



September 28, 2020

FX DAILY DOSSIER

KEY MARKET THEME

- Indian Rupee likely to open flat to positive following the uptick momentum in Dollar.
- Later this week US jobs data will give further guidance of dollar move.
- Euro zone September inflation release later this week will be key for euro move.

FX Majors	CMP	1W	1M
EURUSD	1.1630	-1.21%	-2.57%
GBPUSD	1.2764	-0.40%	-4.52%
USDJPY	105.46	0.78%	-0.42%

FX Cross INR	CMP	1W	1M
USDINR	73.67	0.19%	0.07%
EURINR	85.69	-1.01%	-2.00%
GBPINR	94.04	-0.20%	-3.96%
JPYINR	69.86	-0.58%	0.50%

Global Yields	10Y-Yield	1W(bps)	1M (bps)
India	6.04%	-0.10	-4.70
US	0.66%	-3.93	-5.77
Germany	-0.53%	-4.88	-2.24
UK	0.19%	0.62	-1.71

Flows	DTD	WTD	MTD
FII's (INR Crs)	-2,080.21	-10,490.91	-9,214.57

Note: 1W refers to 1 week change from CMP | 1M refers to 1 month change from CMP

MACRO ANALYSIS

This week we have bunch of economic data releases which can drive FX volatility higher. Starting from US unemployment numbers on Friday to gauge the strength of the recovery in the world's biggest economy. US employers added 1.4m jobs last month, according to data from the Bureau of Labor Statistics, falling short of the 1.8m that was added in July.

Growth has been slowing over the summer: July saw 3m fewer jobs added than in June. Despite the rebound from the corona virus pandemic, only half of the jobs lost since the outbreak began have since been regained. The unemployment rate stood at 8.4 per cent in August. It is expected to have fallen further to 8.2 per cent this month, with US employers adding 865,000 jobs.

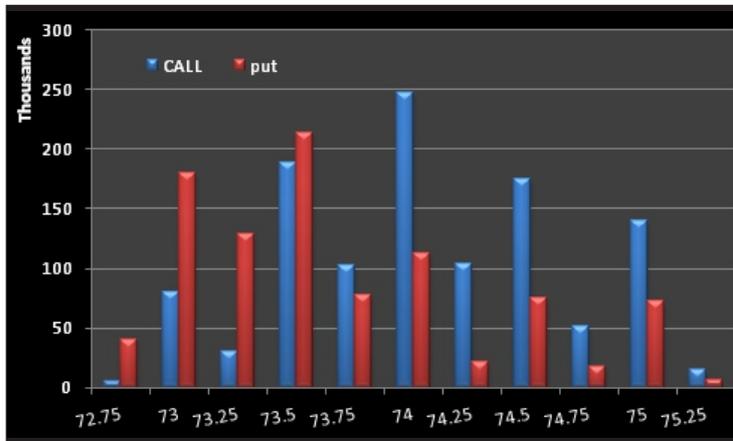
At the same day, key release to drive either side. Friday's inflation reading for September will provide the bank and investors with a better idea of how the corona virus pandemic is weighing on the prices of consumer goods after a poor reading for August. The euro zone slid into deflation for the first time in four years last month with a lower than expected headline reading of minus 0.2 per cent as reported in FT.

ECONOMIC DATA

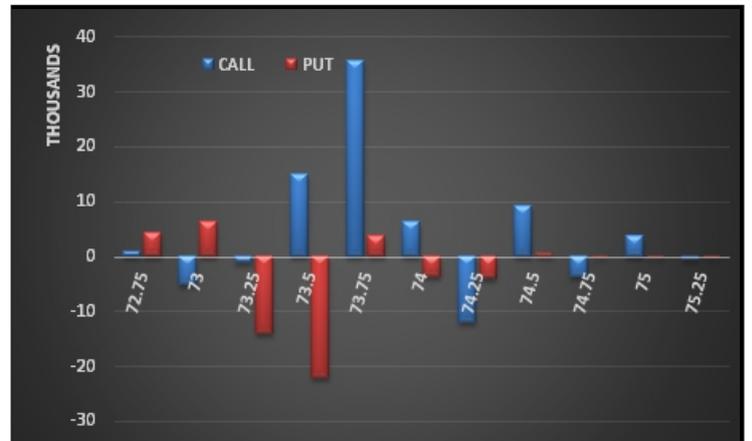
	IST	Previous	Median	SMC's Forecast
EUR ECB President Lagarde Speaks	19:15	-	-	-
USD Core Durable Goods Orders m/m	18:00	2.60%	1.00%	1.00%



USDINR Options Activity (Near Month)



USDINR OI Change (FTD)



USDINR Option Greek Data (Near Month)

28-Sep-20	CALL					Option Greeks					PUT			Option Greeks				
	MKT_PRICE	Theoretical	IV	DELTA	GAMMA	VEGA	THETA	RHO	MKT_PRICE	Theoretical	IV	DELTA	GAMMA	VEGA	THETA	RHO		
73.67	1.7300	1.67	500.0%	1.00	0.000	0.00	-0.01	0.00	0.0025	0.00	500.0%	0.00	0.000	0.00	0.00	0.00		
72.00	1.7300	1.67	500.0%	1.00	0.000	0.00	-0.01	0.00	0.0025	0.00	500.0%	0.00	0.000	0.00	0.00	0.00		
72.25	1.5425	1.42	500.0%	1.00	0.000	0.00	-0.01	0.00	0.0025	0.00	500.0%	0.00	0.000	0.00	0.00	0.00		
72.50	1.1650	1.17	0.0%	1.00	0.000	0.00	-0.01	0.00	0.0025	0.00	435.1%	0.00	0.000	0.00	0.00	0.00		
72.75	1.0200	0.92	500.0%	1.00	0.000	0.00	-0.01	0.00	0.0025	0.00	353.3%	0.00	0.000	0.00	0.00	0.00		
73.00	0.7125	0.67	500.0%	1.00	0.000	0.00	-0.01	0.00	0.0025	0.00	269.2%	0.00	0.000	0.00	0.00	0.00		
73.25	0.4650	0.42	376.1%	1.00	0.000	0.00	-0.01	0.00	0.0075	0.00	224.6%	0.00	0.000	0.00	0.00	0.00		
73.50	0.2350	0.17	272.5%	1.00	0.000	0.00	-0.01	0.00	0.0350	0.00	199.2%	0.00	0.000	0.00	0.00	0.00		
73.75	0.0650	0.00	204.3%	0.00	0.000	0.00	0.00	0.00	0.1075	0.08	120.8%	-1.00	0.000	0.00	0.01	0.00		
74.00	0.0225	0.00	251.3%	0.00	0.000	0.000	0.00	0.00	0.3025	0.33	0.0%	-1.00	0.000	0.00	0.01	0.00		
74.25	0.0050	0.00	265.9%	0.00	0.000	0.00	0.00	0.00	0.5325	0.58	0.0%	-1.00	0.000	0.00	0.01	0.00		
74.50	0.0050	0.00	356.6%	0.00	0.000	0.00	0.00	0.00	0.7825	0.83	0.0%	-1.00	0.000	0.00	0.01	0.00		
74.75	0.0025	0.00	400.0%	0.00	0.000	0.00	0.00	0.00	1.0300	1.08	0.0%	-1.00	0.000	0.00	0.01	0.00		
75.00	0.0025	0.00	478.0%	0.00	0.000	0.00	0.00	0.00	1.2800	1.33	0.0%	-1.00	0.000	0.00	0.01	0.00		
75.25	0.0025	0.00	500.0%	0.00	0.000	0.00	0.00	0.00	1.5400	1.58	0.0%	-1.00	0.000	0.00	0.01	0.00		
75.50	0.0025	0.00	500.0%	0.00	0.000	0.00	0.00	0.00	1.8050	1.83	0.0%	-1.00	0.000	0.00	0.01	0.00		

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