



Forex Market **Insights** Newsletter

Volume 171 → 25th Aug 2025 to 29^d Aug 2025

Key Takeaway Summaries

₹ INR

Strong domestic data provided support, with August's Services PMI at 65.6 and Manufacturing PMI at 59.8, reflecting resilient momentum in India's economy.

€ EUR

On August 21, the EURUSD pair edged lower after Eurozone CPI rose 2% year-over-year, meeting expectations.

£ GBP

British inflation rose to 3.8% in July, up from 3.6% in the previous month, marking its highest level in 18 months.

¥ JPY

Governor Ueda has stayed cautious, markets are increasingly pricing in a potential 25 basis point hike, supporting the yen.

Welcome

Dear Members,

This week geopolitical developments, including the ongoing Russia–Ukraine peace talks and Fed Chair's dovish remarks at the Jackson Hole Economic Symposium, have significantly influenced global market dynamics.

The EURUSD pair saw a modest 0.068% increase, driven by U.S. and Eurozone economic events, with a notable surge on August 22 after Powell's dovish speech, which raised expectations of a rate cut in September. The Indian Rupee ended the week slightly lower by 0.02%, influenced by geopolitical risks and upcoming U.S. tariffs. The USDJPY pair experienced volatility, closing at 146.92, with Powell's dovish stance weakening the U.S. dollar, while the Japanese Yen found support from strong domestic inflation data. Lastly Powell's comments helped the Pound recover above 1.3500.

Looking ahead, key economic releases, including U.S. GDP and PCE inflation data, along with potential Fed policy adjustments, will be pivotal in shaping market sentiment and influencing currency movements.

Thank You

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Events to WATCH

August 28, 06:30
Industrial
Production (YoY)
(Jul)

August 28, 06:30
Manufacturing
Output (MoM)
(Jul)

August 29, 06:30
GDP Quarterly
(YoY) (Q1)

The Indian Rupee ended the week marginally lower by 0.02% at 87.53, after a highly volatile stretch. Early in the week, optimism around U.S. President Donald Trump's talks with Russian and Ukrainian leaders, along with the Indian government's tax cut proposal, lifted sentiment and even pushed the rupee briefly below the 87 handle. Strong domestic data also provided support, with August's Services PMI at 65.6 and Manufacturing PMI at 59.8, reflecting resilient momentum in India's economy. In addition, FX reserves rose to \$695.11 billion as of August 15, further cushioning external risks.



However, midweek pressure returned as markets braced for U.S. tariffs on Indian goods set to take effect on August 27, prompting importers to build dollar positions. Thursday marked the rupee's sharpest single-day fall in a month, as geopolitical concerns over Russian oil imports compounded trade uncertainty. Meanwhile, Fed Chair Jerome Powell's cautious remarks at Jackson Hole highlighted stagflation risks from tariffs, complicating the global policy backdrop. With sentiment still fragile, volatility is expected to persist in the coming weeks. Looking forward, markets will keenly watch U.S.–India trade negotiations and the August 27 tariff deadline for fresh direction.

Events to WATCH

August 26, 08:30

Durable Goods Orders (MoM) (Jul)

August 26, 10:00

CB Consumer Confidence (Aug)

August 27, 10:30

Crude Oil Inventories

August 28, 08:30

GDP (QoQ) (Q2)

August 28, 08:30

Initial Jobless Claims

August 29 08:30

Core PCE Price Index (YoY) (Jul)

August 29, 09:45

Chicago PMI (Aug)



Some interesting developments in USDINR recently. Rupee opened the week stronger at 87.46 vis-a-vis the previous week's close of 87.565. Within the second working day of the week, Rupee gained to 86.925, its strongest levels since 29Jul25. Last 2 days of the week saw Rupee under pressure again as it declined towards 87.54.

Evaluate the USDINR daily candlestick chart (onshore prices): the price up-gap formed between 86.9275 to 87.0550 (29-30Jul25) filled up this week - observe the blue dotted horizontal lines. Goes on to substantiate the argument that price gaps in USDINR usually fills up. Remember the price up-gap formed between 86.67 to 86.77 (28-29Jul25) is not filled up yet (check orange horizontal lines).

Analyze the weekly candlestick chart of offshore prices. A long-legged Doji is formed this week - open and close prices are equal (almost same) while low price is substantially lower (making a long lower shadow). Candlesticks of previous weeks also show long upper shadows. Do recall that the area between 87.53 and 87.97 (highlighted by grey and yellow horizontal rays) has been established as a resistance zone. Such candlestick patterns in a resistance area typically indicates a trend reversal.

Events to WATCH

August 28, 05:00
Consumer Confidence (Aug)

August 28, 05:00
Consumer Inflation Expectation (Aug)

The EURUSD pair displayed unsettled market dynamics, moving from an opening of 1.1709 to a close of 1.1717 this is a 0.068% increase driven by economic developments in both the U.S. and Eurozone. Initially stable, the pair awaited developments on a potential Ukraine–Russia peace deal and Eurozone economic data. On August 21, it edged lower after Eurozone CPI rose 2% year-over-year, meeting expectations. The FOMC minutes reflected a cautious stance, with interest rates unchanged. A major shift occurred on August 22, when the pair surged, propelled by Federal Reserve Chair Jerome Powell’s dovish speech. His comments about policy flexibility and labor market risks raised the probability of a 25-basis-point Fed rate cut in September to 75%, weakening the U.S. dollar. Market participants are now keenly eyeing the upcoming U.S. GDP release and watching closely for the Fed’s evolving stance on rate cuts.



EURUSD opened the week at 1.1716 and closed unchanged at the same level, after testing a high of 1.1743 and a low of 1.1583. The pair saw heightened volatility on the final trading day, swinging nearly 150 pips during the U.S. session following Fed Chair Jerome Powell’s comments at Jackson Hole, which reinforced expectations of upcoming rate cuts. For most of the week, the euro traded weaker against the dollar as markets awaited Powell’s remarks, before recovering late in the week. Technically, 1.1800 remains a key psychological resistance, just below the four-year high of 1.1832. Euro strength was underpinned by the U.S. dollar index easing from 98.70 to 97.73 as traders priced in a potential September rate cut. On the downside, the 50-day EMA at 1.1590 offers immediate support, with a break below 1.1500 likely to accelerate losses. However, dip buying continues to emerge, and a decisive move above 1.1832 would confirm sustained bullish momentum.

Events to WATCH

August 25, 19:01
BRC Shop Price Index (YoY)

August 25, 00:00
Car Registration (MoM) (Jul)

The GBPUSD faced pressure throughout the week as the US Dollar strengthened amid cautious market sentiment. Positive UK economic data, especially a 0.3% growth in Q2 GDP, provided some support amid concerns over weaker jobs data and tariff-related pressures. British inflation rose to 3.8% in July, up from 3.6% in the previous month, marking its highest level in 18 months and keeping the UK as the economy with the fastest pace of price increases among major developed nations., at cooling hopes for an early interest rate cut . Market focus remained on upcoming UK and US economic reports, adding to the uncertainty. The tone shifted at the end of the week when Fed Chair Powell signaled the possibility of easing monetary policy soon. This boosted the Pound and helped GBPUSD recover above 1.3500. Overall, the pair's direction remains sensitive to economic data and central bank signals from both sides.



The GBPUSD pair reversed its two-week upward momentum and declined this week, reflected in a sequence of four consecutive red candles on the chart, signaling strong selling pressure. The pair slipped to a two-week low of 1.3390, with the bearish outlook confirmed after a breakdown below the flag and pole pattern (pole: green line, flag: orange lines). However, in the final session, the pair staged a recovery, forming a bullish engulfing candle that suggests selling pressure has been overtaken by renewed buying interest, hinting at a potential shift toward an uptrend. The pair closed the week higher at 1.3520, with immediate resistance seen at 1.3600, a previous resistance level. Exporters are advised to increase hedge ratios near 1.3600, while importers should consider hedging around 1.3390, the week's low and key support.

¥ JPY

REPO RATE

0.5%

GDP

0.3%

INFLATION

3.1%

UNEMPLOYMENT

2.5%

TRADE BALANCE

¥ -118B

Events to WATCH

August 25, 01:00

Leading Index (MoM) (Jun)

August 26, 01:00

BoJ Core CPI (YoY)

August 28, 19:30

Tokyo Core CPI (YoY) (Aug)

August 28, 19:50

Industrial Production (MoM) (Jul)

The USDJPY pair experienced significant volatility, closing the week at 146.92 marking a meaningful move, a dip from the previous week's close. The primary driver was a perceived dovish shift in the Federal Reserve's stance, signaled by Chairman Jerome Powell's speech at the Jackson Hole Economic Policy Symposium. He hinted at a potential rate cut as early as September due to concerns over a softening labor market and slower consumer spending, which weakened the U.S. dollar. Meanwhile, the Japanese Yen found support from positive domestic data, with inflation remaining above the Bank of Japan's 2% target. While Governor Ueda has stayed cautious, markets are increasingly pricing in a potential 25 basis point hike, supporting the yen. Looking ahead to next week, the focus will be on the U.S. central bank's tone following the Jackson Hole conference and upcoming economic reports. If the Fed remains cautious about cutting rates, the dollar could continue to find support. On the other hand, any signs of a shift in BOJ policy could help the yen recover. As a result, the USD/JPY pair may continue to trade within a narrow range or gradually move lower, with market sentiment shifting based on key economic updates from both countries. The tone from both central banks will be key in determining next week's trend.



USDJPY opened the week at 147.08 and climbed to a high of 148.88 as the yen weakened on expectations that the Bank of Japan would not deliver a near-term rate hike. The pair faced consistent demand near the 147.00 region, an area coinciding with the 50-day EMA, which has acted as an important pivot. However, the late-week decline below this level suggests a potential test of deeper supports at 146.00 (S1) and 145.00 (S2), both significant historical zones. On the upside, USDJPY has reclaimed the 147–148 range, and sustained trade above this band could open the door for a retest of the 150–151 resistance zone, reinforcing the broader bullish bias. Moving averages continue to signal an intact uptrend, and unless the pair establishes a clear break below the 50-day EMA, corrective dips are likely to attract buyers. Overall, consolidation within the 146–148 range may provide a base for fresh upside momentum toward the 150 handle.



Do You Really Deserve to Be a Successful Trader

The journey to becoming a successful trader is challenging and demands much more than mere aspiration. Many are drawn to trading by the allure of financial independence and the excitement of navigating the markets. However, the reality of trading is far from a quick path to riches; it requires dedication, learning, and continuous improvement.

The Role of Education in Trading

Education is the foundation of trading success. Without the right knowledge, traders are essentially gambling, putting their funds at unnecessary risk. Online forex trading courses have become a vital resource for individuals seeking to understand the complexities of currency markets. These courses provide a structured approach, offering insights into market dynamics, technical analysis, and trading strategies, making them essential for anyone serious about trading.

Choosing the right course is crucial. High-quality forex trading courses cover a wide range of topics, including market analysis, risk management, trading psychology, and hands-on practice with demo accounts. It's important to select a course that offers practical experience and has credible instructors. Reading reviews and checking the course content helps ensure it meets the learner's needs and enhances their knowledge base.

Developing the Right Mindset

While education lays the groundwork, a successful trading journey also relies heavily on the trader's mindset. Successful traders stick to their trading plans, avoid impulsive actions, wait for the right opportunities, and maintain emotional balance, especially during challenging market conditions. Many online courses emphasize trading psychology, helping participants build these essential mental skills.

The Value of Practical Experience

Knowledge without experience holds limited value in trading. Gaining practical exposure through simulated environments or demo accounts allows traders to apply learned concepts without risking actual capital. This practice helps traders refine their strategies, develop confidence, and sharpen risk management skills. Top-tier forex trading courses provide such opportunities, encouraging students to test various approaches and learn from their mistakes in a controlled setting.

Staying Updated with Market Trends

The financial markets are dynamic, influenced by evolving global events and economic indicators. Online forex courses often provide ongoing resources and support, keeping students informed of new trends and methodologies.

Utilizing Technology and Tools

Modern trading is heavily reliant on technology. Successful traders make use of tools like charting software for technical analysis, automated trading systems, and economic calendars. By mastering these technologies, traders can streamline their strategies and make more informed, timely trades.

The Reality of Trading Success

While the promise of wealth can attract people to trading, the reality is that success is a product of hard work, discipline, and resilience. Even after completing a forex trading course and gaining experience, traders will face challenges like periods of losses, market uncertainties, and emotional fluctuations. Long-term success demands a commitment to ongoing learning, adaptability, and the ability to accept and learn from setbacks.



Mobile Application: Features

Live rates

Exact time Live Rates are provided for USD, INR, EUR, JPY, GBP and CNY.

Forward Calendar

Shows the forward rate you'll receive if you book a contract today for the respective rate to hedge, for both import and export separately.

Rate Alert

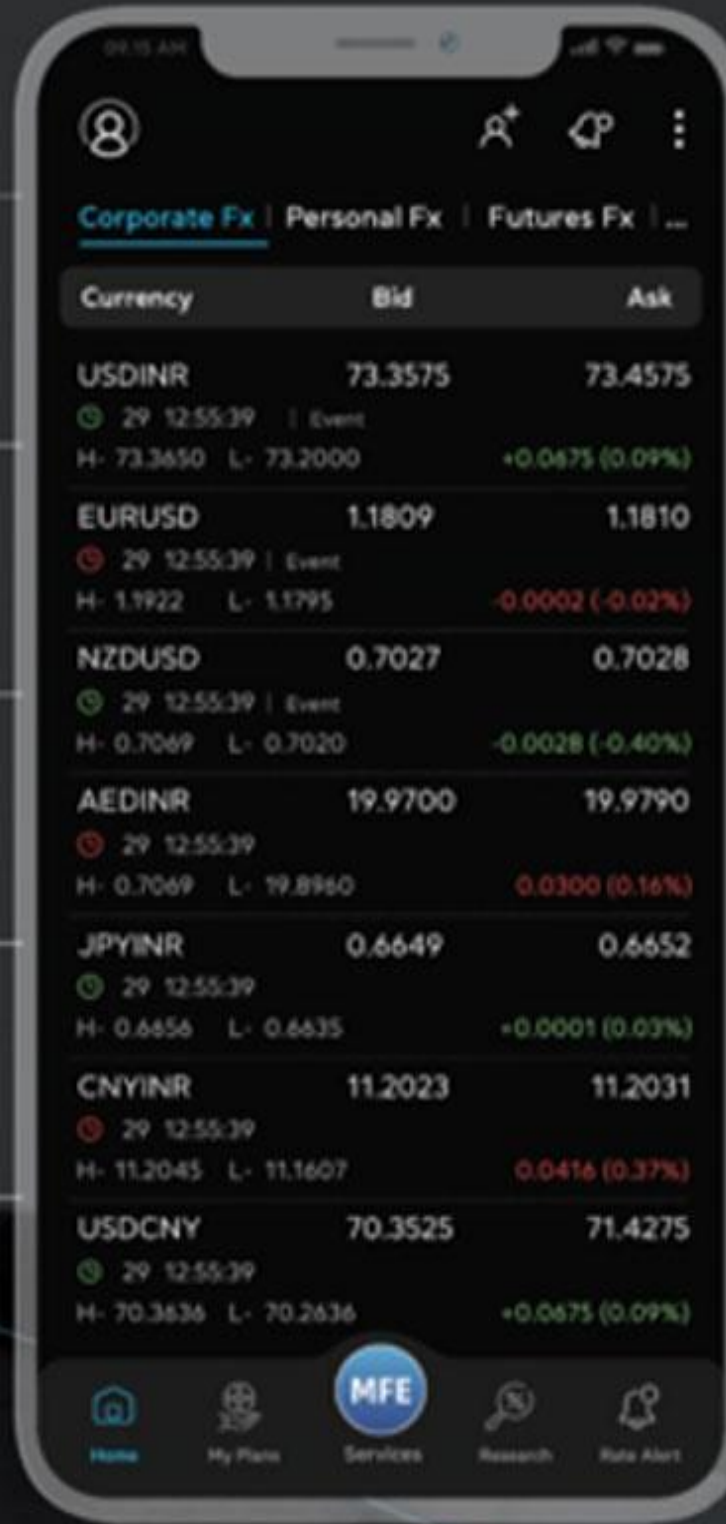
Set Rate alert for different types of transactions and know when the target rate has traded for the first time in forex market.

Economic Calendar

Stay updated about the economic events taking place round the globe. Also their impact on the currency- high, medium or low.

Forex Research

Publications- Daily Reports, Premium Research, Daily Trading Calls, News, Case Studies, Weekly Report, Monthly Report, Blogs.



The screenshot shows the 'Corporate Fx' section of the mobile application. It displays a table of currency rates with columns for Currency, Bid, and Ask. Each entry includes a high/low range and a percentage change.

Currency	Bid	Ask
USDINR	73.3575	73.4575
EURUSD	1.1809	1.1810
NZDUSD	0.7027	0.7028
AEDINR	19.9700	19.9790
JPYINR	0.6649	0.6652
CNYINR	11.2023	11.2031
USDCNY	70.3525	71.4275

FX on Call

Get the best rates as the dealers of Myforexeye do live negotiation with the Bank on a conference call, which includes the client too.

Order For Forex

This feature enables you to Buy/ Sell Forex and Transfer Money for any purpose.

Process Forex Transactions

This feature gives you access to Transaction Process Outsourcing service for transactions including Cash, Tom, Spot, Forward, etc for both export and import.

International Trade Finance

Get access to trade services like Buyer's Credit, Supplier's Credit, Export LC Discounting and Export Factoring.

Forex Trading

This feature enables you to Buy/ Sell Forex and make money transfer for any purpose.

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Simplifying Forex

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