

Tuesday, 30 October 2018

DOMESTIC MARKET ACTIVITY AS ON 29-10-2018

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 edged higher against a basket of the other major currencies on Monday, holding close to Friday's 10-week highs as investors around the globe remained cautious, while the euro slipped following weekend elections in Germany. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, edged up 0.14% to 96.26 by 04:37 AM ET (08:37 AM GMT), not far from the 10 –week high of 96.62 set on Friday. Demand for the dollar continued to be underpinned after data on Friday showing that the U.S. economy slowed less than expected in the third quarter. Market sentiment remained fragile amid concerns over a slew of economic and geopolitical issues. Fears over the health of the global economy, rising U.S. interest rates, global trade wars, Italy's budget row and Brexit, along with some disappointing corporate results have contributed to an atmosphere of mounting risk aversion, but despite the falls in stock markets moves in foreign exchange markets remained modest.
- EUR/USD-** The better tone in the risk-associated complex is helping the Sterling to gather further ground and pushes GBP/USD to daily highs in the mid-1.2800s. In addition, Cable is deriving extra support from the up move in GBP/JPY following the increasing selling bias in the Japanese Yen. The absence of fresh headlines around Brexit appears to have been also sustaining the demand for the British Pound so far while market participants are expected to shift their attention to the upcoming Autumn Budget. All eyes will then be on Chancellor P. Hammond later today, when he is expected to present the Autumn Budget against the ongoing uncertainty surrounding the Brexit negotiations. Among the salient points at today's Budget are the 'end of austerity' advocated by PM T. May at the recent Conservative Party conference, fuel duty, pension tax relief and income tax U-turn. In addition, and on the USD-side, the release of the PCE and Personal Income/Spending will be in the limelight later in the NA session.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	73.70	-0.02	73.44	73.57	73.67	73.80	73.91
EUR-INR	84.29	0.56	83.60	83.95	84.14	84.49	84.68
GBP-INR	94.81	-0.02	94.17	94.49	94.68	95.00	95.19
JPY-INR	65.77	-0.22	65.53	65.65	65.81	65.93	66.09

CURRENCY IN FOCUS

JPY-INR (Nov.)



Technical Strategy: JPY-INR Nov. Sell below 65.65 with SL above 65.85 TP-65.40/65.20.

Major Economic Data and Events Schedule For 30-10-2018

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.

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