

KEY HEADLINES:

- India wants to comply with global sanctions, including U.S. sanctions on Venezuela and Russia, but also needs to maintain its own strength and strategic interests, Finance Minister Nirmala Sitharaman said in an interview on Tuesday. The United States in January imposed the toughest sanctions yet on Venezuela's oil industry. The move has scared away some global customers, but with few alternative suppliers of heavy oil, Indian refiner Reliance Industries Ltd has been buying Venezuelan crude from Russian major Rosneft. The company is set to resume direct oil loadings in the South American nation after a four-month pause.
- The pound pulled back from its highest level in almost five months versus the dollar on Wednesday, erasing some of the rally sparked by signs Britain is closing in on a deal to leave the European Union. Sterling also pulled back from its highest in five months against the euro as investors took profit and prepared for a make-or-break summit between Britain and the EU on Thursday and Friday. In Asia, investor focus is back on U.S.-China ties with the yuan falling after Beijing rebuked a new U.S. legislation that takes a hard line against the crackdown on pro-democracy protests in Hong Kong. global currency markets, traders are still awaiting the outcome of last-ditch talks that dragged on late into Tuesday night to see whether Britain and the EU can draft an agreement on Brexit before the summit.
- The Bank of Japan (BOJ) needs to be careful when deciding whether to deepen negative rates, the head of Mizuho Bank said, adding the contentious issue of charging account maintenance fees should be seen as separate from monetary policy. Like its rivals, the main unit of Mizuho Financial Group, Japan's third-largest lender by assets, has struggled with years of near-zero rates, a dwindling population and a dearth of corporate fund demand. "I want the BOJ to be wary when deciding whether it will deepen negative interest rates," Koji Fujiwara, Mizuho Bank's president, told Reuters in an interview last week that was embargoed for release on Wednesday.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
CPI (YoY) (Sep)	GBP	1.8%	1.7%	HIGH
CPI (YoY) (Sep)	EUR	0.9%	1.0%	HIGH
Core Retail Sales (MoM) (Sep)	USD	0.2%	0.0%	HIGH
Retail Sales (MoM) (Sep)	USD	0.3%	0.4%	HIGH
Crude Oil Inventories	USD	1.413M	2.927M	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	71.63	71.40	71.17	71.76	71.89	BULLISH
EURINR FUTURE	78.92	78.70	78.50	79.10	79.30	BULLISH
GBPINR FUTURE	90.60	90.30	90.00	90.90	91.20	BULLISH
JPYINR FUTURE	66.20	66.00	65.85	66.40	66.55	BULLISH

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