

## SPOT CURRENCYWATCH

Spot rate	High	Low	Close	Prevailing*	Pre. Close
USD/INR*	49.8	49.23	49.59	-	49.31
USD/JPY	76.42	76.17	76.29	76.21	76.64
EUR/USD	1.3198	1.3128	1.3135	1.3183	1.3215
GBP/USD	1.5742	1.5696	1.5702	1.573	1.5722
US \$ Index	79.137	78.825	79.118	78.879	78.9

\*Prevailing prices taken at the time of making the report

## USDINR MCX-SX CURRENCY CONTRACTS

Contract	Close	Pre. Close	Volume*
Feb'12	50.0950	49.6950	2,087,153
Mar'12	50.4675	50.0450	52,803
Apr'12	50.7825	50.3950	11,462

\*In Lots

## MCX-SX CROSS CURRENCY CONTRACTS

	Contract	Close	Pre. Close	Volume*
EUR/INR	Feb'12	65.7025	65.3375	43,220
GBP/INR	Feb'12	78.0525	78.4775	8,110
JPY/INR	Feb'12	65.2975	64.4900	11,773

\*In Lots

## MAJOR WORLD INDICES

Indices	Close	Chg	Pre. Close
S&P 500	1,313.01	-3.32	1,316.33
NIKKEI 225	8793.05	-48.17	8,841.22
SHANGHAI COMPOSITE	2285.04	-34.08	2,319.12
FTSE	5671.09	-62.36	5733.45
CNX S&P NIFTY	5087.3	-117.40	5204.7

## FII ACTIVITY (Rs. million)

Date	Purchase	Sale	Net
1/30/2012	43032	32918	10114
1/27/2012	40301	29674	10627
1/25/2012	34039	21108	12931
1/24/2012	15761	18590	-2829

## USDINR NDF Outright

Months	Close	Pre. Close
1 Mn	49.94	49.7
6 Mn	51.47	51.21
12Mn	52.7	52.43

NDF - Non Deliverable Forward

## COMMENTARY

Greece's unresolved debt restructuring knocked the euro from a six-week high against the U.S. dollar and drove it to a 4-1/2-month low against the safe-haven Swiss franc on Monday.

The euro did cut some of the earlier losses after European Union leaders reached an agreement on the introduction of a permanent euro zone financial bailout mechanism, with details to be worked out at a later date.

Sterling rose against a broadly weaker euro on Monday as investors were still awaiting progress in Greek debt swap talks and ahead of an EU summit which was not expected to provide much support for the single currency.

The yield spread between German Bunds and debt issued by other euro zone states widened on Monday, with investors worried about the lack of a resolution on the Greek debt swap deal booking profits after last week's peripheral rally.

## RBI REFERENCE RATES

	Rate	Pre. Close
USD/INR	49.5030	49.648
EUR/INR	65.1882	65.0492
GBP/INR	77.7395	77.7984
JPY/INR	64.5700	64.4500

## DAILY VOLATILITY

	Close	Pre. Close
USD/INR	0.6403	0.6557
EUR/INR	0.6782	0.7

## COMMODITIES

	Close	Pre. Close
GOLD	28059	27990
COPPER	421.2	425.65
CRUDE	4945	4942

## MCX-SX SPREAD SHEET

Contract	Mar'12	Apr'12	May'12
Feb'12	0.3725	0.6875	0.95
Mar'12	0	0.315	0.5775
Apr'12	0	0	0.2625

## USDINR Onshore Forward Premiums

Months	Close	Pre. Close
1 Mn	34.75	35.5
3 Mn	105.25	108
12Mn	291	300

## DEBT MARKETWATCH

Period	Rate	Pre. Close
Call money rate	9	8.6
Mibor rate	9.2	9.35
14 day Mibor	9.15	9.19
3 month Mibor	9.55	9.53
5 year G-sec	8.339	8.389
10 year G-sec	8.286	8.354
Repo Amount	1217.75 (Rs. Billion)	1594.45 (Rs. Billion)
Reverse Repo amount	(Rs. Billion)	82.6 (Rs. Billion)
US 5-yr Benchmark	0.7363	0.749
US 10-yr Benchmark	1.8492	1.891
1 month LIBOR	0.26775	0.27000
3 month LIBOR	0.54685	0.55110

## COMMENTARY

The Indian rupee retreated from a near three-month high on Monday, weighed by weak equities, dollar demand from a local steelmaker and oil importers.

Global risk appetite is a key driver for the rupee, which has strengthened 7.3 percent this month, on a sharp rise in foreign fund investments in local shares and debt, after falling 16 percent in 2011. The rupee closed at 49.79/80 to the dollar, weaker than Friday's close of 49.305/315, when it rose to 49.2975, a level last seen on Nov. 8.

The Indian rupee is expected to open higher today as risk sentiment improved globally, bolstering Asian equities and the euro, after Greece indicated a debt swap deal could be reached soon to prevent a default. The likely range for USD/INR to trade in spot is 49.45-49.75.

## IMPORTANT ECONOMIC INDICATORS

Indicator	Time	Region	Period	Expected	Prior
Housing Starts y/y	10:30am	JPY	Yearly	-1.40%	-0.30%
German Retail Sales m/m	12:30pm	EUR	Monthly	0.90%	-1.00%
French Consumer Spending m/m	1:15pm	EUR	Monthly	0.30%	-0.10%
German Unemployment Change	2:25pm	EUR	Monthly	-8K	-22K
Italian Monthly Unemployment Rate	2:30pm	EUR	Monthly	8.60%	8.60%
Net Lending to Individuals m/m	3:00pm	GBP	Monthly	1.2B	1.0B
M4 Money Supply m/m	3:00pm	GBP	Monthly	0.30%	-0.60%
Mortgage Approvals	3:00pm	GBP	Monthly	54K	53K
Unemployment Rate	3:30pm	EUR	Monthly	10.40%	10.30%
Employment Cost Index q/q	7:00pm	USD	Quarterly	0.40%	0.30%
S&P/CS Composite-20 HPI y/y	7:30pm	USD	Yearly	-3.30%	-3.40%
Chicago PMI	8:15pm	USD	Monthly	63.10	62.50
CB Consumer Confidence	8:30pm	USD	Monthly	68.20	64.50

## STRATEGY

	Contract	BUY/SELL	Range	Target 1	Target 2	Stop Loss
USD/INR	Feb'12	BUY	49.90	50.05	50.15	49.75
EUR/INR	Feb'12	SELL	66.05	65.85	65.65	66.25
JPY/INR	Feb'12	SELL	65.6	65.4	65.2	65.8



PIVOT TABLE

	Support 2	Support 1	Pivot	Resistance 1	Resistance 2
USD/INR Spot	48.97	49.28	49.54	49.85	50.11
USD/INR Feb'12	49.40	49.75	49.95	50.30	50.50
EUR/INR Feb'12	65.24	65.47	65.64	65.87	66.03
GBP/INR Feb'12	77.12	77.80	78.18	78.85	79.23
JPY/INR Feb'12	64.24	64.77	65.08	65.61	65.92

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