



WEEKLY FOREX

DATE: 20-08-2018

KEY HEADLINES

- U.S. consumer sentiment fell to an 11-month low in early August, with households expressing concerns about the rising cost of living, potentially signaling a slowdown in consumer spending.
- The dollar fell against a basket of peers on Friday, retreating from a 13-month high hit earlier this week, on lower demand for the safe-haven greenback and some profit-taking, as worries about trade tensions between Washington and Beijing eased.
- More evidence that euro zone growth has slowed this year is likely to be seen on Thursday, when surveys are expected to show an escalating global trade war is hurting producers.
- The Sri Lankan rupee closed weaker and near its all-time low on Friday due to importer dollar demand and foreign outflows from equities and government securities, dealers said.
- Bank lending to high-quality US companies to fund acquisitions has slowed due to concern over government policies amid the summer doldrums, but is expected to pick up after the Labor Day holiday, bankers said.

Currency pair

Currencies	16/08/2018	10/08/2018	Change(%)
USDINR	70.26	68.98	1.85
EURINR	79.98	79.15	1.04
GBPINR	89.37	88.16	1.37
JPYINR	63.43	62.20	1.97

USDINR



Technical Outlook–

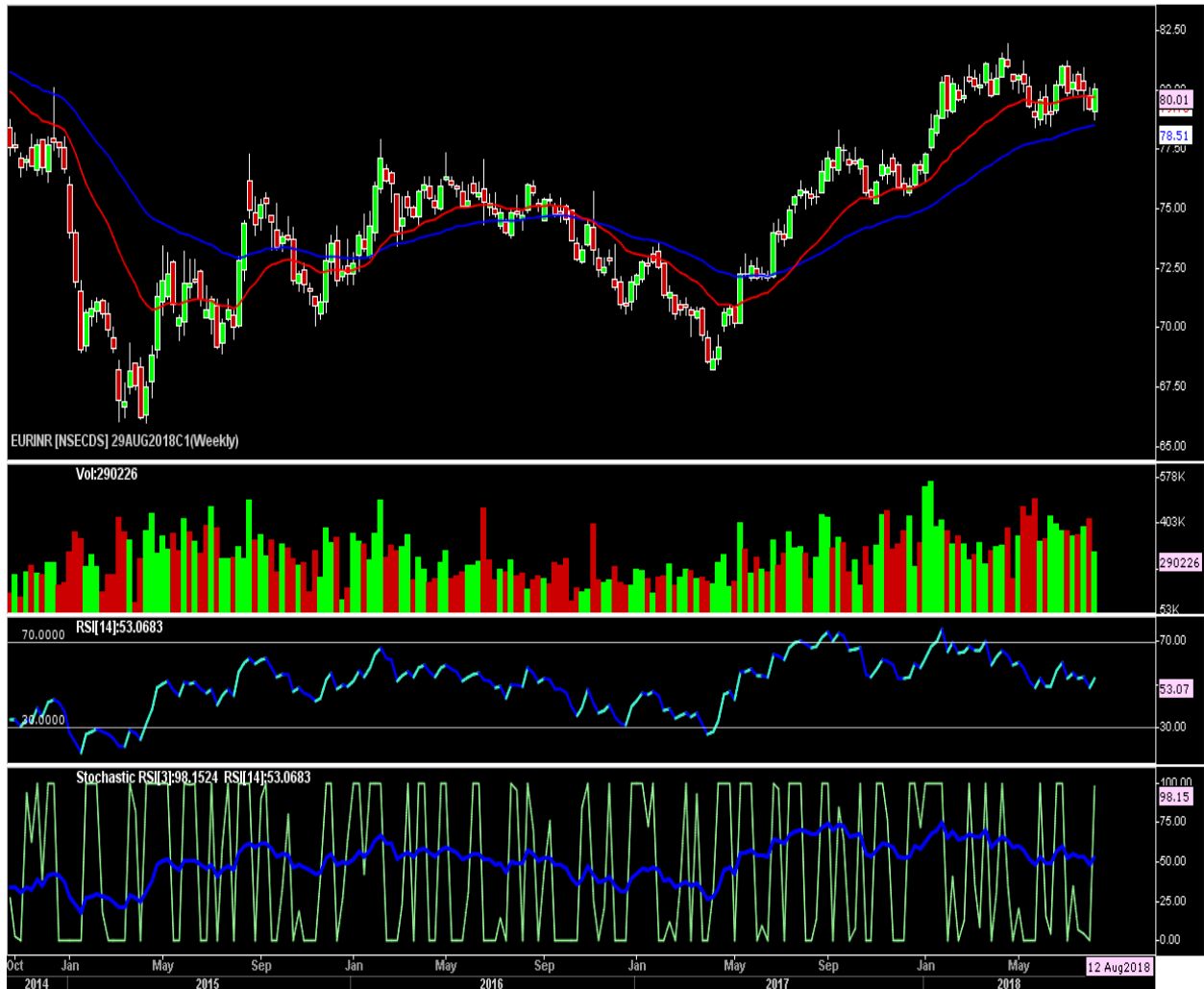
- On the weekly chart, a large green candle is formed above the previous close
- Indicator RSI (14) is in Bullish crossover
- EMA 21 and EMA 50 are in Bullish Crossover on weekly chart

The near term trend looks strong, going forwards on the lower end price may move towards 68

Support-Resistance

LTP	S1	S2	R1	R2
70.26	69.25	68.00	71.25	72.50

EURINR



Technical Outlook–

- On the weekly chart, a Bullish Engulfing Pattern 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; on the lower end the pair may move towards 78

Support-Resistance

LTP	S1	S2	R1	R2
79.98	79.00	78.00	81.00	82.00

GBPINR



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 either in consolidation or in downtrend; on the lower end the pair may move towards 87.00

Support-Resistance

LTP	S1	S2	R1	R2
89.37	88.25	87.00	90.50	91.50

JPYINR



Technical Outlook–

- On the weekly chart, a green candle is formed in an Hanging man pattern
- Indicator RSI (14) is in a Bullish crossover on weekly chart
- EMA 50 and EMA 21 are in Bullish crossover in weekly chart

The short term trend looks either in consolidation or downtrend; on the lower end the pair may move towards 61.25

Support-Resistance

LTP	S1	S2	R1	R2
63.43	62.50	61.25	64.50	65.50

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
21/08/2018	USD	OPEC Meeting		
22/08/2018	GBP	Inflation Report Hearings		
22/08/2018	USD	Existing Home Sales (Jul)	5.40M	5.38M
22/08/2018	USD	Crude Oil Inventories		6.805M
22/08/2018	USD	FOMC Meeting Minutes		
23/08/2018	EUR	German Manufacturing PMI (Aug)	56.5	56.9
23/08/2018	EUR	ECB Publishes Account of Monetary Policy Meeting		
23/08/2018	USD	Initial Jobless Claims	215K	212K
23/08/2018	USD	New Home Sales (Jul)	645K	631K
24/08/2018	EUR	German GDP (QoQ) (Q2)	0.5%	0.5%
24/08/2018	USD	Core Durable Goods Orders (MoM) (Jul)	0.5%	0.2%

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.