

## KEY HEADLINES:

- British employers plan to scale back their pay rises for staff next year, an industry survey showed on Thursday, suggesting overall earnings growth is likely to slow from its current 11-year high. Human resources data company XpertHR said the 123 private-sector employers it surveyed expect to offer a median 2.1% annual pay settlement between now and the end of August 2020, compared with an average 2.5% over the past 12 months. "While the strong labour market continues to put pressure on employers to raise wages, other costs and an uncertain outlook could well mean lower pay rises for employees," XpertHR analyst Sheila Attwood said.
- The British pound stabilised on Thursday as the Brexit project entered a fresh holding pattern, while the dollar held firm as traders took a breather from Sino-U.S. trade headlines. Currency markets are also sticking to tight ranges ahead of key central bank meetings this week and next with the euro zone, Japan and United States due to review policy. Sterling held at \$1.2911 after Britain's parliament backed a withdrawal deal, but rejected the government's tight timetable, while European Union members delayed deciding whether to grant a three-month extension to the Oct. 31 leaving date. The pound has soared 6% in two weeks of volatile trade since British Prime Minister Boris Johnson flagged and then clinched a deal with the EU on the terms of Britain's exit from the bloc.
- French industry morale fell unexpectedly in October to its lowest level since early 2015 as France and its European partners became the latest target of U.S. trade actions, a monthly survey showed on Wednesday. Until now France's industrial sector had resisted a slowdown that has hit German industry particularly hard as it is far more dependent on exports. However, France found itself this month dragged into the middle of global trade frictions as Washington prepared to hit a range of European Union goods with tariffs after winning WTO clearance in a long-running dispute over Airbus subsidies.

## Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German Manufacturing PMI (Oct)	EUR	42.0	41.7	HIGH
Deposit Facility Rate (Oct)	EUR	-0.50%	-0.50%	HIGH
ECB Marginal Lending Facility	EUR		0.25%	HIGH
ECB Interest Rate Decision (Oct)	EUR	0.00%	0.00%	HIGH
Core Durable Goods Orders (MoM) (Sep)	USD	-0.2%	0.5%	HIGH
New Home Sales (Sep)	USD	710K	713K	HIGH

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

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	70.94	70.84	70.75	71.04	71.13	Sideways
EURINR FUTURE	78.87	78.75	78.63	78.97	79.10	Sideways
GBPINR FUTURE	91.23	91.04	90.86	91.43	91.63	Sideways
JPYINR FUTURE	65.44	65.30	65.20	65.55	65.70	Sideways

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

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