

Indian Rupee- Outlook and Hedge trade Recommendations					
Currency	Indicative	Trading range	Hedge advice for import	Hedge advice for exports.	Technical trend
USDINR	77.63	77.30-77.70/77.90	65-80% hedge/optimum hedge	Near term export optimum hedge/ Far end 40% hold	Bearish with temporary resistance
<p>Outlook: INR is holding its range of 77.30-77.90 since May 15th. This is partly because of dollar weakness, little sort of interventions and no major event related to this pair. But going forward we fear that INR will lose its value; today's trade balance data will be key for this. Increased crude oil prices and exiting FIIs dollar from Indian market will put pressure. Also improving dollar index will play its role. Breaching current upside price resistance of 77.90/78.00, we may see a sharp fall in value to the tune of 60-70 paise. Importers are specially advised not to try any adventure at this point of time. Improved sentiments for US economy are giving signal for coming weakness in rupee too against it along with other currencies, if that coupled with any negative event from INR side than can see a knee jerk movement.</p>					
<p>Hedge Trade Recommendations: Near term hedge is recommended for both importer as well as exporter. Importers with thinner margins are advised not to take risk on un-hedge deals, while exporters can try the tide for trades with margins or with cover strategy (selling put).</p>					
Currency	Indicative	Trading Range	USD improved its performance against all major currencies including EURO.		Tec. trend
EURINR	82.67	82.18-83.00			Correction with limited downside
<p>Outlook: INR enjoying its higher value against EURO since two days on account of USD performance against EURO, while same time retaining it self against USD. Coming week ECB meeting is in focus to all for taking fresh clues regarding EURO.</p>					
<p>Hedge trade Recommendations: Long side EURO trades should be booked for now, while short side can wait for some more improved value gain.</p>					
Currency	Indicative	Trading Range	Have breached its support of 97.60, which now will be its resistance, prior to that resistance is at 97.10. Now support on chart is 96.20		Tec. trend
GBPINR	96.85	96.20-97.10			Side ways to bearish
<p>Outlook. Inflation worries even after rate hike and trade deficit along with growth concerns GBP is struggling against USD as well as EURO and that is what reflecting in GBPINR also. GBP lost quite a value in last two days from high of 98.160 to 96.85, a loss of 1.33%</p>					
Currency	Indicative	Trading Range	130.20-130.60 is crucial resistance for JPY before hitting its recent historical low of 131.36.		Tec. trend
USDJPY	130.12	129.40-130.60			JPY gaining strength
<p>Outlook: IN last three days JPY lost almost all gained ground against USD from 126.55 to 130+ again. This majorly is being contributed to improved yield of US treasury which is nearing to almost 3% (2.951%) from its low of 2.70% last week. Improving US perceived situation and yields will keep a tap on JPY but same time on chart current range is reflecting a crucial resistance level, so we may see side ways to bearish pattern for JPY against USD.</p>					