

PAN Capital Services Ltd.

Innovation and Excellence in Capital Services

EXCELLENCE IN CAPITAL SERVICES

Morning Report 6th July, 2018

| Major Cur Pair | | | Emerging Currencies | | | Asian Equity | | |
|----------------|--------|----------|---------------------|---------|----------|--------------|----------|----------|
| Currency | Last | % Change | Currency | Last | % Change | Index | Last | % Change |
| EURUSD | 1.1692 | 0.03 | KRW | FALSE | -0.24 | Sensex | 35694.52 | 0.34 |
| GBPUSD | 1.3221 | -0.03 | IDR | 14417 | 0.26 | Nifty | 10790.85 | 0.38 |
| USDJPY | 110.7 | 0.08 | BRL | 3.9324 | 0 | Kospi | 292.08 | 0.15 |
| USDCHF | 0.9932 | 0.02 | CNY | 6.6536 | 0.29 | Shanghai | 2384.155 | 0.41 |
| USDCAD | 1.3133 | 0.02 | Ruble | 63.1491 | 0.1 | Nikkie | | |

| USDINR Forwards + DXY and Brent | | | | | World Equity | | |
|---------------------------------|--------|---------|---------|---------|--------------|----------|----------|
| Date | Points | Rate | Cash | 2.00 | Index | Last | % change |
| 31/08/2018 | 40.75 | 69.2575 | Tom | 0.50 | Dax | 12464.29 | 0.00 |
| 28/09/2018 | 64.25 | 69.4925 | NDF 1M | 69.1200 | CAC | 5366.32 | 0.00 |
| 31/10/2018 | 92.00 | 69.7700 | NDF 3M | 69.7050 | FTSE | 7603.22 | 0.40 |
| 30/11/2018 | 116.75 | 70.0175 | MCX 1 M | 69.0275 | Dow | 24356.74 | 0.75 |
| 31/12/2018 | 142.25 | 70.2725 | BRENT | 77.2600 | Nasdaq | 7101.047 | 0.00 |
| 31/01/2019 | 166.25 | 70.5125 | DXY | 94.4120 | S&P 500 | 2736.61 | 0.86 |

| USDINR OHCL | | | | | India Debt Market | | |
|-------------|--------|--------|-------|--------|-------------------|--------------|------------------------|
| | Open | High | Low | Close | Money market | | Mibor |
| Yesterday | 68.88 | 69.025 | 68.85 | 68.85 | G Sec 10 yr | 7.888 | 3M |
| 1 Week | 68.485 | 69.025 | 68.33 | 68.855 | MIFOR | | 12 Month T Bill |
| 1 Month | 68.85 | 68.85 | 68.85 | 68.85 | 3 M | record could | cord could in % |
| 6 Month | #N/A | | | | FII Action | | |
| 1 Year | 63.85 | 69.09 | 63.24 | 68.85 | Debt in USD M | Equity | |
| | | | | | 2690.2 | 10743.9 | |

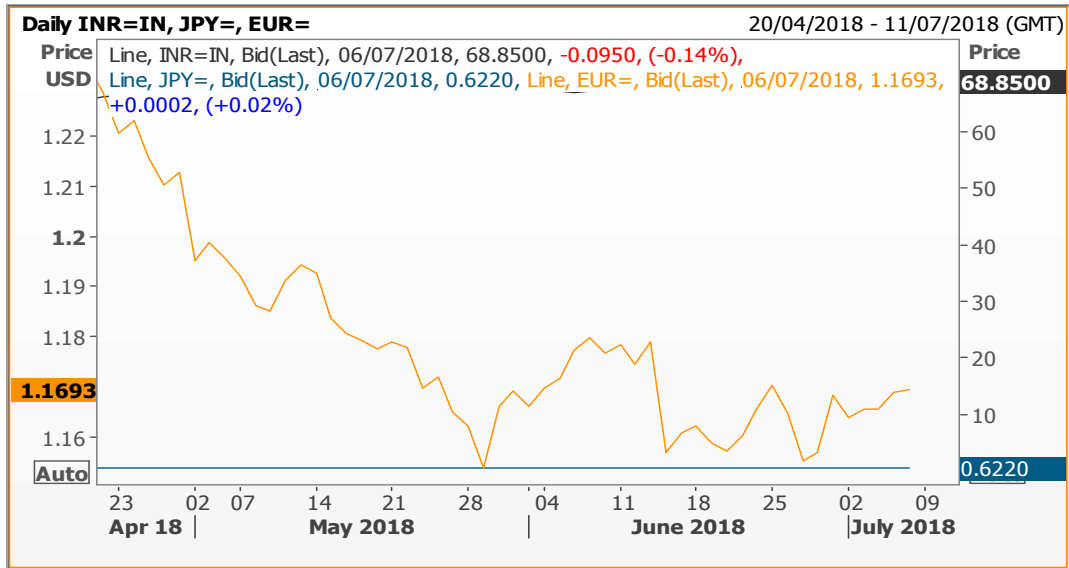
| Important Readings | | | | | Libor | |
|--------------------|--------------------------------|--|--------|----------|----------|---------|
| Currency | Event | | Actual | Previous | | |
| USD | ADP Non-Farm Employment Change | | 177K | 189K | 1 month | 2.08725 |
| USD | ISM Non-Manufacturing PMI | | 59.1 | 58.6 | 2 month | 2.1715 |
| USD | Crude Oil Inventories | | 1.2M | (-9.9M) | 3 month | 2.33731 |
| USD | FOMC Meeting Minutes | | | | 6 month | 2.50594 |
| | | | | | 12 month | 2.77344 |

| Pivot Table | | | | | | | |
|-------------|----------|----------|----------|----------|----------|----------|----------|
| Currency | S3 | S2 | S1 | Pivot | R1 | R2 | R3 |
| USDINR | 68.5583 | 68.7333 | 68.7917 | 68.9083 | 68.9667 | 69.0833 | 69.2583 |
| EURUSD | 1.1649 | 1.1669 | 1.1680 | 1.1689 | 1.1700 | 1.1709 | 1.1729 |
| GBPUSD | 1.3158 | 1.3188 | 1.3204 | 1.3218 | 1.3234 | 1.3248 | 1.3278 |
| USDJPY | 110.1500 | 110.4100 | 110.5700 | 110.6700 | 110.8300 | 110.9300 | 111.1900 |
| USDCHF | 0.9884 | 0.9908 | 0.9919 | 0.9932 | 0.9943 | 0.9956 | 0.9980 |
| USDCAD | 1.3089 | 1.3113 | 1.3124 | 1.3137 | 1.3148 | 1.3161 | 1.3185 |

| Technical Signals | | | | |
|-------------------|----------|------------|------|-------------|
| Currency | RSI | MA | OHL | BB |
| USDINR | Oversold | Far from S | None | Near LowerB |
| EURINR | Oversold | Far from S | None | Near LowerB |
| GBPINR | Oversold | Far from S | None | Near LowerB |
| JPYINR | Oversold | Far from S | None | Near LowerB |

Major Currency Chart (Source: Reuters)





Events To Watch

| Currency | Events | Actual | Forecast | Prior |
|----------|-----------------------------|--------|----------|-------|
| USD | Average Hourly Earnings m/m | | 0.30% | 0.30% |
| USD | Non-Farm Employment Change | | 195K% | 223K% |
| USD | Unemployment Rate | | 3.80% | 3.80% |

Today

>Govt Bonds: The Indian government bonds are little changed ahead of a weekly auction of notes today and as traders will track the movement of the rupee for further cues.

>Pan Capital Advisory: we suggest importers to cover immediate imports at every low around 68.50 or buy At The Money Call option. We suggest exporters to cover their remaining and partially hedge export exposures at every high around 69 level.

>Asian Currencies are mix. Appreciation led by NZD by 0.29% to 0.6803 and Depreciation led by IDR by 0.24% to 14415.

>OIL: Oil is trading at 77.3. Oil prices dipped as markets grew more nervous ahead of a raft of import tariffs set to be imposed later in the day by the world's two biggest economies, the United States and China, threatening global growth.

>Economic Event: Yesterday US ADP Non-Farm payroll came lower than expectation to 177K, ISM Non-Manufacturing PMI beat the expectation to 59.1, crude oil inventories rose to 1.2M, in FOMC Meeting minutes members expressed concern about trade war and some members want to change the statement that refers to policy being accommodative, rate level above neutral likely in next year and Trump confirmed that US would begin collecting tariffs on \$34 billion in Chinese goods at 12:01 a.m. Washington time on Friday and warned that subsequent rounds could see tariffs on more than \$500 billion of goods, or roughly

the total amount that the U.S. imported from China last year. Today we have US's Average hourly earnings, NFP and unemployment rate to watch for further clue in Dollar direction.

>Reliance launches fibre broadband, after disrupting India's telecoms market.

>As tariffs loom, China state media slams Trump's 'gang of hoodlums'.

>Global funds sold \$23.09mln local stocks and bought \$49.01 mln of local debts as on yesterday.

Due to the number of sources from which the Content is obtained, there may be delays, inaccuracies or deletions in such Web Site Content, Advice, and Message. The content/recommendations/comments/messages are provided 'AS IS', without any warranties. Pan Capital Services Ltd. and its directors, employees and associates do not warrant the accuracy, completeness, timeliness, correctness, merchantability, title or fitness for a specific purpose of the content/recommendations/comments/messages available through the website, or the website itself, and Pan Capital hereby disclaims any such express or implied warranties.

Neither Pan Capital Services Ltd. nor any of its directors, employees, and associates will be liable to anyone for any loss or injury. In no event will Pan Capital Services Ltd. be liable to you or anyone else for any action/decision made by you in belief on such content/recommendations/comments/messages

1 to PE(9589)

