

DATE: 11-11-2019

## KEY HEADLINE

- The dollar rallied to a three-week high on Friday, getting some safe-haven bids, as risk appetite for higher-yielding currencies waned with renewed uncertainty about the rollback of existing tariffs, a major component of a preliminary U.S.-China trade deal. The Japanese yen, another safe haven, rose as well. U.S. President Donald Trump on Friday further magnified the uncertainty, saying he had not agreed to roll back tariffs. comments came a day after U.S. and Chinese officials reportedly agreed to roll back tariffs on each others' goods in a "phase one" trade deal if it is completed. a report also on Thursday seemed to contradict that news, with multiple sources saying the rollback faces fierce internal opposition at the White House and from outside advisers.
- Germany is not close to a real recession but is undergoing a period of slower growth, Finance Minister Olaf Scholz told Euronews in an interview, adding that settling "man-made" global trade tensions would help boost the economy. Asked about calls made by some economists and politicians for Germany to spend to revive a flagging economy, Scholz said that with employment at record levels and some sectors facing capacity constraints, there was no case for extra stimulus spending.
- The euro edged down to hit a new three-week low against the dollar on Friday as the U.S. currency shone on news that China and the United States had agreed to cancel some tariffs as part of a potential preliminary pact to end their trade war. The two countries have agreed to roll back tariffs on each others' goods in a "phase one" trade deal if it is completed, officials from both sides said on Thursday. is likely to remain supportive for the dollar, equities and other risky assets as a de-escalation in the U.S.-China trade war removes a huge risk to the global economic outlook.
- The Canadian job market stagnated unexpectedly in October, losing 1,800 net positions, while the unemployment rate remained at 5.5%, Statistics Canada said on Friday, as employment declined in the manufacturing and construction sectors. Analysts in a Reuters poll had forecast a gain of 15,900 jobs in October and an unemployment rate of 5.5%. Wages for permanent employees rose by 4.4%, Statscan said.

## Currency pair

Currencies	08/11/2019	01/11/2019	Change (%)
<b>USDINR</b>	71.35	70.99	<b>0.51</b>
<b>EURINR</b>	78.82	79.29	<b>-0.59</b>
<b>GBPINR</b>	91.34	91.99	<b>-0.71</b>
<b>JPYINR</b>	65.28	65.79	<b>-0.77</b>

# USDINR



## Technical Outlook–

- On the Weekly Chart, a bullish engulfing pattern is formed
- Indicator RSI (14) will remain above 50 on Weekly Chart.
- 50EMA and 100EMA will be in bullish crossover.
- The near term trend shows upward trend, going forwards it might remain in the range of 70.25-72.00

## Support-Resistance

LTP	S1	S2	R1	R2
71.35	70.50	69.75	72.00	72.75

# EURINR



## Technical Outlook–

- On the Weekly Chart, a red candle is formed
- 50EMA and 100 EMA will be in Bullish Crossover
- The momentum oscillator RSI (14) will remain near 50 on weekly chart.
- The near term trend shows consolidation ; going forwards it would remain in the range of 78.00-79.50

## Support-Resistance

LTP	S1	S2	R1	R2
<b>78.82</b>	<b>78.00</b>	<b>77.25</b>	<b>79.50</b>	<b>80.25</b>

# GBPINR



## Technical Outlook–

- On the Weekly chart, a small red candle is formed.
- 50EMA and 100EMA are showing bullish crossover on the weekly charts.
- The momentum oscillator RSI (14) may remain above 50.
- The short term trend looks towards consolidation ; going forwards it would remain in the range of 90.25-92.25

## Support-Resistance

LTP	S1	S2	R1	R2
<b>91.34</b>	<b>90.25</b>	<b>89.50</b>	<b>92.25</b>	<b>93.00</b>

# JPYINR



## Technical Outlook–

- On the Weekly chart, a small red candle is formed
- 50EMA and 100EMA will be in bearish crossover.
- The momentum oscillator RSI (14) will move below 50.
- The near term trend shows bearish signs; going forwards it would remain in the range of 64.50-66.00

## Support-Resistance

LTP	S1	S2	R1	R2
65.28	64.50	63.75	66.00	66.75

## Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
11/11/2019	GBP	GDP (MoM)		-0.1%
11/11/2019	GBP	GDP (QoQ) (Q3)	0.4%	-0.2%
11/11/2019	GBP	GDP (YoY) (Q3)	1.1%	1.3%
11/11/2019	GBP	Manufacturing Production (MoM) (Sep)	-0.3%	-0.7%
11/11/2019	GBP	Monthly GDP 3M/3M Change		0.3%
12/11/2019	GBP	Average Earnings Index + Bonus (Sep)	3.8%	3.8%
12/11/2019	GBP	Claimant Count Change (Oct)	20.0K	21.1K
12/11/2019	EUR	German ZEW Economic	-13.0	-22.8
13/11/2019	GBP	CPI (YoY)(Oct)	1.6%	1.7%
13/11/2019	USD	Core CPI (MoM) (Oct)	0.2%	0.1%
14/11/2019	JPY	GDP (QoQ) (Q3)	0.2%	0.3%
14/11/2019	EUR	German GDP (QoQ) (Q3)	-0.1%	-0.1%
14/11/2019	GBP	Retail Sales (MoM) (Oct)	0.2%	
14/11/2019	USD	PPI (MoM) (Oct)	0.3%	-0.3%
14/11/2019	USD	Crude Oil Inventories	1.515M	7.929M
15/11/2019	EUR	CPI (YoY) (Oct)	0.7%	0.8%
15/11/2019	USD	Core Retail Sales (MoM) (Oct)	0.4%	-0.1%
15/11/2019	USD	Retail Sales (MoM) (Oct)	0.2%	-0.3%

RESEARCH BONANZA

FOREIGN CURRENCY SEGMENT

OUTLOOK BY: Miss Priyanka Shrimankar

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