

Thursday, 30 August 2018

**DOMESTIC MARKET ACTIVITY AS ON 29-08-2018**

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	4955633	+29.00	37976.50	+89.98	5373912	+88.93
EURINR	181031	+7.62	1587.99	+17.60	192306.00	+17.03
GBPINR	74753	+7.15	1231.37	+17.73	135437	+17.24
JPYINR	75846	+12.93	558.04	+25.45	87863	+24.86

**CURRENCY UPDATES**

- DOLLAR INDEX**-The dollar pushed higher against a currency basket on Wednesday after hitting a one-month low overnight, but gains were held in check amid uncertainty over the U.S. trade situation. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was up 0.13% to 94.75 by 03:10 AM ET (07:10 GMT), pulling away from an overnight low of 94.34, which was the weakest level since August 1. Market sentiment has been boosted by the more positive outlook on trade after the U.S. reached an agreement with Mexico on a trade deal aimed at overhauling the North American Free Trade Agreement. There are hopes that Canada, the other NAFTA trade partner, will join the new deal in the coming days. But the new trade deal did little to indicate how a trade spat between the U.S. and China may develop after talks last week ended with little progress and both countries slapped fresh reciprocal tariffs on imports. The dollar found support after a report on Tuesday showed that U.S. consumer confidence unexpectedly rose in August, reaching its highest level since October 2000. Investors were looking ahead to revised figures on U.S. second quarter growth later in the day, which were expected to confirm that the economic expansion remained strong.
- USD/JPY/EUR**- The dollar was little changed against the yen, with USD/JPY trading at 111.25. The euro retreated from one-month highs against the dollar, with EUR/USD sliding 0.23% to 1.1667. The single currency edged lower against the pound, with EUR/GBP at 0.9080 after rising to an almost one-year high of 0.9097 on Tuesday amid fears over the prospect of a no-deal Brexit. British Prime Minister Theresa May claimed Tuesday that a no-deal Brexit "wouldn't be the end of the world" as she sought to downplay a warning from Chancellor Philip Hammond last week about the damage it could do to the British economy. Sterling was a touch lower against the firmer dollar, with GBP/USD slipping 0.11% to

**TECHNICAL LEVELS**

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	70.83	0.64	70.33	70.58	70.74	70.99	71.14
EUR-INR	82.69	0.31	82.39	82.54	82.68	82.83	82.98
GBP-INR	91.38	0.63	90.48	90.93	91.20	91.65	91.93
JPY-INR	63.75	0.53	63.26	63.50	63.65	63.89	64.03

CURRENCY IN FOCUS

JPY-INR (Sep.)



**Technical Strategy: Buy JPY-INR Aug AT 63.75 with SL below 63.55 TP- 64.00/64.20.**

Major Economic Data and Events Schedule For 30-08-2018

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](http://www.arihantcapital.com)**Email Id**[research@arihantcapital.com](mailto: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](http://www.arihantcapital.com)