

Thursday, 06 December 2018

DOMESTIC MARKET ACTIVITY AS ON 05-12-2018

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	1890833	+0.99	14332.23	-0.87	2025650	-0.97
EURINR	73207	-0.74	517.33	-12.28	64341	-11.90
GBPINR	29967	-5.25	910.27	-10.66	101015	-10.26
JPYINR	31221	+9.46	201.94	+12.39	32176	+12.39

CURRENCY UPDATES

- DOLLAR INDEX-** The dollar was little changed against a currency basket on Wednesday as resurgent fears over the U.S.-China trade war sapped demand for riskier assets, while the pound remained on the back foot as a parliamentary debate on the government's Brexit plan continued. Wall Street slumped on Tuesday after a series of tweets by U.S. President Donald Trump dented investor confidence that a full resolution to the U.S.-China trade conflict will be reached during a 90-day trade truce. Trump threatened to impose higher tariffs on China soon unless they make concessions, exacerbating fears over the outlook for global growth. Worries about U.S. bond markets signaling an impending recession also weighed on market sentiment. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was at 96.93 by 04:10 AM GMT (09:10 AM GMT). Trading volumes were expected to remain low, with U.S markets closed for a national day of mourning for President George H. W. Bush.
- EUR/USD/JPY -** The dollar was slightly higher against the yen, with USD/JPY rising 0.2% to 112.99. The euro was almost unchanged against the dollar, with EUR/USD changing hands at 1.1338. The pound was a touch higher against the U.S. currency, with GBP/USD up 0.13% to 1.2732. Sterling fell to its lowest level since June 2017 on Tuesday after a series of defeats in Parliament for Prime Minister Theresa May over her Brexit plan. The pound likely to remain under pressure ahead of the key parliamentary vote on the Brexit deal on December 11, amid doubts over whether the vote will pass.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	70.64	-0.07	70.32	70.48	70.70	70.86	71.09
EUR-INR	80.39	-0.54	79.22	79.81	80.18	80.77	81.14
GBP-INR	90.38	-0.36	89.40	89.89	90.21	90.70	91.01
JPY-INR	62.71	-0.22	62.38	62.55	62.75	62.91	63.12

CURRENCY IN FOCUS

USD-INR (Dec.)



Technical Strategy: USD-INR Dec. Sell AT 70.70 with SL above 70.90 TP-70.40/70.20.

Major Economic Data and Events Schedule For 06-12-2018

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
All Day	All	OPEC Meetings	-	-	High

Impact - High Medium Low

Note: Economic data expectations are based on median forecast by economists or Reuters and Bloomberg survey. Here positive impact indicates currency could appreciate and negative indicates currency could depreciate in comparison with US Dollar.

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