

Tuesday, 11 December 2018

DOMESTIC MARKET ACTIVITY AS ON 10-12-2018

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	1968825	+0.68	15062.48	+33.54	2106991	+32.26
EURINR	74135	-2.36	552.19	+25.30	67490	+23.55
GBPINR	34109	+9.78	810.62	+48.87	88996	+47.84
JPYINR	32689	+3.86	214.32	+52.05	33668	+50.20

CURRENCY UPDATES

- DOLLAR INDEX-** The U.S. dollar, which is widely considered a safe-haven asset, fell on Monday in Asia even after tension with China escalated amid continuing concerns surrounding Chinese technology giant Huawei Technology. The U.S. dollar index that tracks the greenback against a basket of other currencies was down 0.7% at 95.845 by 1:45 AM ET (06:45 GMT). Tension with China remained in focus after reports over the weekend said Chinese Vice Foreign Minister Le Yucheng separately summoned both the U.S. and Canadian ambassadors and lodged a "strong protest" urging Huawei Technology's CFO Meng Wanzhou's release. Meng was arrested in Vancouver last week and faces extradition to the U.S., where she could be jailed for up to 30 years if found guilty. Meanwhile, U.S. non-farm payrolls increased by 155,000 jobs last month, below economists' median forecast of 200,000 jobs, data showed. Wage increase was weaker than expected even though its annual rise remained near the highest level in almost a decade. Fed Chairman Jerome Powell said last week that U.S. interest rates were nearing neutral levels, which markets interpreted as signalling a slowdown in rate rises.
- USD/JPY -** the USD/JPY pair fell 0.2% at 112.45 after data showed Japan's third-quarter GDP was down at an annualised rate of 2.5%, compared with an initial estimate of a 1.2% contraction and against economists' median forecast for a 1.9% decline. In Europe, Tuesday will see the UK parliamentary vote on Prime Minister Theresa May's current Brexit proposal. The GBP/USD pair was little changed at 1.2748 as UK markets remained cautious ahead of the vote.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	71.48	+0.81	71.07	71.27	71.43	71.63	71.78
EUR-INR	81.75	+1.19	80.47	81.11	81.54	82.18	82.60
GBP-INR	90.90	+0.36	90.29	90.59	90.95	91.25	91.60
JPY-INR	63.60	+0.00	63.25	63.43	63.63	63.80	64.01

CURRENCY IN FOCUS

USD-INR (Dec.)



Technical Strategy: USD-INR Dec. Buy above 71.50 with SL below 71.30 TP-71.80/72.00.

Major Economic Data and Events Schedule For 11-12-2018

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
3:00pm	GBP	Average Earnings Index 3m/y	3.0%	3.0%	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.

Contact

SMS: 'Arihant' to 56677

Websitewww.arihantcapital.com**Email Id**research@arihantcapital.com

Arihantis Forbes Asia's '200 Best under a \$Billion' Company
'Best Emerging Commodities Broker' awarded by UTV Bloomberg

Disclaimer: This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

Arihant Capital Markets Ltd

Commodity/Currency Research Desk: 6, Lad Colony, Y.N. Road Indore-3

T: 0731-4217191. Fax: 0731-4217103

Corporate Office: 1011, Solitaire Corporate Park, Building No.10, 1st Floor,

Andheri-Ghatkopar Link Road, Chakala, Andheri (East), Mumbai-400093

D. +91.22.42254800 and 67114800

www.arihantcapital.com