

Wednesday, 31 October 2018

**DOMESTIC MARKET ACTIVITY AS ON 30-10-2018**

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 rose to near 10-week highs against a currency basket on Tuesday as heightened trade tensions exacerbated fears of a slowdown in global economic growth, bolstering safe haven demand. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was up 0.13% to 96.47 by 04:49 AM ET (08:49 AM GMT), within striking distance of the 10-week high of 96.62 set on Friday. Demand for the dollar continued to be underpinned after Bloomberg reported that the Trump administration is preparing to announce tariffs on all Chinese imports by early December if talks next month fail to ease the trade conflict between Washington and Beijing. U.S. President Donald Trump and Chinese President Xi Jinping are due to meet in Argentina during the G20 Summit late next month. The escalation in trade tensions comes against a background concerns over a weakening earnings outlook for technology companies and the pace of U.S. interest rate increases.
- EUR/USD-** The pair remains well on the defensive and is navigating the lower bound of the recent range, slowly approaching last week's 2-month low at 1.1332. Uncertainty around Italian and German politics has joined the poor prints from Italian and EMU GDP figures published earlier today, both coming in below expectations for the July-September period. In addition, German jobless rate stayed put at 5.1% in October although the Unemployment Change dropped by 11K, less than forecasted. Moving forward, the shared currency should remain under pressure in light of the release of flash German CPI figures for the current month and US Consumer Confidence by the Conference Board.

**TECHNICAL LEVELS**

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	73.93	0.31	73.64	73.78	73.87	74.02	74.11
EUR-INR	84.11	-0.21	83.90	84.00	84.13	84.23	84.36
GBP-INR	94.33	-0.50	93.96	94.15	94.43	94.62	94.91
JPY-INR	65.65	-0.17	65.40	65.52	65.59	65.72	65.79

**CURRENCY IN FOCUS**

**USD-INR (Nov.)**



**Technical Strategy: USD-INR Nov. Buy above 73.95 with SL below 73.80 TP-74.15/74.30.**

**Major Economic Data and Events Schedule For 31-10-2018**

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
Tentative	JPY	Monetary Policy Statement	-	-	High
-	-	BOJ Outlook Report	-	-	-
-	-	BOJ Press Conference	-	-	-

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)