



Wednesday, June 19th 2013

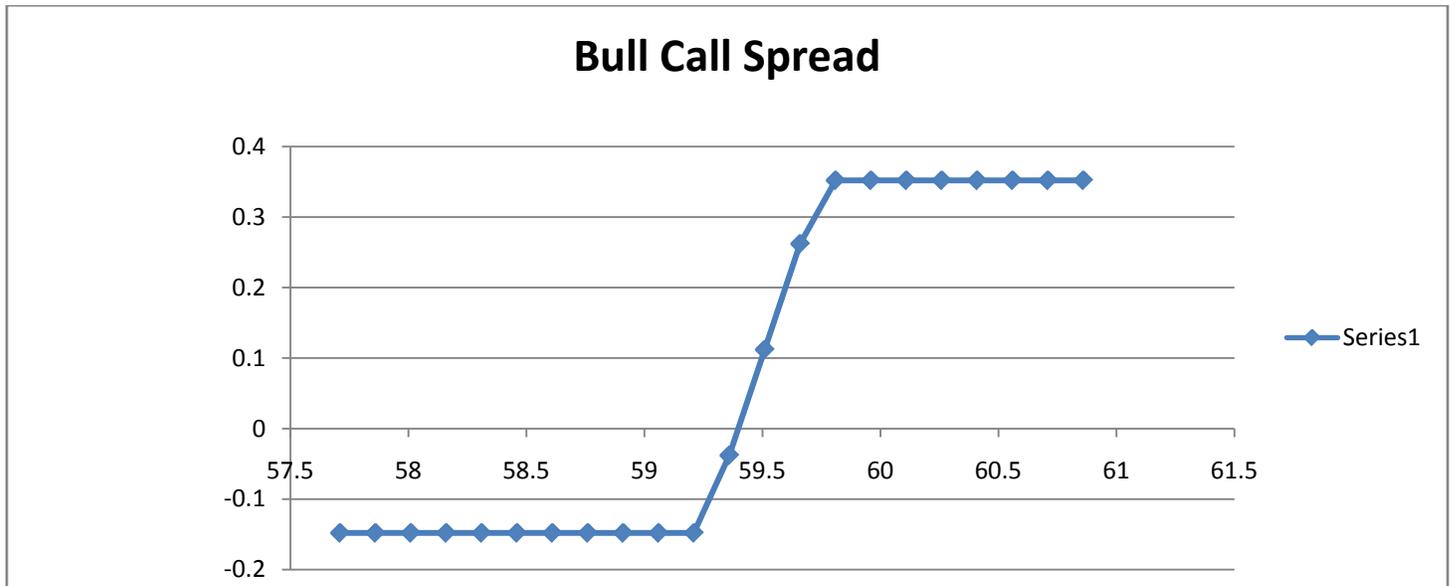
Derivative strategy Bull call spread: Till Expiry 26 June 2013.

Buy USDINR call strike price 59.25 June @ 0.2970 Paisa

Sell USDINR Call strike price 59.75 June @0.15. Future price – June 58.97

Net Debit	Maximum Risk	Maximum Reward	Breakeven
0.15	0.15	0.35	59.39

Futures	Payoff_Longcall	Payoff_Shortcall	Net
57.71	-0.298	0.15	-0.148
57.86	-0.298	0.15	-0.148
58.01	-0.298	0.15	-0.148
58.16	-0.298	0.15	-0.148
58.31	-0.298	0.15	-0.148
58.46	-0.298	0.15	-0.148
58.61	-0.298	0.15	-0.148
58.76	-0.298	0.15	-0.148
58.91	-0.298	0.15	-0.148
59.06	-0.298	0.15	-0.148
59.21	-0.298	0.15	-0.148
59.36	-0.188	0.15	-0.038
59.51	-0.038	0.15	0.112
59.66	0.112	0.15	0.262
59.81	0.262	0.09	0.352
59.96	0.412	-0.06	0.352
60.11	0.562	-0.21	0.352
60.26	0.712	-0.36	0.352
60.41	0.862	-0.51	0.352
60.56	1.012	-0.66	0.352
60.71	1.162	-0.81	0.352
60.86	1.312	-0.96	0.352



The Outlook:-

USD-INR June future resisted 59.15 levels and moved below 57.54 levels last weeks. Now the, 59.30 will act as a strong resistance level and moves beyond its 59.30 on the closing basis level then trading in upper range is the may be possible for the 60.15 level. Otherwise expected to trade around 58.45-58 level zone.

Overview of other Economic Releases in the week ahead : -

- U.S. FOMC will release its policy decision on Wednesday. Equally important is the Fed Chairman Ben Bernanke's press conference and will be the most critical events for the dollar. A shift to a hawkish tone would confirm tapering the pace of bond purchases by the Federal Reserve in the meeting and is likely to infuse additional volatility US dollar.
- Balance of Payment and Government Finances of India is due to release on the month end, and we could see volatile to bullish moves in the dollar ahead of the above data.

Conclusion: Through the above strategy one should make limited profit near about 0.35 paisa.