

# **WEEKLY FOREX**

**DATE: 08-10-2018** 

#### **KEY HEADLINES**

- European stocks opened lower on Friday and were set for their biggest weekly loss in a month due to rising yields ahead of U.S. jobs data which is expected to shed light on whether higher interest rates will be needed to stop the economy overheating
- The dollar stood tall on Friday against its major peers, including the yen and euro, as investors evaluated the impact of a two-day global government bond rout that has lifted U.S. Treasury yields to seven-year highs
- Austria's two main economic think-tanks lowered their forecasts for the country's economic growth this year, citing growing concern over Britain's exit from the European Union and U.S. trade policy.
- ➤ The dollar's rally took a pause on Friday as investors awaited monthly U.S. jobs data later in the day and evaluated the impact of a two-day global government bond rout that has lifted U.S. Treasury yields to seven-year highs.
- ➤ German industrial orders rebounded in August as an auto sector bottleneck cleared and deals with customers outside Europe picked up sharply, and the economy ministry said manufacturing should power ahead in the fourth quarter.

### **Currency** pair

Currencies	05/10/2018	28/09/2018	Change(%)
USDINR	74.01	72.76	1.71
EURINR	85.27	84.45	0.97
GBPINR	96.57	95.01	1.64
JPYINR	65.06	64.30	1.18

### **USDINR**



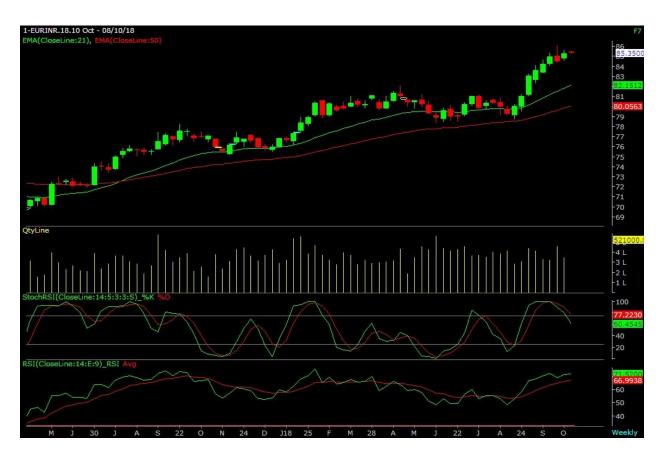
#### **Technical Outlook-**

- > On the weekly chart, a green candle is formed
- > Indicator RSI (14) will be in Bearsh Crossover
- > EMA 21 and EMA 50 will be in Bearish Crossover

The near term trend looks towards consolidation or in downtrend, going forwards on the lower end price may move towards 73 or 71.50

LTP	S1	<b>S2</b>	R1	R2
74.01	73.00	71.50	75.00	76.50

# **EURINR**



#### **Technical Outlook-**

- > On the weekly chart, a green candle is formed
- > Indicator RSI (14) is in Bullish crossover
- > EMA 21 and EMA 50 will be in Bullish Crossover

The short term trend looks in consolidation or uptrend; on the lower end the pair may move towards 84 or 83

LTP	S1	<b>S2</b>	R1	R2
85.27	84.00	82.50	86.50	88.00

# **GBPINR**



#### **Technical Outlook-**

- > On the weekly chart, a large green candle is formed
- > Indicator RSI (14) will be in Bearish crossover
- > EMA 21 and EMA 50 will be in Bearish Crossover

The short term trend looks in downtrend; on the lower end the pair may move towards 95.50 or 94

LTP	S1	S2	R1	R2
96.57	95.50	94.00	97.50	99.00

# **JPYINR**



#### **Technical Outlook-**

- > On the weekly chart, a large green candle is formed
- > Indicator RSI (14) is in a Bullish crossover
- > EMA 50 and EMA 21 is in a Bullish crossover

The short term trend looks in consolidation; on the lower end the pair may move towards 62.50

LTP	S1	S2	R1	R2
65.06	64.00	62.50	66.00	67.50

### Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
08/10/2018	EUR	German Industrial Production (MoM) (Aug)	0.5%	-1.1%
09/10/2018	EUR	German Trade Balance (Aug)	19.0B	15.8B
10/10/2018	GBP	GDP (MoM)		0.3%
10/10/2018	GBP	Manufacturing Production (MoM) (Aug)	0.1%	-0.2%
10/10/2018	USD	PPI (MoM) (Sep)	0.2%	-0.1%
11/10/2018	USD	Core CPI (MoM) (Sep)	0.2%	0.1%
11/10/2018	USD	Crude Oil Inventories		7.975M
12/10/2018	INR	CPI (YoY) (Sep)	4.00%	3.69%

#### **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, Banana, its directors employees and associates may or may not have trading or investment positions in the securities mentioned herein.