on Thursday finishing at its two month highs aided by strong overnight gains in the Euro and surge in domestic equity markets. The Indian stock markets rallied and the NSE Nifty-50 closed above the important psychological 5000 mark for the first time since Dec 7 aided by positive global cues.

In the Interbank market, the currency closed at 50.25 level after touching lows of 50.07, its lowest level since Nov 14. Yesterday's was the sixth consecutive positive session for the Rupee, which has gained about 6% against the Dollar in 2012. At the MCX Exchange, the USDINR contract also finished 0.42% lower at 50.375 level while hit of low of 50.1350 in Intra-day session.

The Euro continued to rise against the Greenback and maintained its uptrend for the third consecutive session, hitting a two-week high around the 1.297 level. Gains in Euro were led by ameliorating economic data from US and following the successful bond auctions by France and Spain. With the markets remained upbeat regarding the Euro crisis in the near term, both nations paid lower borrowing costs than at their previous auctions. Spain sold €6.61 Bln, more than the €3.5bn to €4.5bn planned while France raised €7.965 Bln in long-dated bonds, at the upper end of its €6.5 Bln to €8 Bln target range. With the latest bond auctions, Spain has completed almost 20% of its 2012 targeted gross issuance of €86bnn infusing further positivity in the Euro markets.

In today's trade we can see the Rupee expanding its gains on back of positive cues from the Indian stock markets, drop in US Dollar against major currencies and sustained Dollar inflows in the domestic capital markets. Recent measures by the RBI to restrict currency speculation and opening up the dollar supplies from NRI's and Foreign investors has accelerated the demand for Rupee v/s the other currencies in the past few weeks. We might see USDINR touching 50.00 mark in today's session.

Intraday Outlook

USDINR Jan: The pair opened sharply lower but regained most of its losses and trading stable around the 50.35 level. Markets might continue to witness volatility in today's session as well. If the Euro uptrend stays, USDINR can drop to 50 levels in Intra-day today. Resistance seen at 50.55 followed by higher Resistance at 50.78 mark. Support comes around 50.24 and Lower Support around 50.05.

GBPINR Jan: The pair may see moderate recovery today after a DOJ closing yesterday. The resistance is seen at 78 levels and sustained trading above the same may push the market towards 78.30 levels. the support is seen at 77.60 levels.