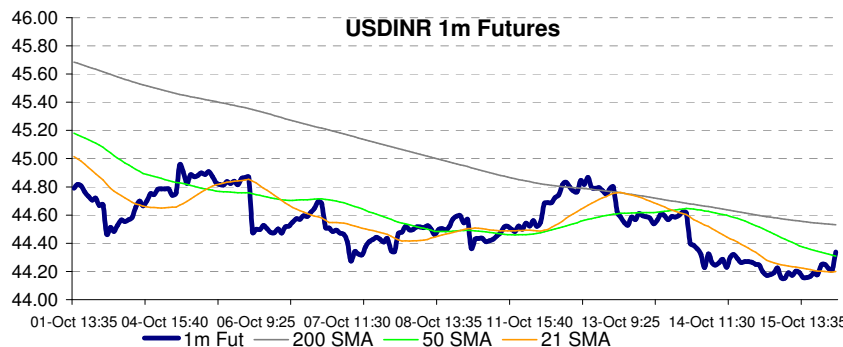


Report Date and Time : 18-Oct-2010 9:31 AM

Key Drivers and Indicators		
	Last	Change
CBOE VIX	19.03	-0.85
DXY	77.358	0.316
Nikkei	9513.1	12.85
Dow	11062.78	-31.79
Nasdaq	2468.77	33.39
FTSE	5703.37	-23.84
Hang Seng	23554.13	-203.5
FII Net Flows	655.1	-41.63
Sensex	19983.79	-141.26
Nifty	6017	-45.65
WTI	80.86	-0.39
Gold	1358.75	-9.65
Copper	8381	-6.25
Silver	23.8425	-0.48



Market Comments

In spite of Fed Chairman Bernanke's dovish comments on Friday, US Dollar was able to pause its bearish trend and recovered impressively to a high of 77.14 as market starts to react indifferently to any further QE II speculations. Meanwhile, due to weaker Consumer sentiments & retail sales data, Dow traded in a negative territory before closing at 11,062.

Rupee opened 12-paisa weaker at 44.22 due to reversal in risk sentiment as investor focus now turns to the size of QE2, which will be highly dependant on the up coming economic indicators. As long as immediate resistance in USDINR of 44.26 (21 4-Hourly EMA) is not breached the pair is likely to move back towards Friday's closing of 44.10. On the other hand, a break of this resistance level would provide room for further up side till 21 4-Hourly EMA at 44.34.

Yesterday's Key Data		Actual	Previous
US Core CPI m/m		0.00%	0.00%
US Retail Sales m/m		0.60%	0.70%
US Prelim UoM Consumer Sentiment		67.9	68.2

Today's Key Data		Expected	Previous
US TIC Long-Term Purchases		47.5B	61.2B
US Industrial Production m/m		0.30%	0.20%

USDINR Futures	
Spot:	44.23
Near Month Future:	44.32
Trend	Down
Support	44.10
Resistance	44.26
Trading Call	
For Expiry:	28/10/10
Entry Level:	44.33
Buy / Sell:	BUY
Take Profit:	44.48
Stop Loss:	44.20

EURINR Futures	
Spot:	61.38
Near Month Future:	61.53
Trend	Neutral
Support	61.10
Resistance	61.70
Trading Call	
For Expiry:	28/10/10
Entry Level:	
Buy / Sell:	
Take Profit:	
Stop Loss:	

Futures, Forwards & NDF*				
	1m Price	2m Price	Volume	OI
USDINR				
Forward	44.3350	44.6175	-	-
Futures	44.3200	44.6000	2,930,908	693,756
NDF	44.5500	44.7100	-	-
EURINR				
Forward	61.5208	61.8945	-	-
Futures	61.5350	61.9000	14,495	18,145
GBPINR				
Forward	70.5793	71.0132	-	-
Futures	70.6300	71.3500	6,215	4,202
JPYINR				
Forward	54.55	54.91	-	-
Futures	54.42	54.80	2,819	8,344

* - All Futures Prices are MCX-SX / NSE Avg & Volumes, OI is MCX-SX / NSE Total For Previous Day. NDF adjusted to Futures expiry date.

Trading Notes : USDINR intraday trade call No2 has been triggered.

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