

## KEY HEADLINES:

- Most emerging Asian currencies slipped on Monday, tracking the broader sell-off in equity markets, as investors scurried away from risky assets amid intensifying Sino-U.S. trade tensions. U.S. President Donald Trump on Friday heaped an additional 5% duty on some \$550 billion in targeted Chinese goods, just hours after China unveiled tariffs on \$75 billion worth of U.S. goods. news shook global markets, leading to sharp sell-offs across Asian equities and a slump in crude prices, following Wall Street's nose-dive on Friday.
- German business sentiment deteriorated more than expected in August to hit its lowest in nearly seven years, a survey showed on Monday, in a further sign that escalating trade disputes are pushing Europe's largest economy toward a recession. The country's manufacturers - whose exports have been a bedrock of German economic strength - are now struggling with weaker foreign demand, tariff disputes sparked by U.S. President Donald Trump's 'America First' policies and business uncertainty linked to Britain's decision to leave the European Union
- China's yuan fell to an 11-year low in the onshore market and a record low offshore on Monday after the latest escalation in the U.S.-China trade war rattled investor confidence. President Donald Trump announced an additional 5% duty on \$550 billion in targeted Chinese goods on Friday, hours after Beijing unveiled retaliatory tariffs on \$75 billion worth of U.S. products, sending stocks into a tailspin and investors rushing for the safety of bond markets. the G7 meeting in France over the weekend, Trump caused some confusion by indicating he may have had second thoughts on the tariffs.

## Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German GDP (QoQ) (Q2)	EUR	-0.1%	1.0%	HIGH
German GDP (YoY) (Q2)	EUR		0.0%	MEDIUM
Gross Mortgage Approvals	GBP		42.7K	MEDIUM
France Jobseekers Total	EUR		3382.6K	MEDIUM
S&P/CS HPI Composite – 20 n.s.a. (YoY) (Jun)	USD	2.4%	2.4%	MEDIUM
CB Consumer Confidence (Aug)	USD	129.5	135.7	HIGH

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

<b>Currency</b>	<b>LTP</b>	<b>S1</b>	<b>S2</b>	<b>R1</b>	<b>R2</b>	<b>Trend</b>
<b>USDINR FUTURE</b>	<b>72.01</b>	<b>71.80</b>	<b>71.65</b>	<b>72.20</b>	<b>72.35</b>	<b>BULLISH</b>
<b>EURINR FUTURE</b>	<b>80.07</b>	<b>79.80</b>	<b>79.60</b>	<b>80.40</b>	<b>80.60</b>	<b>BULLISH</b>
<b>GBPINR FUTURE</b>	<b>88.13</b>	<b>87.85</b>	<b>87.65</b>	<b>88.45</b>	<b>88.65</b>	<b>BULLISH</b>
<b>JPYINR FUTURE</b>	<b>68.04</b>	<b>67.85</b>	<b>67.70</b>	<b>68.25</b>	<b>68.40</b>	<b>BULLISH</b>

### **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.