

Indian Rupee- Outlook and Hedge trade Recommendations					
Currency	Indicative	Trading range	Hedge advice for import	Hedge advice for exports.	Technical trend
USDINR	77.66	77.50/30-77.90/78.10	65-80% hedge/optimum hedge	Near term export optimum hedge/ Far end 40% hold	Bearish with temporary resistance
<p>Outlook: Today we are having important event of interest rate decision a 10 AM which can impact USD INR value if any deviation from expectations will be there, but market is expecting inline action and yesterdays stock market movement also supporting that. Bank stocks were little hammered yesterday which reflects markets expectations of increased interest rate. General expectation is of 0.40% increase in interest rate. INR is still trading in its range of 77.30 to 77.90, though breached this range in upside but during non-market hours of India, which make an insignificant sense to act upon.</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 are advised to keep exposure covered at least near term.</p>					
Currency	Indicative	Trading Range	On Chart last days resistance of 83.50/60 shrunk to 83.20 for intraday moves, while 82.50/60 is still acting as term support		Tec. trend
EURINR	83.06	82.60-83.50			Correcting
<p>Outlook: EURO is holding its value against Dollar of late, now market is eyeing on 9th June ECB rate decision. That event may give a little pace to values. Today also there is economic data to be published in EURO zone but most is either not much of importance or is expected to be in neutral zone, so expecting a range bound movement unless INR make any unexpected movement.</p>					
<p>Hedge trade Recommendations: Though direct exposure to Euro is unlikely, if its there then a EURO long exposure should be reduced while short can be maintained for a better realization</p>					
Currency	Indicative	Trading Range	On Chart GBPINR is maintaining its support at 96.60 while on resistance side it breached 97.60 and now next resistance range will be 98.20/30.		Tec. trend
GBPINR	97.71	96.70-98.30			Facing resistance
<p>Outlook. Now it's a comparison of economic data across countries to take a call on their currency, last weeks data was not in favor of GBP, need to wait for this week. Today UK will publish construction numbers which are expected little passive. Technically speaking 98.20-98.70 is a very good resistance zone for GBPINR to clear, amid on going non-clarity or say confusion we expected not any abrupt valuation change.</p>					
Currency	Indicative	Trading Range	Technically JPY is approaching its long term resistance of 135, while after yesterdays trading a smaller resistance is forming at 133.30.		Tec. trend
USDJPY	132.96	131-135.10			Now after fast rally resistance at 135 a
<p>Outlook: Japan published its economic numbers today, which are little towards passive side and it is reflecting in its value against USD. Major driving factor for USDJPY value if interest rate gaps or we can directly judge it with US bond yields, continuous high yield are putting pressure on JPY value. Last day it was 3.049% and USDJPY made high 133.21, today it is little relaxed at 2.992.</p>					
<p>Dollar Index: 102.48. US 10 Year Bond Yield: 2.992%, Gold: 1852, Brent Crude: 120.98</p>					