



**Fed Interest Rate Decision and FOMC Statement Wednesday, January 31st, 2018 at 19:00 GMT** Last week, the US dollar reached a new 3-year low against the euro after US Treasury Secretary, Steve Mnuchin, suggested a weak dollar would be good for the US. Nonetheless, President Donald Trump later said that Mnuchin's comments were misinterpreted and that he wants to see a strong dollar. Other Central Banks have spoken against artificial manipulation of exchange rates, but what will happen tomorrow?

**Market experts are divided in 2 groups:**

	
<b>Bullish factors</b>	<b>Bearish factors</b>
<ul style="list-style-type: none"><li>✓ A weak dollar favours exports (goods and services) denominated in USD and this further stimulates the US economy.</li><li>✓ The Fed's dual mandate is almost fulfilled with full employment (4.1% unemployment) and stable low inflation (1.8%).</li></ul>	<ul style="list-style-type: none"><li>✓ US President Donald Trump seeks a strong dollar.</li><li>✓ The Eurozone economy is strengthening at a moderate pace and this is pushing the single currency (EUR) up.</li></ul>

**Source:** [AvaTrade Forex Broker](#) [AvaTrade Forex Broker Review and Details](#) **About AvaTrade** AvaTrade has been an innovative pioneer in online trading since 2006. The company was created as a combined effort of financial professionals and experts in web-commerce with the goal of perfecting the online experience for retail

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