

KEY HEADLINES:

- U.S. consumer confidence fell by the most in nine months in September, far more than expected, as Americans' economic outlooks darkened in the face of the U.S.-China trade war, according to a private sector report released on Tuesday. The Conference Board, an industry group, said its index of consumer attitudes fell to 125.1, from a downwardly revised 134.2 the month before. The 49 economists polled by Reuters had expected a reading of 133.5. September's reading marked the largest shortfall relative to Wall Street's expectations since 2010. "The escalation in trade and tariff tensions in late August appears to have rattled consumers," Lynn Franco, Senior Director of Economic Indicators at The Conference Board, said in a statement. The reading for the month prior was revised down to 134.2 from 135.1.
- The dollar steadied in Asian trade on Wednesday but remained on the defensive after the launch of a formal impeachment inquiry against President Donald Trump, while the political uncertainty added to worries about economies strained by the Sino-U.S. trade row. Following reports Trump sought foreign help to smear Democratic presidential front-runner Joe Biden, House Speaker Nancy Pelosi announced the House would initiate a formal inquiry, saying Trump appeared to have undermined national security and violated the U.S. Constitution. Dollar bounced slightly in Asia after falling in U.S. trade overnight following Pelosi's move, which was announced late on Tuesday.
- Escalating trade tensions between the United States and China have darkened the outlook for developing Asia, with the region expected to grow slower than previously predicted this year and next, the Asian Development Bank said on Wednesday. Developing Asia, a group of 45 countries across Asia and the Pacific, will likely grow 5.4% this year and 5.5% next year, down from the 5.7% and 5.6% growth forecast in July, the ADB said in an update to its Asian Development Outlook report. Growth in the region was 5.9% in 2018.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
Gfk German Consumer Climate (Oct)	EUR	9.7	9.7	MEDIUM
Gross Mortgage Approvals	GBP	43.2K	43.3K	MEDIUM
France Jobseekers Total	EUR		3393.4K	MEDIUM
New Home Sales (Aug)	USD	660K	635K	HIGH
Crude Oil Inventories	USD	-0.249M	1.058M	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	71.05	70.85	70.70	71.25	71.40	BULLISH
EURINR FUTURE	78.14	77.85	77.65	78.45	78.65	BULLISH
GBPINR FUTURE	88.50	88.20	88.00	88.80	89.00	BULLISH
JPYINR FUTURE	66.00	65.80	65.65	66.20	66.35	BULLISH

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

Disclaimer:

This report, which contains information based on research carried by or on behalf of Bonanza Portfolio Limited, is neither advice nor any offer to sell or a solicitation to buy any securities, it contains information for the intended recipient only and no other person. Further the intended recipient is also advised to exercise restraint in placing any dependence on this report, as the sender, Bonanza Portfolio Limited, neither claims nor guarantees the accuracy of any information neither contained herein nor assumes any responsibility in relation to losses arising from the errors of fact, opinions contained herein or the dependence placed on the same. The information herein may change any time due to the volatile market conditions, and may not be accurate, complete or exhaustive, the recipient therefore is advised to use his own discretion and judgment, while entering into any transactions, whatsoever. Further, Bonanza, its directors employees and associates may or may not have trading or investment positions in the securities mentioned herein.