

KEY HEADLINES:

- A downturn in British construction deepened last month, according to a survey on Wednesday that showed the commercial and civil engineering sectors contracting at the fastest in around 10 years ahead of Brexit. The IHS Markit/CIPS UK Construction Purchasing Managers' Index fell to 43.3 from 45.0 in August, below all forecasts in a Reuters poll of 17 economists that had pointed to an unchanged reading. Far below the 50 dividing line for growth, September's reading was the second-worst since the financial crisis. Construction firms cut jobs at the fastest rate since December 2010, data company IHS Markit said.
- The dollar nursed losses on Thursday, hitting near one-week lows against the euro and yen, amid signs of a slowdown in U.S. economic growth and a deepening of global trade tensions. The greenback fell overnight after data showed hiring by U.S. private employers had slowed in September, the latest indicator that the Sino-U.S. trade dispute is hurting the world's largest economy. weaker-than-expected numbers follow a separate release on Tuesday that showed a sharp decline in factory activity that sent stock markets and bond yields tumbling.
- Hiring by U.S. private employers slowed further in September, suggesting that trade tensions, which have pressured manufacturing, could be spilling over to the labor market. The ADP National Employment Report on Wednesday also showed private payrolls growth in August was not as strong as previously estimated, and said "businesses have turned more cautious in their hiring," with small enterprises becoming "especially hesitant." It came on the heels of a survey on Tuesday showing manufacturing activity tumbled to a more than 10-year low in September. The reports added to cooling consumer spending in suggesting that the economy was losing momentum, though a recession is probably not on the horizon.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
Markit Composite PMI (Sep)	EUR	50.4	51.9	MEDIUM
Services PMI (Sep)	EUR	52.0	53.5	MEDIUM
Composite PMI (Sep)	GBP		50.2	HIGH
Services PMI (Sep)	GBP	50.3	50.6	HIGH
Initial Jobless Claims	USD	215K	213K	MEDIUM
Markit Composite PMI (Sep)	USD	51.0	50.7	MEDIUM
Services PMI (Sep)	USD	50.9	50.7	MEDIUM
ISM Non-Manufacturing PMI (Sep)	USD	55.0	56.4	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	71.29	71.15	71.05	71.45	71.55	Sideways
EURINR FUTURE	77.94	77.75	77.60	78.20	78.40	BULLISH
GBPINR FUTURE	87.81	87.55	87.35	88.05	88.25	BULLISH
JPYINR FUTURE	65.99	65.80	65.65	66.15	66.30	Sideways

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

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