

Tuesday, 18 December 2018

DOMESTIC MARKET ACTIVITY AS ON 17-12-2018

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	2173165	-1.09	10974.34	-9.79	1528447	-9.57
EURINR	83265	+1.90	343.41	-17.08	42197	-16.84
GBPINR	35091	+4.63	493.75	-32.66	54562	-32.47
JPYINR	32102	+1.40	97.1	+5.27	15318	+5.47

CURRENCY UPDATES

- DOLLAR INDEX-** The U.S. dollar was holding steady below 19-month highs against a currency basket on Monday as concerns over the outlook for global growth kept sentiment subdued ahead of this week's Federal Reserve policy meeting. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was little changed at 96.86 by 03:41 AM ET (08:41 AM GMT), below the 19-month high of 97.70 it hit on Friday. The dollar strengthened broadly on Friday after robust economic data indicated that the U.S. economy appeared to be in better shape than others. Weaker-than-expected economic data from China and Europe and fears of a possible U.S. government shutdown have also underpinned safe haven demand for the greenback. Investors were looking ahead to the upcoming Fed meeting, with the U.S. central bank widely expected to hike rates for the fourth time this year when it delivers its latest policy decision at the conclusion on its two-day meeting on Wednesday. The Fed has hiked rates eight times since December 2015 in a bid to restore policy to more normal settings after having slashed borrowing costs to near zero to combat the financial crisis a decade ago.
- EUR/USD/GBP -** The euro was little changed, with EUR/USD changing hands at 1.1312 after ending last week down 0.6%. Sterling was steady, with GBP/USD at 1.2585, holding above last Wednesday's 20-month lows of 1.2476 as uncertainty over Brexit continued to weigh. British Prime Minister Theresa May was expected to state her opposition to a second Brexit referendum later Monday, telling parliament such a vote would "break faith" with British people and do "irreparable damage" to politics, according to extracts of her speech released in advance.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	71.62	-0.55	71.33	71.48	71.73	71.87	72.12
EUR-INR	81.31	-0.21	80.99	81.15	81.40	81.56	81.81
GBP-INR	90.47	-0.21	90.20	90.33	90.49	90.63	90.79
JPY-INR	63.34	-0.32	63.12	63.23	63.38	63.49	63.65

CURRENCY IN FOCUS

USD-INR (Dec.)



Technical Strategy: USD-INR Dec. Sell below 71.60 with SL above 71.80 TP-71.30/71.10.

Major Economic Data and Events Schedule For 18-12-2018

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
-	-	No major release	-	-	-

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

Website

www.arihantcapital.com

Email Id

research@arihantcapital.com

Arihant's 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