STAT EDGE

Forex Weekly Research Report

11 October 2025

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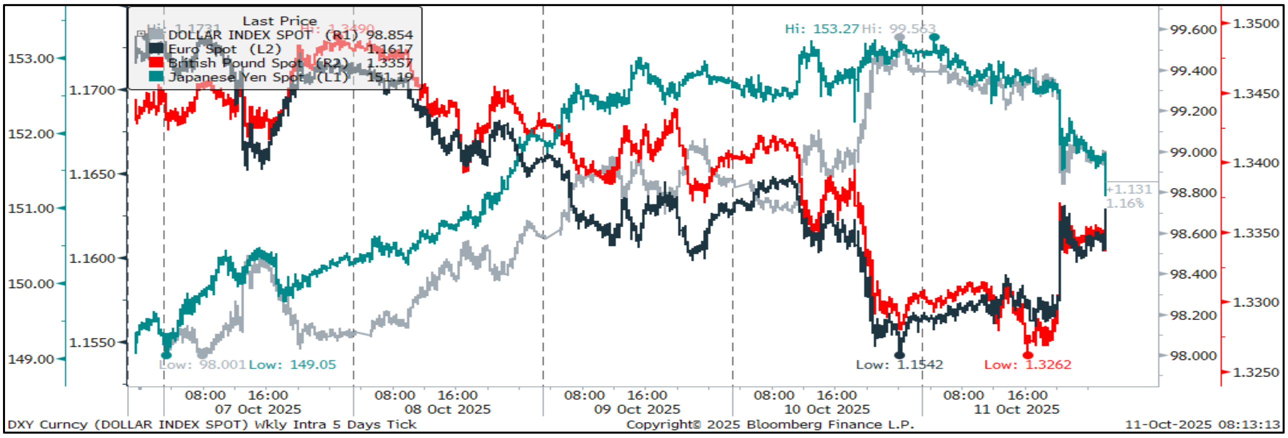
Market Summary & Outlook:

- The global currency markets witnessed heightened volatility over the past week, as political shifts, safe-haven flows, and economic data collectively drove sharp moves across major currencies. The U.S. dollar surged to multi-month highs, while the Japanese Yen tumbled, leading to losses among major trading peers. Political uncertainty in Europe and soft economic readings in the UK added further weight to the euro and pound, respectively.
- The Japanese yen weakened significantly, marking its steepest weekly drop among the G10 currencies. The decline was triggered by the election outcome in Japan, where the liberal government secured a strong mandate, stoking expectations of aggressive pro-growth policies and continued monetary easing.

Currency Performance			
Currency	10-Oct-25	03-Oct-25	% Change
Dollar Index Spot	98.98	97.72	1.28%
Euro Spot	1.1619	1.1742	-1.05%
British Pound Spot	1.3360	1.3480	-0.89%
Japanese Yen Spot	151.19	147.47	2.52%
Chinese Yuan Spot	7.145	7.136	0.12%
USDINR	88.69	88.78	-0.10%
EURINR	102.65	104.21	-1.50%
GBPINR	117.87	119.45	-1.32%

- The ICE Dollar Index (DXY) registered its best weekly performance since November 2024, as a confluence of factors drove a surge in demand for the greenback. Rising geopolitical tensions, political instability in Europe, and nervousness around global growth led to a flight to safety, lifting U.S. Treasury yields and fueling strong dollar demand.
- The euro came under renewed pressure, declining as political instability in France unnerved investors. Concerns over fiscal discipline and potential disruptions to the European Union’s cohesion resurfaced following surprise political developments in Paris. These worries led to a pullback in European assets and eroded confidence in the single currency, which had already been under pressure from soft regional economic indicators.
- The British pound also ended the week lower, burdened by disappointing economic releases that cast doubt on the UK’s growth outlook. Sluggish industrial production, tepid consumer spending, and softer inflation readings signalled potential headwinds for the economy, prompting markets to scale back expectations of near-term rate hikes from the Bank of England. As a result, the sterling lost ground against both the dollar and other major currencies.
- Looking ahead, currency markets remain at the mercy of global risk sentiment, monetary policy divergence, and political developments, particularly in Europe and Asia.

Intraday Currency Performance:



Currency Performance and Level to Watch:

Currency	Weekly High	Weekly Low	Weekly Close	Weekly % Chg.	MTD % Chg.	QTD % Chg.	YTD % Chg.
Dollar Index	99.56	97.96	98.98	1.28%	-0.70%	1.23%	-9.51%
EURUSD Spot	1.1731	1.1542	1.1619	-1.05%	0.13%	-0.98%	4.64%
EURINR Spot	104.12	102.53	102.65	-1.50%	1.14%	1.63%	13.45%

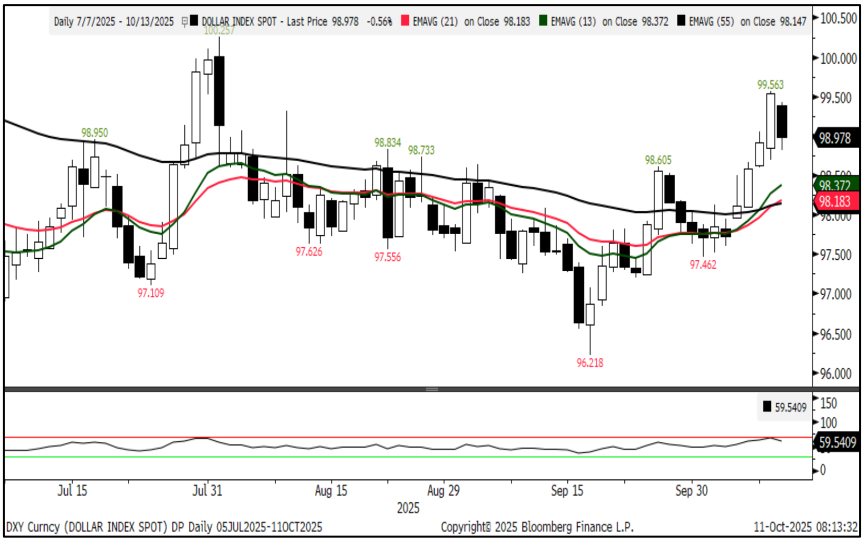
Currency	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3
Dollar Index	98.51	97.11	96.9	97.45	99.06	100.11	101.72
EURUSD	1.1789	1.1615	1.16	1.1847	1.2036	1.1978	1.2167
EURINR	101.81	100.21	100.22	99.50	101.09	103.40	104.99

Technical Analysis:

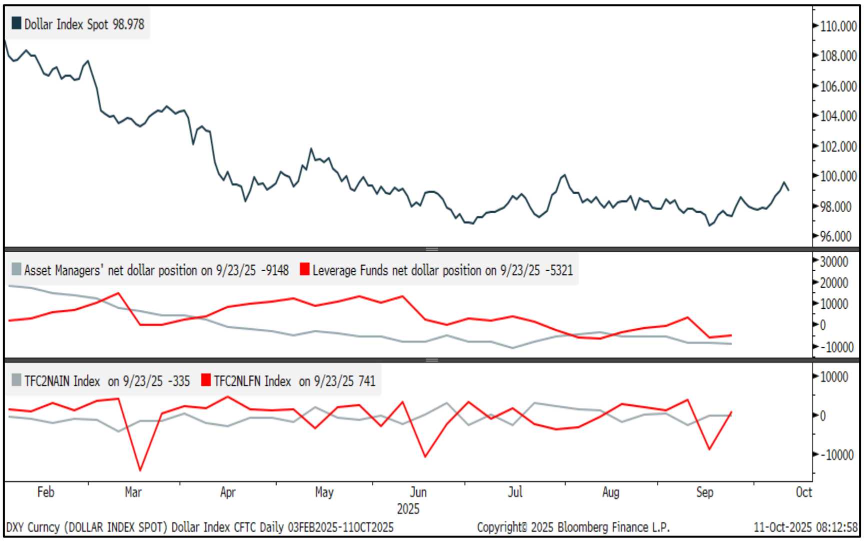
Dollar Index View:

- The Dollar index closed at 55 DEMA.
- It has been trading above the trendline on the hourly chart.
- The relative strength index is flattening near 50, indicating consolidation in the index.
- The short-term trend turned up with higher highs and lows.

Spot Dollar Index: ***Support 98.10, Resistance 100.50***



No Update from CFTC on US Shutdown



Economic Calendar					
Date	Country	Event	Period	Survey	Prior
13-Oct	India	CPI YoY	Sep	1.50%	2.07%
	China	Trade Balance	Sep	$98.20b	$102.33b
14-Oct	UK	ILO Unemployment Rate 3Mths	Aug	4.70%	4.70%
	UK	Claimant Count Rate	Sep	--	4.40%
	UK	Jobless Claims Change	Sep	--	17.4k
	India	Wholesale Prices YoY	Sep	0.37%	0.52%
	EC	ZEW Survey Expectations	Oct	--	26.1
	US	NFIB Small Business Optimism	Sep	100.6	100.8
15-Oct	China	CPI YoY	Sep	-0.20%	-0.40%
	Japan	Industrial Production YoY	Aug F	--	-1.30%
	Japan	Capacity Utilization MoM	Aug	--	-1.10%
	EC	Industrial Production WDA YoY	Aug	-0.20%	1.80%
	US	MBA Mortgage Applications	10-Oct	--	-4.70%
	US	Empire Manufacturing	Oct	-1.7	-8.7
	US	Fed Releases Beige Book			
	India	Unemployment Rate	Sep	--	5.10%
	India	Trade Balance	Sep	-$26000m	-$26490m
16-Oct	UK	Monthly GDP (MoM)	Aug	0.10%	0.00%
	UK	Industrial Production YoY	Aug	-0.70%	0.10%
	UK	Manufacturing Production YoY	Aug	-1.00%	0.20%
	UK	Construction Output YoY	Aug	1.50%	2.40%
	EC	Trade Balance SA	Aug	--	5.3b
	US	Continuing Claims	04-Oct	1925k	1926k
	US	New York Fed Services Business Activity	Oct	--	-19.4
	US	Philadelphia Fed Business Outlook	Oct	10	23.2
	US	Initial Jobless Claims	11-Oct	230k	--
	US	Business Inventories	Aug	0.10%	0.20%
	US	NAHB Housing Market Index	Oct	33	32
17-Oct	EC	CPI YoY	Sep F	2.20%	2.20%
	EC	CPI Core YoY	Sep F	2.30%	2.30%
	US	Housing Starts	Sep	1320k	1307k
	US	Building Permits	Sep P	1342k	1330k
	India	Foreign Exchange Reserves	10-Oct	--	$700.0b