

## KEY HEADLINES:

- The downturn in British manufacturing eased off a little in August, although the slowdown in the global economy and the Brexit crisis mean a recovery still looks a way off, a survey showed on Tuesday. The Confederation of British Industry's (CBI) monthly order book balance rose to -13 from -34 in July. A Reuter's poll of economists had pointed to a weaker reading of -23 in August. Domestic and export orders were below normal and the CBI's gauge of expected selling prices fell to its lowest level since February 2016.
- The euro hovered around a two-week low versus the dollar as the U.S. currency held strong on Tuesday, boosted by slightly higher Treasury yields, while political uncertainties in Italy also kept the common currency subdued. Yields on U.S. benchmark 10-year government bonds pulled away from three-year lows, helped in part by the prospect of Germany ditching its balanced budget rule to boost spending and on more economic support measures by China.
- Total British grocery sales were flat in the latest 12 week period and all of the country's big four supermarket groups lost market share to the discounters, industry data showed on Tuesday. Market researcher Kantar said the subdued performance reflected tough comparisons with 2018's strong summer. Total sales had fallen 0.5% in Kantar's July data set - the first decline since June 2016. Kantar said that of the big four grocers Sainsbury's was the best performer with a sales decline of 0.6% over the 12 weeks. Market leader Tesco's sales fell 1.6%, while Asda's and Morrisons sales were down 1.5% and 2.7% respectively. Aldi and Lidl's sales were up 6.2% and 7.7% respectively.

## Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
Existing Home Sales (Jul)	USD	5.39M	5.27M	HIGH
Crude Oil Inventories	USD	-1.885M	1.580M	HIGH

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

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	71.75	71.55	71.40	71.95	72.10	BULLSIH
EURINR FUTURE	79.55	79.30	79.10	79.80	80.00	BULLISH
GBPINR FUTURE	86.60	86.30	86.00	86.80	87.10	Sideways
JPYINR FUTURE	67.48	67.30	67.15	67.70	67.85	BULLISH

### **RESEARCH BONANZA FOREIGN CURRENCY SEGMENT**

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