



# FX DAILY DOSSIER

## KEY MARKET THEME

- Indian Rupee likely to open lower amid strong bidding in US Dollar.
- Sell-off in global equities continues amid Federal Reserve's seeking fiscal support to lift the economy.
- Disappointed Euro zone economic data in September prompted Euro to slide lower.

FX Majors	CMP	1W	1M
EURUSD	1.1679	-1.45%	-1.22%
GBPUSD	1.2738	-1.82%	-3.51%
USDJPY	105.42	0.65%	-1.08%

FX Cross INR	CMP	1W	1M
USDINR	73.70	0.14%	-0.12%
EURINR	86.06	-1.30%	-1.34%
GBPINR	93.87	-1.68%	-3.62%
JPYINR	69.91	-0.49%	0.98%

Global Yields	10Y-Yield	1W(bps)	1M (bps)
India	5.99%	-4.80	-9.40
US	0.68%	0.83	4.27
Germany	-0.50%	-2.42	0.22
UK	0.22%	3.62	1.29

Flows	DTD	WTD	MTD
FII's (INR Crs)	-3,912.44	-6,908.67	-5,248.67

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

## MACRO ANALYSIS

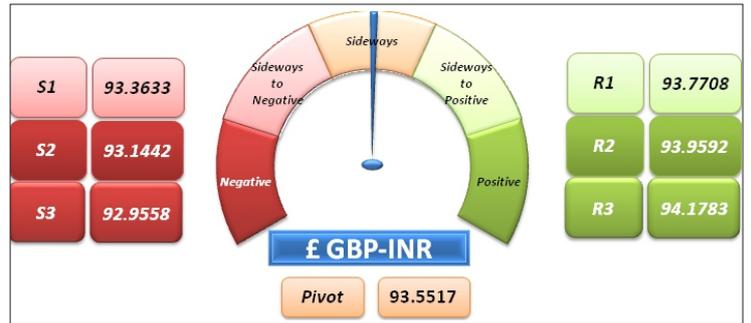
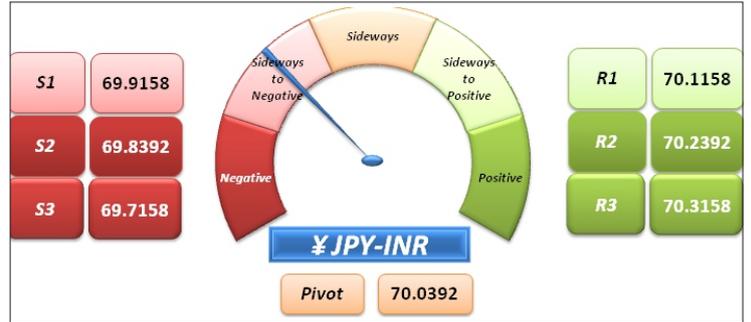
Indian Rupee continues to start on a negative note since dollar started to recover on a global platform. However dollar flows through PE route helped rupee cap any major downside. Admittedly positive sentiment in dollar is scaling higher and gradually rupee may remains on the negative side on marginal basis. Ahead of RBI policy due on 1st week of October, we may not see much action in USDINR counter.

Risk-off sentiment escalated in the markets after Federal Reserve officials highlighted the need for US policymakers to agree on a new round of stimulus to support the economic recovery. The S&P 500 lost 2.4 per cent in a reversal that accelerated toward the close, marking its fifth down day in six trading sessions. The benchmark is now more than 9 per cent off of its record high in August.

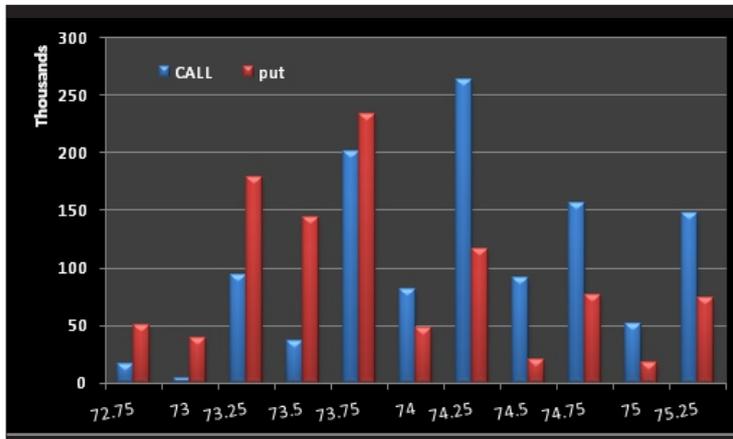
Meanwhile euro pushed below 1.17 while in rupee term it hit the lowest level since mid Mid-July. Latest economic figures for the month of September precisely reflecting the re-lock impact which prompted traders to bid dollar against euro. On the other hand, pound continues to trade in losing streak amid concerns of second wave outbreak as well as dollar recovery was the prime reason for cable to lose the momentum.

## ECONOMIC DATA

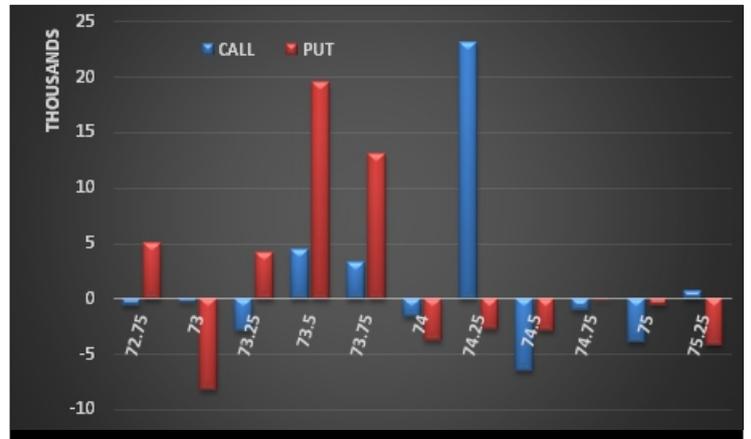
	IST	Previous	Median	SMC's Forecast
USD Fed Chair Powell Testifies	19:30	-	-	-
USD Treasury Sec Mnuchin Speaks	19:30	-	-	-



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		
73.69	0.0000	1.73	0.0%	1.00	0.001	0.00	-0.01	0.01	0.0025	0.00	9.8%	0.00	0.001	0.00	0.00	0.00		
72.00	0.0000	1.73	0.0%	1.00	0.001	0.00	-0.01	0.01	0.0025	0.00	9.8%	0.00	0.001	0.00	0.00	0.00		
72.25	1.5300	1.48	14.5%	1.00	0.007	0.00	-0.01	0.01	0.0025	0.00	8.5%	0.00	0.007	0.00	0.00	0.00		
72.50	1.3700	1.23	17.8%	1.00	0.029	0.00	-0.01	0.01	0.0025	0.00	7.2%	0.00	0.029	0.00	0.00	0.00		
72.75	1.0225	0.99	10.2%	0.98	0.100	0.00	-0.01	0.01	0.0050	0.00	6.6%	-0.02	0.100	0.00	0.00	0.00		
73.00	0.7925	0.75	9.4%	0.94	0.255	0.01	-0.02	0.01	0.0075	0.01	5.6%	-0.06	0.255	0.01	-0.01	0.00		
73.25	0.5675	0.52	8.3%	0.84	0.496	0.02	-0.02	0.01	0.0250	0.04	5.4%	-0.16	0.496	0.02	-0.01	0.00		
73.50	0.3500	0.33	6.9%	0.69	0.734	0.03	-0.03	0.01	0.0600	0.10	4.8%	-0.31	0.734	0.03	-0.02	0.00		
73.75	0.1825	0.18	6.2%	0.49	0.827	0.03	-0.03	0.00	0.1400	0.20	4.3%	-0.51	0.827	0.03	-0.02	0.00		
74.00	0.0875	0.09	6.2%	0.29	0.713	0.027	-0.02	0.00	0.2950	0.35	3.8%	-0.71	0.713	0.03	-0.01	-0.01		
74.25	0.0425	0.04	6.6%	0.14	0.471	0.02	-0.02	0.00	0.5050	0.55	0.0%	-0.86	0.471	0.02	0.00	-0.01		
74.50	0.0200	0.01	7.0%	0.06	0.239	0.01	-0.01	0.00	0.7325	0.78	0.0%	-0.94	0.239	0.01	0.00	-0.01		
74.75	0.0125	0.00	7.9%	0.02	0.094	0.00	0.00	0.00	0.9650	1.02	0.0%	-0.98	0.094	0.00	0.01	-0.01		
75.00	0.0075	0.00	8.6%	0.00	0.028	0.00	0.00	0.00	1.2500	1.27	0.0%	-1.00	0.028	0.00	0.01	-0.01		
75.25	0.0075	0.00	10.0%	0.00	0.007	0.00	0.00	0.00	1.4750	1.51	0.0%	-1.00	0.007	0.00	0.01	-0.01		
75.50	0.0050	0.00	10.6%	0.00	0.001	0.00	0.00	0.00	1.7400	1.76	0.0%	-1.00	0.001	0.00	0.01	-0.01		

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