

Tuesday, 14 November 2018

DOMESTIC MARKET ACTIVITY AS ON 13-11-2018

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	2409222	+3.08	15596.54	-6.81	2143842	-6.38
EURINR	80571	-1.50	666.14	+11.34	81288	+12.22
GBPINR	38331	-7.05	818.54	-8.96	87219	-8.62
JPYINR	33614	+5.62	200.73	+2.67	31417	+3.16

CURRENCY UPDATES

- DOLLAR INDEX-** The dollar was trading near the highest levels of the year on Tuesday, amid expectations for higher U.S. interest rates, while the pound rebounded from one-and-a-half week lows despite ongoing Brexit uncertainty. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was at 97.41 by 04:05 AM ET (09:05 AM GMT), within striking distance of Monday's 16-month highs of 97.53. Demand for the dollar was underpinned after the Fed indicated last week that rates are likely to rise in December and again in early 2019, with the U.S. economy looking strong on almost every front.
- GBP/USD/JPY-** The dollar was trading close to five-week highs against the yen, with USD/JPY up 0.23% to 114.10. Market sentiment was boosted by hopes that trade tensions between the U.S. and China would ease following reports that China's top trade negotiator was preparing to visit the U.S. ahead of a meeting between the two countries' leaders later this month. The pound regained ground, with GBP/USD rising 0.33% to 1.2891, but gains were held in check amid fears that Britain could crash out of the European Union without a Brexit deal. The pound hit a low of 1.2826 against the dollar on Monday, the weakest level since Nov. 1. The euro edged higher, with EUR/USD inching up 0.1% to 1.1230. The single currency struggled to make headway with investors focused on the ongoing row between Brussels and Rome over Italy's budget. The European Commission rejected Italy's 2019 budget last month, because it was in breach of European fiscal rules and Italy's government has until later Tuesday to submit a revised budget plan.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	72.78	-0.35	72.43	72.60	72.78	72.95	73.13
EUR-INR	81.98	-0.43	81.54	81.76	81.97	82.18	82.39
GBP-INR	94.09	0.01	93.38	93.74	93.93	94.29	94.48
JPY-INR	63.90	-0.45	63.51	63.71	63.92	64.11	64.32

CURRENCY IN FOCUS

USD-INR (Nov.)



Technical Strategy: USD-INR Nov. Sell below 72.55 with SL above 72.75 TP-72.30/72.10.

Major Economic Data and Events Schedule For 14-11-2018

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
3:00pm	GBP	CPI y/y	2.5%	2.4%	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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