

DATE: 14-10-2019

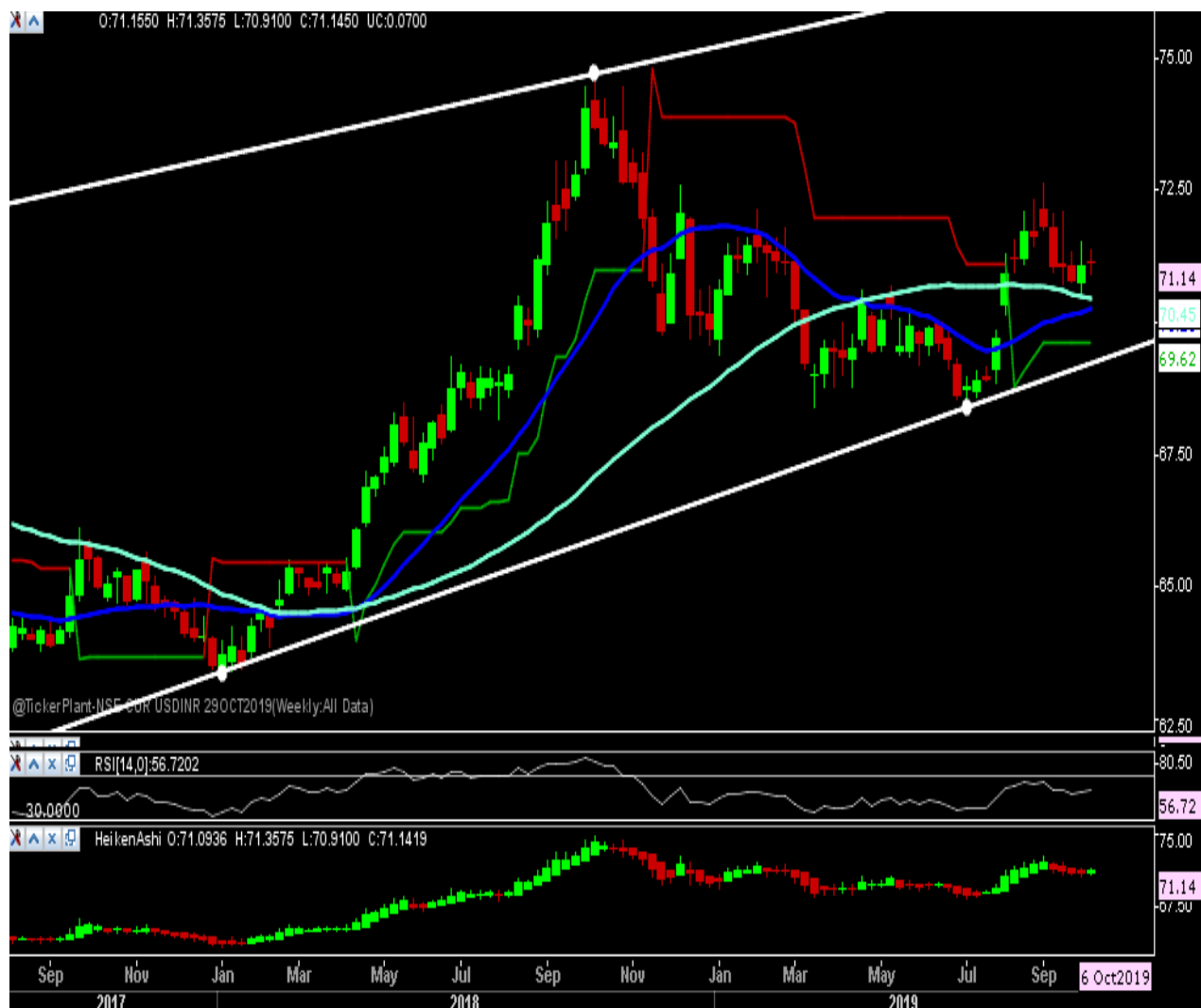
## KEY HEADLINE

- U.S. import prices rose modestly in September and were lower for goods excluding oil, suggesting that imported inflation could remain subdued. The Labor Department said on Friday import prices increased 0.2% last month. Economists polled by Reuters had forecast import prices would be unchanged during the month. Data for August was revised to show import prices dropping 0.2% instead of the 0.5% decline previously reported. September's increase in prices was driven by higher petroleum costs, which rose 2.3%. Outside of petroleum, import prices were 0.1% lower. In the 12 months through September, import prices decreased 1.6%.
- The dollar dropped to a three-month low on Friday, as safe-haven buying eased and risk sentiment improved on optimism about U.S.-China trade negotiations as well as increased chances for an orderly British exit from the European Union. The dollar, however, cut losses against the euro and pared gains versus the yen after President Donald Trump announced a partial agreement on trade with China, specifically on intellectual property, financial services, and huge agricultural purchases. Moya, senior market analyst at OANDA in New York, said the dollar's moves after Trump's announcement were in line with the typical "buy the rumor, sell the news" reaction.
- China's exports likely fell at a slightly faster pace in September as softening global demand and U.S. tariffs bit more deeply, while imports shrank for a fifth straight month, suggesting pressure on the economy is increasing, a Reuters poll showed. More U.S. tariff measures against China are set to take effect on Oct. 15 and Dec. 15, unless the two sides can agree on to de-escalate their protracted trade war in negotiations in Washington this week. Hopes are growing for a partial deal that would at least delay a planned U.S. tariff increase next week.
- ECB policymakers need to put their most recent meeting behind them and move on, ECB governing board member Francois Villeroy de Galhau told Reuters on Friday as divisions over a key decision linger. The deep split at the Sept. 12 meeting emerged over restarting bond purchases, and has left some policywatchers questioning the ECB's resolve. "The early September Governing Council discussion is now behind us. Everyone legitimately expressed themselves and the decisions were taken there equally legitimately," Villeroy, who is also governor of the Bank of France, said.

## Currency pair

Currencies	11/10/2019	04/10/2019	Change (%)
USDINR	71.14	71.07	0.09
EURINR	78.69	78.23	0.59
GBPINR	89.67	87.69	2.26
JPYINR	65.74	66.68	-1.41

# USDINR



## Technical Outlook–

- On the Weekly Chart, a Doji pattern is formed
- Indicator RSI (14) will remain above 50 on Weekly Chart.
- 50EMA and 100EMA will be in bearish crossover.
- The near term trend shows Consolidation, going forwards it might remain in the range of 70.50-72.00

## Support-Resistance

LTP	S1	S2	R1	R2
<b>71.14</b>	<b>70.50</b>	<b>69.75</b>	<b>72.00</b>	<b>72.75</b>

# EURINR



## Technical Outlook–

- On the Weekly Chart, long green candle is formed
- 50EMA and 100 EMA is in Bullish Crossover
- The momentum oscillator RSI (14) will move above 50 on weekly chart.
- The near term trend shows bullish signals; going forwards it would move towards 79.00 and above

## Support-Resistance

LTP	S1	S2	R1	R2
<b>78.69</b>	<b>77.50</b>	<b>76.75</b>	<b>79.00</b>	<b>79.75</b>

# GBPINR



## Technical Outlook–

- On the Weekly chart, a falling wedge pattern is in formation. A breakout is possible in the near week.
- 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 breakout ; 87.00 would play as a major support during the week

## Support-Resistance

LTP	S1	S2	R1	R2
89.67	88.50	87.50	90.50	91.50

# JPYINR



## Technical Outlook–

- On the Weekly chart, a large red candle is formed
- 50EMA and 100EMA will be in bearish crossover.
- The momentum oscillator RSI (14) will move with a support near 50.
- The near term trend shows bearish signs; going forwards it would remain in the range of 65.00-66.50

## Support-Resistance

LTP	S1	S2	R1	R2
65.74	65.00	64.25	66.50	67.25

## Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
15/10/2019	GBP	Average Earnings Index + Bonus (Aug)	3.9%	4.0%
15/10/2019	GBP	Claimant Count Change (Sep)	27.9K	28.2K
15/10/2019	EUR	German ZEW Economic Sentiment (Oct)	-27.3	-22.5
16/10/2019	GBP	CPI (YoY) (Sep)	1.8%	1.7%
16/10/2019	EUR	CPI (YoY) (Sep)	0.9%	1.0%
16/10/2019	USD	Core Retail Sales (MoM) (Sep)	0.2%	0.0%
16/10/2019	USD	Retail Sales (MoM) (Sep)	0.3%	0.4%
16/10/2019	USD	Crude Oil Inventories	1.413M	2.927M
17/10/2019	GBP	Retail Sales (MoM) (Sep)	0.1%	-0.2%
17/10/2019	USD	Building Permits (Sep)	1.360M	1.425M
17/10/2019	USD	Philadelphia Fed Manufacturing Index (Oct)	8.0	12.0

### RESEARCH BONANZA

### FOREIGN CURRENCY SEGMENT

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