

Thursday, 29 November 2018

DOMESTIC MARKET ACTIVITY AS ON 28-11-2018

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	NA	NA	NA	NA	NA	NA
EURINR	-	-	-	-	-	-
GBPINR	-	-	-	-	-	-
JPYINR	-	-	-	-	-	-

CURRENCY UPDATES

- DOLLAR INDEX-** The dollar was trading at two-week highs against a currency basket on Wednesday as markets awaited fresh signals from the Federal Reserve on interest rates and developments in the U.S.-China trade war remained in focus. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, edged up 0.1% to 97.35 by 04:25 AM GMT (09:25 AM GMT), the most since Nov. 13. Investors were looking ahead to a speech by Fed Chairman Jerome Powell later in the day and the minutes of the U.S. central bank's November meeting, due to be released on Thursday. Markets are hoping for fresh indications on the future path of interest rate increases. The Fed is widely expected to raise rates for a fourth time this year at its upcoming meeting in December and has indicated that it may raise rates three more time in 2019. But dovish sounding comments by some policymakers in recent weeks have raised the prospect that the Fed may slow the pace of future rate hikes amid concerns over the outlook for the global economy and ongoing global trade tensions.
- GBP/USD -** The GBP/USD pair caught some aggressive bids in the last hour, with bulls now aiming for a move further beyond the 1.2800 handle. Having shown resilience near the 1.2725 region - monthly lows support, the pair staged a solid rebound and has now recovered a major part of the previous session's downfall to near two-week lows. The latest leg of a sudden upsurge over the past hour or so lacked any obvious catalyst and could be solely attributed to some short-covering move amid absent negative Brexit headlines. Moreover, traders also seemed inclined to lighten their bets ahead of today's release of Bank of England's (BoE) financial stability report (FSR) and stress tests result at 1630 GMT. The central bank will also publish its analysis on the EU withdrawal agreement and the release will be followed by BoE Governor Mark Carney's press conference at 1645 GMT.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	70.84	0.06	70.62	70.73	70.91	71.03	71.21
EUR-INR	80.18	-0.46	79.90	80.04	80.25	80.39	80.60
GBP-INR	90.74	0.09	90.21	90.47	90.64	90.91	91.08
JPY-INR	62.44	-0.34	62.15	62.30	62.45	62.60	62.75

CURRENCY IN FOCUS

USD-INR (Dec.)



Technical Strategy: USD-INR Dec. Sell AT 70.90 with SL above 71.10 TP-70.60/70.40.

Major Economic Data and Events Schedule For 29-11-2018

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
1:30pm	EUR	ECB President Draghi Speaks	-	-	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

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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