

## KEY HEADLINES:

- Oil exporter currencies held firm while the dollar found broad support as recent attacks on Saudi oil facilities and the threat of military action in the region kept crude prices kept prices elevated. "Aside from big moves in oil prices, currencies and bonds are relatively calm, as investors are still trying to gauge the extent of political risks," said Kyosuke Suzuki, director of forex at Societe Generale. Attacks on crude facilities in Saudi Arabia on the weekend boosted oil prices by nearly 15% on Monday, with international benchmark Brent logging its biggest jump in over 30 years. On Tuesday, prices pulled back slightly but remained at lofty levels.
- U.S. President Donald Trump said on Monday that the United States has reached initial trade agreements with Japan on tariff barriers and digital trade that will not require congressional approval. In a letter to the U.S. Congress released by the White House, Trump said that he intends to enter into the agreements "in the coming weeks" and was notifying lawmakers that the tariff deal would be made under a trade law provision allowing the U.S. president to make reciprocal tariff reductions by proclamation. "In addition, I also will be entering into an Executive Agreement with Japan regarding digital trade," Trump said in the letter.
- New Zealand's gross domestic product is expected to have slowed 0.4% quarter-on-quarter in the three months to June, a Reuters poll showed, reinforcing the case for further stimulus from the central bank despite a sharp interest rate cut in August. The median forecast from 12 economists polled by Reuters put annual growth at 2.0% in the June quarter, its lowest since 2013, and well below 2.5% posted in the March quarter. The data comes on the back of a series of negative news headlines in New Zealand, with business confidence and consumer confidence at record lows, with the Pacific country expressing concern over the impact of the international trade tensions, a slowing Chinese economy and Brexit.

## Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German ZEW Current Conditions (Sep)	EUR	-15.0	-13.5	MEDIUM
German ZEW Economic Sentiment (Sep)	EUR	-38.0	-44.1	HIGH
Industrial Production (YoY) (Aug)	USD		0.48%	MEDIUM
Industrial Production (MoM) (Aug)	USD	0.2%	-0.2%	MEDIUM

### **Support Resistance Levels – Currency Future:**

Currency	LTP	S1	S2	R1	R2	Trend
<b>USDINR FUTURE</b>	<b>71.69</b>	<b>71.45</b>	<b>71.30</b>	<b>71.85</b>	<b>72.00</b>	<b>BULLISH</b>
<b>EURINR FUTURE</b>	<b>79.22</b>	<b>78.90</b>	<b>78.70</b>	<b>79.50</b>	<b>79.70</b>	<b>BULLISH</b>
<b>GBPINR FUTURE</b>	<b>89.19</b>	<b>88.90</b>	<b>88.70</b>	<b>89.50</b>	<b>89.70</b>	<b>BULLISH</b>
<b>JPYINR FUTURE</b>	<b>66.57</b>	<b>66.30</b>	<b>66.15</b>	<b>66.80</b>	<b>66.95</b>	<b>BULLISH</b>

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