

**USDINR Chart**



**Technical Outlook**

USDINR is expected to trade with sideways bias with buying recommended at lower levels. It has resistance at 70.30 while support is at 69.70 mark.

**Global Stock Indices and OTC Market**

Global Indices	Previous Closing	Change	Forward Rates Premium/Discount (USD/INR)		
			Duration	Bid	Ask
BSE-SENSEX	36068.33	-8.39	1 Month Forward	24.0000	26.0000
NSE NIFTY	10862.55	2.65	3 Month Forward	67.2500	69.2500
NIKKEI	20014.77	-62.85	6 Month Forward	139.5000	141.5000
DOW	23328.68	266.28	1 Year Forward	275.0000	277.0000
DAX	10558.96	177.45			

**Intraday Trading Strategy**

Currency	Today's Trend	Strategy
USDINR	Sideways	Buy around 69.82 with a stop loss below 69.70 for target of 70.05
EURINR	Sideways	Buy around 80.25 with a stop loss below 80.12 for target of 80.53
GBPINR	Sideways	Buy around 89.20 with a stop loss below 89.05 for target of 89.50
JPYINR	Upwards	Buy around 63.68 with a stop loss below 63.55 for target of 63.95

**Technical Levels**

Symbols	Expiry	Close	S1	S2	R1	R2
USD/INR	Jan 2019	69.90	69.80	69.70	70.15	70.30
EUR/INR	Jan 2019	80.32	80.15	79.90	80.50	80.80
GBP/INR	Jan 2019	89.34	89.15	88.85	89.50	89.80
JPY/INR	Jan 2019	63.61	63.60	63.40	63.85	64.00
Dollar Index	Spot	96.07	95.90	95.70	96.30	96.60
EURUSD	Spot	1.1444	1.1440	1.420	1.1475	1.1490
GBPUSD	Spot	1.2759	1.2720	1.2680	1.2780	1.2885
USDJPY	Spot	109.63	109.50	109.20	109.80	110.10

**Daily Snapshot**

- The rupee settled higher today at 69.77 to a dollar, its highest since Dec. 20, and against 69.94 at previous close. The currency opened higher at 69.80 and extended gains to 69.72 before briefly turning lower.
- The Indian rupee, Asia's worst performing unit this year against the dollar, logged its biggest annual decline in five years as higher crude oil prices and interest rate hikes by the U.S. Federal Reserve led to foreign fund outflows.
- Asia's worst performing currency in 2018 dropped 9.2% this year, its biggest yearly decline since 2013, and after gaining nearly 6% last year. The local unit, however, rose for the first time in four quarters and logged its best three months of gains since quarter ended March 2017, helping cut some of its yearly loss.
- For the first six months of the current financial year, India's current account deficit stood at 2.7% of GDP, versus 1.8% in same period last year. Higher trade deficit dragged the nation's balance of payment in to negative by \$13.2 billion for the first half of this fiscal year.
- Meanwhile, receding market expectation of rate hikes by the U.S. central bank in 2019 after Trump's criticism and slowing global economic growth that has increased recession fears in the world's largest economy has also helped rupee to trim losses in emerging market currencies, including rupee. Easing trade tensions between U.S. and China after a dialogue between President of two economies has also boosted sentiments.

**Strategy for Exporters and Importers**

Currency Pairs	Recommendation
USDINR	Importers and Exporters may remain on the sidelines
EURINR	Importers and Exporters may remain on the sidelines
GBPINR	Importers and Exporters may remain on the sidelines
JPYINR	Importers may cover their near term Payables

**India's Economic Indicators**

Details	Recent	Previous
India IIP (Nov)	8.1%	4.5%
WPI (Inflation) (Oct)	5.28%	5.13%
CPI (Inflation) (Nov)	2.33%	3.38%
Foreign Exchange Reserve (As on 07 Dec 2018)	\$393.72B	\$392.79B

**FBIL Reference Rates**

Currency	Rate
USD	69.7923
EUR	79.7805
GBP	88.5488
100 YEN	63.2100

**India's Economic Indicators**

**Economic  
Calendar**

Date	IST	Country	Release	Consensus	Previous	Impact
02 Jan	14:30	EUR	Manufacturing PMI (Dec)	51.4	51.4	High
02 Jan	15:00	GBP	Manufacturing PMI (Dec)	52.5	53.1	High

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S.No.	Statement	Answer (Tick appropriate)	
		Yes	No
A.	I/we or any of my/our relative has any financial interest in the subject company? <b>[If answer is yes, nature of interest is given below this table]</b>		No
B.	I/we or any of my/our relatives, have actual/beneficial ownership of one per cent. or more securities of the subject company, at the end of the month immediately preceding the date of publication of the research report or date of the public appearance?		No
C.	I / we or any of my/our relative, has any other material conflict of interest at the time of publication of the research report or at the time of public appearance?		No
D.	I/we have received any compensation from the subject company in the past twelve months?		No
E.	I/we have managed or co-managed public offering of securities for the subject company in the past twelve months?		No
F.	I/we have received any compensation for brokerage services from the subject company in the past twelve months?		No
G.	I/we have received any compensation for products or services other than brokerage services from the subject company in the past twelve months?		No
H.	I/we have received any compensation or other benefits from the subject company or third party in connection with the research report?		No
I.	I/we have served as an officer, director or employee of the subject company?		No
J.	I/we have been engaged in market making activity for the subject company?		No

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