

INSTRUMENT	LAST PRICE	1 DAY	1 MONTH	1 YEAR
USD/INR	70.58	0.02%	-1.2%	-3%
EUR/INR	77.17	0.02%	-2.1%	-10%
GBP/INR	86.74	-0.06%	0.4%	-10%
JPY/INR	65.37	0.02%	-2.9%	2%
EUR/USD	1.0934	-0.05%	-0.3%	-6%
GBP/USD	1.2290	-0.02%	1.9%	-6%
USD/JPY	107.92	0.00%	1.6%	-6%
USD/CNH	7.13	-0.17%	-1.0%	3%
10 YR YIELD- IN	6.71	(0.03)	0.15	(1.32)
10 YR YIELD- USA	1.68	0.00	0.18	(1.38)
GOLD (\$/Oz)	1,493	-0.3%	-2%	26%
SILVER (\$/Oz)	17.42	-0.7%	-6%	20%
BRENT CRUDE (\$/Brl)	61.94	0.0%	2%	-25%
COPPER 3M (\$/Ton)	5767	0.8%	1%	-7%
NIFTY	11430	-0.7%	3.7%	4.6%
HANGSENG	26089	0.5%	1.4%	-6.1%
S&P 500	2962	-0.5%	1.2%	1.6%
INR 1M FWD	0.24	0.00	0.01	(0.06)
INR 3M FWD	0.69	(0.01)	(0.05)	(0.14)
INR 12M FWD	3.06	0.01	0.04	(0.02)
USDINR 1 MONTH ATM IV	6.47	0.15	(0.19)	(0.79)
USDINR 3 MONTH ATM IV	6.51	0.03	(0.16)	(0.76)
	1 DAY	MTD	QTD	CTD
FII INVESMENT- EQ (\$ Mn)	1,570	1,040	(3,093)	8,246
FII INVESMENT- DEBT (\$ Mn)	(206)	(107)	2,712	4,141
TOTAL (\$ Mn)	1,364	933	(381)	12,386

CURRENCY

EUR

ECONOMIC DATA

German Prelim CPI

TECHNICAL VIEW

Currency pair ==> USDINR spot

View = Downward. As long as the pair holds below 71.40/45 zone on spot, scope for downside remains open. However, the support around 70.75/80 is resilient. Hence, a near term range of 70.75 to 71.20 in play.

Trade = Wait for a rise towards 71.10/15 zone on spot, to sell, with stop above 71.25 levels. Or sell if it breaks down below 70.75 on spot for a target of 70.45/50 and 70.30/35 zones.

Currency pair ==> EURGBP spot

View = Intermediate trend remains bearish

Trade = Sell between 0.8910/30 TP 0.8830/0.8800 SL 0.8950

MACRO VIEW

- On Friday Nifty and Sensex, both fell around 0.5% on account of weakness in Asian stocks. However, Rupee gained strongly, to close 31 paise higher at 70.56 against the US Dollar. GOIsec 10 year yields were marginally higher at 6.74%.
- US stocks closed lower on Friday, between 0.5%-1%, as rumours surfaced that the US Treasury could be looking at ways to limit flow of investment from US towards China and also asking Chinese companies to delist from US exchanges. However, these rumours were later denied by the Treasury. US Yield curve remains upward sloping from the mid to the long end.
- Asian equity markets trading mixed with Japanese and Chinese stocks in the red but Australian, S.Korean and HK stocks trading higher. SGX Nifty is indicating a flat open for the Nifty index onshore. On a positive news, the official Purchasing Managers' Index and the private Caixin/Markit PMI for China's manufacturing activity beat expectation.
- Brent crude oil futures are holding below 62.00 handle. Gold is down at 1500 dollars on active month futures on CME.
- The main drivers for GBP in the week ahead are the unfolding Brexit drama and the manufacturing, services and construction PMI data. The main risk to the Pound is that the government strengthens its position on taking the UK out of the EU on October 31 regardless of whether a deal is in place or not. This can only be possible if they can find a loop-hole around the so-called Benn Act - the law forcing it to seek an extension to the Brexit deadline if it does not have a deal by October 19. Oppositions would like to bring a vote of no-confidence in the government, however, lawmakers are split on who should lead any possible care-taker government. A vote of no-confidence would bring a lot of uncertainty with unclear effects on the Pound, although initially, it might weaken it. This means, traders will find a lot of trading opportunities in GBP.

NEWSWIRE

- Media reports Indicate that India government may request an interim dividend of INR 30,000 crore from RBI to meet fiscal deficit target.
- Saudi Arabia looks to invest USD 100 billion in India in areas of petrochemicals, infrastructure and mining

*** CHART ON NEXT PAGE ***



Source: TickerPlant

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