


INR
4 December 2010

Exchange	Contract	S 2	S1	Close	R 1	R2	Recommendation
NSE	Dec 2010	44.4300	44.9600	45.2800	45.5400	46.1500	Sell at 45.60 TP 44.78 SL 45.97
MCX-SX	Dec 2010	44.4300	44.9600	45.2800	45.5400	46.1500	Sell at 45.60 TP 44.78 SL 45.97

INDICATORS	LAST	1 week ago	% Change
LIBOR 1Mth	0.2563	0.2650	-3.30
LIBOR 3Mth	0.2944	0.3034	-2.99
MIBOR 1Mth	0.8000	0.8200	-2.44
MIBOR 3Mth	1.0300	1.0300	0.00
U.S. 5Yr Bond Yield	1.5281	1.6141	-5.33
U.S. 10Yr Bond Yield	2.8663	3.0055	-4.63
India 5Yr Bond Yield	7.8590	7.9390	-1.01
India 10Yr Bond Yield	7.9690	8.1530	-2.26
Reference rate	45.7400	45.0900	1.44
CBLO rate	6.2347	5.2803	18.07
Call Rate	6.8200	6.7200	1.49

ASIAN/INR	LAST	1 week ago	% Change
Indian rupee	45.8550	45.1050	1.66
Chinese Yuan	6.8760	6.7700	1.57
Hongkong Dollar	5.9060	5.8090	1.67
Indonesian Rupiah	0.5099	0.5005	1.88
Myanmar Ringgit	14.5595	14.3236	1.65
Philippines Peso	1.0375	1.0289	0.84
Singapore Dollar	34.7545	34.6189	0.39
S Korean Won	0.3954	0.3962	-0.18
Taiwan Dollar	1.5052	1.4881	1.15
Thailand Baht	1.5149	1.5033	0.77

Pair	LAST	1 week ago	% Change
USDINR	45.74	45.09	1.44
GBPINR	71.89	68.72	4.61
JPYINR 100	54.54	53.94	1.11
EURINR	60.84	59.63	2.03

CROSS	LAST	1 week ago	% Change
USDINR	45.86	45.11	1.66
EUROINR	60.66	59.77	1.49
GBPINR	71.49	70.96	0.75
JPY (100) Futures	54.53	54.65	-0.22
MYR	14.56	14.32	1.65
SGD	34.75	34.62	0.39

CROSS	LAST	1 week ago	% Change
INR SPOT	45.86	45.11	1.66
MCX-SX Futures	46.12	45.31	1.78
NSE Futures	46.12	45.29	1.83
1 Month NDF	46.13	45.09	2.31
1 Month FORWA	46.11	45.36	1.64
NIFTY	5751.95	5992.80	-4.02
SENSEX	19136.61	19966.93	-4.16



USDINR



TECHNICAL SNAPSHOT:

The spot Indian rupee fell sharply in last week by reversing the previous gains. Overall, it declined as much as 2% from previous weeks close. A mild higher correction is expected before resuming its downtrend. On the lower side support is seen at 44.78 levels sustain above is likely to move sideways for this week. However, on break 44.78 levels it may lead the rupee to extend its downfall till 44.1200 levels. Moving average principle suggests downside pressure as the market is hovering below the weekly short term (8, 21 & 34) EMA. Stochastic oscillator is impending downside view as the %K is below the %D. On the higher side key resistance levels is at 45.4700 levels. Overall, rupee is likely to move in the band of 45.47-44.7800 levels. Either side break out would confirm the trend.



DOLLAR INDEX

Exchange	Contract	S 2	S1	Close	R 1	R2	Recommendation
Dollar Index	SPOT	78.46	79.64	80.337	81.60	82.56	Buy at 79.88 TP 81.30 SL 78.90



TECHNICAL SNAPSHOT:

Dollar index witnessed extremely volatile movements in last week. Initially it went up after making a weekly high of 81.444 levels it started declining and settled at 79.377 levels. Closing of the weekly candle renders lower movements for this week. Moving average principle suggests downside pressure to be continued as long as it holds the resistance at 80.15 levels (weekly medium term EMA (34)). On the lower side strong support is seen at 78.711 (23.6% retracement of the range 88.724-75.618 levels). Sustain above would limit the downside fall. Stochastic oscillator is impending bearish view as the %K took downside crossover and currently hovering below the %D. Moreover, we may see market moving in the band of 80.624-78.711 levels fro this week. Either side break out would confirm the trend.

We expect dollar index to move lower with holding the support at 78.711 levels. Sustain above 78.711 is possible to limit the downside fall.

CROSS	LAST	1 week ago	% Change
NASDAQ	2534.56	2591.46	-2.20
DJIA	11092.00	11382.09	-2.55
S/P 500 INDEX	1189.40	1224.71	-2.88



EUR / USD- SPOT

Exchange	Contract	S 2	S1	Close	R 1	R2	Recommendation
EURO /USD	SPOT	1.2960	1.3180	1.3408	1.3560	1.3810	Buy at 1.3310 TP 1.3560 SL 1.3180



TECHNICAL SNAPSHOT:

Euro traded extremely volatile in last week initially it made a weekly low of 1.2964 thereafter it took reversal and settled higher at 1.3408 levels. Although, it made a low of 1.2964 levels but failed to sustain at lower levels. As per the fibonacci principle market witnessed a support at 1.3028 (38.2% projection of the range 1.4278-1.1777 levels). Closing above the same suggests upside momentum to be continued for the coming week. On the higher side resistance is at 1.3505 levels (23.6%) significant break above the same is likely to extend its gains till 1.3680 then 1.3820 levels. Trend line study is also supporting upside view as the market has posted a higher closing above the same. The Stochastic oscillator is impending bullish view as the %K took lower cross over on %D. The only concern is the moving averages which are resisting at 1.3430 levels. However, on breach and sustained trade above the same lead the market to remain higher.

We expect euro to trade higher and recommend buying near support levels.

Particulars	This week	Last week	% change
MSCI Europe	87.34	89.82	-2.76%
Euro 1-Month	1.3240	1.3670	-3.14%
Euro 3-Month	1.3236	1.3660	-3.11%



GBP/USD- SPOT

Exchange	Contract	S 2	S1	Close	R 1	R2	Recommendation
GBP/USD	SPOT	1.5470	1.5610	1.5773	1.5840	1.6040	Buy at 1.5680 TP 1.5860 SL 1.5580



TECHNICAL SNAPSHOT:

The sterling witnessed upside movements in last week after consecutive three weeks fall. Initially it traded lower after making a low of 1.5483 (near to the support levels of fibonacci retracement (1.5508)) it took bounce back and settled higher at 1.5786 levels. Closing of the daily candle renders upside potential. For the coming week the immediate resistance is at 1.5809 levels (23.6%). A convincing break above the 1.5809 levels would lead the market to extend its gains till 1.5940 levels. Moving average principle suggests bullish view as the market is withholding the support near 1.5680 levels. The strong support is seen at 1.5508 levels sustain above is expected to remain higher. Only on break below 1.5508 may reverse the trend.

We expect pound to remain higher for the coming week and recommend buying at dips.

CROSS	LAST	1 week ago	% Change
FTSE 100 INDEX	5668.70	5745.32	-1.33
DAX INDEX	6848.98	6947.72	-1.42
GBP1M BGN CURRENCY	1.56	1.58	-1.18
GBP3M BGN CURRENCY	1.56	1.58	-1.17



USD/JPY-SPOT

Exchange	Contract	S 2	S1	Close	R 1	R2	Recommendation
USD/JPY	SPOT	80.40	81.90	82.70	83.40	84.30	Sell at 83 TP 81.80/81 SL 84.2



TECHNICAL SNAPSHOT:

The yen fell sharply in last week by reversing the previous week's gains. Although it made an attempt to trade higher but it failed to sustain at higher levels and resulted in lower closing. Closing of the previous two weeks candle resembles "Bearish engulfing" pattern suggests bearish trend for the coming week. Closing below the weekly short term EMA (8, 21 & 34) is also suggesting downside pressure. The immediate support is at 82.37 levels on break below is likely to extend its free fall till 8190 then 81.50 levels. Stochastic oscillator indicator is impending bearish view as the %K is hovering below the %D. The key resistance level is at 83.66 (23.6% retracement of the range 94.99-80.16 levels). Sustain below is likely to remain lower for this week.

We expect yen to remain lower and recommend selling near resistance levels.

CROSS	LAST	1 week ago	% Change
NIKIE INDEX	10039.56	10178.32	-1.36
JPY1M BGN CURRENCY	84.07	82.50	1.90
JPY3M BGN CURRENCY	83.99	82.45	1.88



ECONOMIC DATA RELEASES

Date	Time	Region	Event	Period	Survey	Prior
07/12/2010	15:00	UK	Industrial Production (MoM)	OCT	0.30%	0.40%
07/12/2010	16:30	GE	Factory Orders MoM (sa)	OCT	1.90%	-4.00%
08/12/2010	05:20	JN	Machine Orders (MoM)	OCT	-0.10%	-10.30%
08/12/2010	12:30	GE	Current Account (EURO)	OCT	14.3B	14.0B
08/12/2010	12:30	GE	Trade Balance	OCT	15.1B	16.8B
08/12/2010	16:30	GE	Industrial Production MoM (sa)	OCT	1.00%	-0.80%
09/12/2010	05:20	JN	GDP Annualized	3Q F	4.10%	3.90%
09/12/2010	12:30	GE	Consumer Price Index (MoM)	NOV F	0.10%	0.10%
09/12/2010	17:30	UK	BOE ANNOUNCES RATES	9-Dec	0.50%	0.50%
09/12/2010	19:00	US	Initial Jobless Claims	4-Dec	425K	436K
09/12/2010	19:00	US	Continuing Claims	27-Nov	4233K	4270K
09/12/2010	20:30	US	Wholesale Inventories	OCT	0.90%	1.50%
10/12/2010		CH	Trade Balance (USD)	NOV	\$21.00B	\$27.15B
10/12/2010		CH	Exports YoY%	NOV	22.70%	22.90%
10/12/2010		CH	Imports YoY%	NOV	24.30%	25.30%
10/12/2010	19:00	US	Trade Balance	OCT	-\$44.0B	-\$44.0B
10/12/2010	19:00	US	Import Price Index (MoM)	NOV	0.80%	0.90%
10/12/2010	20:25	US	U. of Michigan Confidence	DEC P	72.5	71.6
11/12/2010	00:30	US	Monthly Budget Statement	NOV	-\$132.0B	-\$120.3B

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