

KEY HEADLINES:

- The dollar held near a three-week high on Tuesday, as expectations global economies would unleash fresh stimulus and an improvement in appetite for riskier assets lifted yields on U.S. government bonds. Yields on benchmark U.S. Treasuries pulled away from three-year lows as investors tip-toed back into riskier assets, lured by hopes for stimulus in major economies such as Germany and China, which eased more recent global recession fears.
- British working-age households are growing more cautious about making major purchases amid concerns about Brexit and a possible recession, a monthly consumer survey showed on Monday. The IHS Markit Household Finance Index dropped to a three-month low of 43.7 in August from 44.3 in July, and households' appetite to make major purchases fell at the second-fastest rate since September 2017. "The Brexit haze, uncertainty over the political environment and the increased possibility of the UK entering recession appear to have dented expectations," IHS Markit economist Joe Hayes said.
- The safe-haven yen and Swiss franc retreated against the dollar on Monday, as risk sentiment improved after a week of turmoil on hopes major central banks would launch fresh stimulus measures to lift their sluggish economies. The Japanese currency fell for a third straight session versus the greenback, while the Swiss unit slid to a two-week low against the dollar. Optimism about government action to calm U.S. recession concerns, triggered by last week's inversion of the bond yield curve, grew ahead of the Federal Reserve's symposium later in the week in Jackson Hole, Wyoming, where analysts said central bankers could announce new measures.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German PPI (MoM) (Jul)	EUR	0.0%	-0.4%	MEDIUM
CBI Industrial Trends Orders (Aug)	GBP	-25	-34	MEDIUM

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	71.49	71.30	71.15	71.70	71.85	BULLSIH
EURINR FUTURE	79.44	79.20	78.90	79.70	80.00	BULLISH
GBPINR FUTURE	86.61	86.30	86.00	86.80	87.10	Sideways
JPYINR FUTURE	67.08	66.90	66.75	67.30	67.45	Sideways

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

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