



WEEKLY FOREX

DATE: 29-10-2018

KEY HEADLINES

- U.S. companies' borrowing to spend on capital investment fell 2 percent in September from a year earlier, a trade group representing capital equipment lenders said on Thursday. The companies signed up for \$8.5 billion in new loans, leases and lines of credit last month, down from \$8.7 billion a year earlier, the Equipment Leasing and Finance Association (ELFA) said.
- The Japanese yen strengthened versus the U.S. dollar on Friday as appetite for riskier assets remained suppressed while the euro stayed near two-month lows after the European Central Bank failed to convince markets that rates would rise.
- Contracts to buy previously owned homes unexpectedly rose in September, a bright mark in the United States' struggling housing market although contracts on an annual basis have fallen for nine consecutive months.
- The dollar hovered near a 10-week high on Friday as investors waited to see if U.S. economic growth figures do anything to interrupt its months of strength. Donald Trump has expressed displeasure over the dollar's strength, defying a custom that U.S. presidents avoid openly interfering in financial markets.
- Italy's banks are charging households and businesses more to borrow after a fall in the value of the country's bonds, the first sign of a credit tightening that could disrupt the populist government's economic revival plans.

Currency pair

Currencies	26/10/2018	19/10/2018	Change(%)
USDINR	73.34	73.35	-0.01
EURINR	83.26	84.23	-1.15
GBPINR	93.83	95.65	-1.90
JPYINR	65.53	65.32	0.32

USDINR



Technical Outlook–

- On the weekly chart, a red candle is formed in the form of a shooting star pattern
- Indicator RSI (14) is in Bearish 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 72 or 71

Support-Resistance

LTP	S1	S2	R1	R2
73.34	72.00	71.00	74.50	75.50

EURINR



Technical Outlook–

- On the weekly chart, a large red candle is formed in the form of a shooting star candlestick pattern
- Indicator RSI (14) is in Bearish Crossover
- EMA 21 and EMA 50 will be in Bearish Crossover

The short term trend looks in consolidation or downtrend; on the lower end the pair may move towards 82 or 81

Support-Resistance

LTP	S1	S2	R1	R2
83.26	82.00	81.00	84.50	85.50

GBPINR



Technical Outlook–

- On the weekly chart, a large red candle is formed
- Indicator RSI (14) is 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 91.50

Support-Resistance

LTP	S1	S2	R1	R2
93.83	92.50	91.50	95.00	96.00

JPYINR



Technical Outlook–

- On the weekly chart, a 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 63.50

Support-Resistance

LTP	S1	S2	R1	R2
65.53	64.50	63.50	66.50	67.50

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
29/10/2018	GBP	Autumn Budget		
30/10/2018	EUR	German Unemployment Change (Oct)		-23K
30/10/2018	USD	CB Consumer Confidence (Oct)	137.0	138.4
31/10/2018	EUR	CPI (YoY) (Oct)	2.1%	2.1%
31/10/2018	USD	ADP Nonfarm Employment Change (Oct)	195K	230K
31/10/2018	USD	Crude Oil Inventories		6.346M
01/11/2018	GBP	Manufacturing PMI (Oct)		53.8
01/11/2018	GBP	BoE Interest Rate Decision (Nov)	0.75%	0.75%
01/11/2018	USD	ISM Manufacturing PMI (Oct)	59.6	59.8
02/11/2018	EUR	German Manufacturing PMI (Oct)		52.3
02/11/2018	GBP	Construction PMI (Oct)	52.5	52.1
02/11/2018	USD	Nonfarm Payrolls (Oct)	189K	134K
02/11/2018	USD	Unemployment Rate (Oct)	3.7%	3.7%

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.