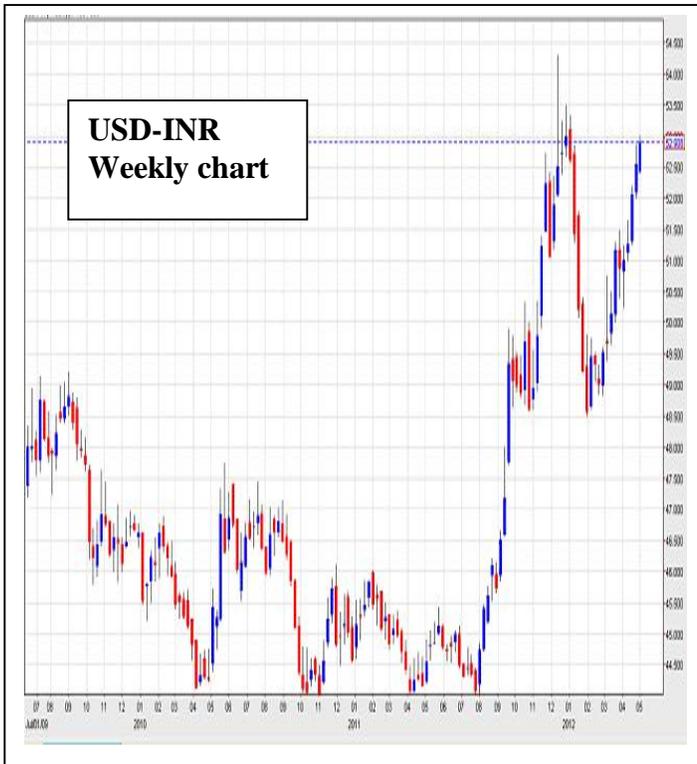


USD/INR	ST Trend of US\$	Target	Reversal	Prev. Close	Supports	Resistances
52.73	Up	53.49	52.26	52.38	52.60-52.42	53.33-53.49



	23/04	30/04	% chg
Currencies			
Dollar (USD-INR)	52.38	52.73	0.67
Euro (EUR-INR)	68.97	69.84	1.26
Pound (GBP-INR)	84.65	85.56	1.08
Yen (INR – JPY)	1.54	1.51	-1.95
USD – EUR	0.76	0.76	0.00
USD – JPY	81.16	79.80	-1.68
%chg refers to change in value of the base currency. Thus in the case of USD-INR, USD is the base currency			
Equities			
Sensex	17096.68	17319.00	1.30
Nifty	5200.60	5248.15	0.91
Debt			
3 mth T - Bill (%)	8.31	8.39	0.96
10Yr G-Sec Yield (%)	8.59	8.67	0.93

Source: Bloomberg & SEBI

The week gone by

The week gone by saw the Indian Rupee depreciating against the US Dollar by 0.67%. The Indian rupee fell to near a one-week low on Monday hit by heavy demand for dollars from oil importers. Oil importers were active through the session ahead of the public holiday on Tuesday, spreading their buying across three to four banks via small lots. Buying by state-run oil firms typically picks up during the end of the month to meet payment obligations.

A weak Euro also put pressure on the Rupee. The Euro failed to gain much traction despite broader weakness in the dollar, given concerns about the toll that harsh austerity measures are taking on activity across the region.

Foreign markets

The euro dropped against the dollar on Monday and was on track for its worst month since December, weighed down by news of Spain slipping back into recession and signs of weaker economic momentum in the United States.

Investors were also wary of buying euros before weekend elections in France and Greece and a European Central Bank meeting this week that could further knock sentiment on the euro zone currency.

The euro failed to gain traction despite signs the U.S. economic recovery was losing momentum, raising the possibility of further U.S. central bank monetary easing. Data on U.S. spending and business activity in the Midwest reinforced that view.

The yen was one of the big gainers of the week as investors sought the Japanese currency's safety on global economic fears. W-o-W, the Yen gained 1.68% against the US Dollar.

Outlook

The falls on Monday extend a period of recent weakness in the rupee given the country's economic and fiscal challenges and signs of slowing foreign fund flows.

The Reserve Bank of India has also largely refrained from intervention, despite the increased number of bearish bets on the rupee.

Any further weakness in the US dollar may not be particularly helpful for the rupee, if the global investor risk appetite remains dampened.

So market players in India would watch developments in the euro zone. The rupee may recover some of its lost ground if the dollar weakens overseas and investor risk appetite improves.

Technically, the USDINR remains in an uptrend and our upside targets for the week are at 53.49.

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