

INSTRUMENT	LAST PRICE	1 DAY	1 MONTH	1 YEAR
USD/INR	68.69	-0.30%	-0.1%	7%
EUR/INR	79.65	0.27%	-1.6%	5%
GBP/INR	89.00	-0.08%	-3.0%	6%
JPY/INR	61.68	-0.16%	-0.9%	7%
EUR/USD	1.1605	0.05%	-1.2%	-1%
GBP/USD	1.2939	0.00%	-2.4%	0%
USD/JPY	111.36	-0.02%	0.5%	1%
USD/CNH	6.8315	0.16%	3.0%	2%
10 YR YIELD- IN	7.79	0.02	(0.08)	1.33
10 YR YIELD- USA	2.97	(0.00)	0.15	0.71
GOLD (\$/Oz)	1,213	0.1%	-4%	-4%
SILVER (\$/Oz)	15.40	0.1%	-4%	-6%
BRENT CRUDE (\$/Brl)	74.59	-0.1%	-3%	43%
COPPER 3M (\$/Ton)	6175	0.7%	-2%	-4%
NIFTY	11389	0.02%	5.73%	14%
HANGSENG	28289	0.14%	-0.10%	2%
S&P 500	2858	0.28%	3.57%	15%
INR 1M FWD	0.26	0.01	(0.00)	(0.01)
INR 2M FWD	0.50	0.00	(0.00)	0.01
INR 3M FWD	0.75	0.00	0.00	0.02
INR 6M FWD	1.52	0.01	0.02	0.08
INR 12M FWD	3.00	0.00	0.03	0.21
	<b>1 DAY</b>	<b>MTD</b>	<b>QTD</b>	<b>YTD</b>
FII INVESTMENT- EQ (\$ Mn)	65	3	211	(410)
FII INVESTMENT- DEBT (\$ Mn)	50	388	493	(5,616)
TOTAL- (\$ Mn)	115	391	704	(6,027)

CURRENCY	ECONOMIC EVENT
USD	FOMC Member Barkin Speaks

### INDIA NEWSWIRE

1. The government on Tuesday raised import duties on 328 textile products by up to 20 per cent in the fourth such instance of higher tariffs being placed on inbound goods in 2018.
2. There has been a marginal decline of 1 per cent in employment growth at 6.6 per cent mainly due to a larger number of companies having witnessed lower or negative hiring growth, according to a report by Care Ratings. Mainly companies with a turnover of between Rs 500 million-1 billion, Rs 1-2.5 billion and Rs 5-10 billion have witnessed negative employment growth.

### WORLD NEWSWIRE

1. The U.S. said it will begin imposing 25 percent duties on an additional \$16 billion in Chinese imports in two weeks. It will be the second time the U.S. slaps duties on Chinese goods in about the past month. The USTR is reviewing 10 percent tariffs on a further \$200 billion in Chinese imports, and is even considering raising the rate to 25 percent. Those duties could be in place after a comment period ends on Sept. 6.
2. Canada has refused to back down in its defence of human rights after Saudi Arabia froze new trade and investment and expelled the Canadian ambassador in retaliation for Ottawa's call to free arrested Saudi civil society activists.
3. U.S. job openings held near record highs in June amid a modest decline in hiring, pointing to further tightening labor market conditions. The monthly Job Openings and Labor Turnover Survey, or JOLTS, released by the Labor Department on Tuesday showed that were vacancies unchanged at a seasonally adjusted 6.7 million in June. Vacancies hit an all-time high of 6.8 million in April.
4. The IBD/TIPP Economic Optimism Index, a leading national poll on consumer confidence, rose again overall in August. This marks the index's highest reading of the Trump presidency as well as a record twenty-third consecutive month in positive territory.

### FX VIEW

Yesterday Dollar Rupee closed lower at around 68.68 levels on spot, after making an intra-day high above 68.90 levels. The pair remains within the 6 week old range of 68.25 and 69.10. A break down below 68.25, will be bullish for Rupee, as chances will become bright for a move down towards 67.50/60 levels on spot. Nevertheless, if due to significant risk aversion in the EM space, USDINR manages to punch through the defence of line of RBI around 69.00, we can then expect a quick move towards 70.00. Global factors are more conducive to Rupee today morning, as Chinese currency is gradually appreciating, with CNH trading below 6.83 against USD. It marked a high of 6.91 on 3rd August. However, Brent crude has formed a near term bottom around between 71.00 and 72.00 and is now moving higher. Though prices are still 8% below the 2018 peak of 80.50 but we need to keep an eye on that market as it has strong negative correlation with Rupee and Rupee bonds. If Chinese concerns take a pause, oil may flare up, and so too shall other industrial commodities. For sometime now, two rumours are making rounds in the market, one is that RBI may relax restrictions on issuance of LoUs and other is that Gol may go for an issuance of NRI bonds like 2013. If the LoU restriction is relaxed it may impact spot demand for USDINR but impact on prices may be limited. However, if the latter were to happen, NRI bonds, chances which are low, then it can be quite positive for INR.

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