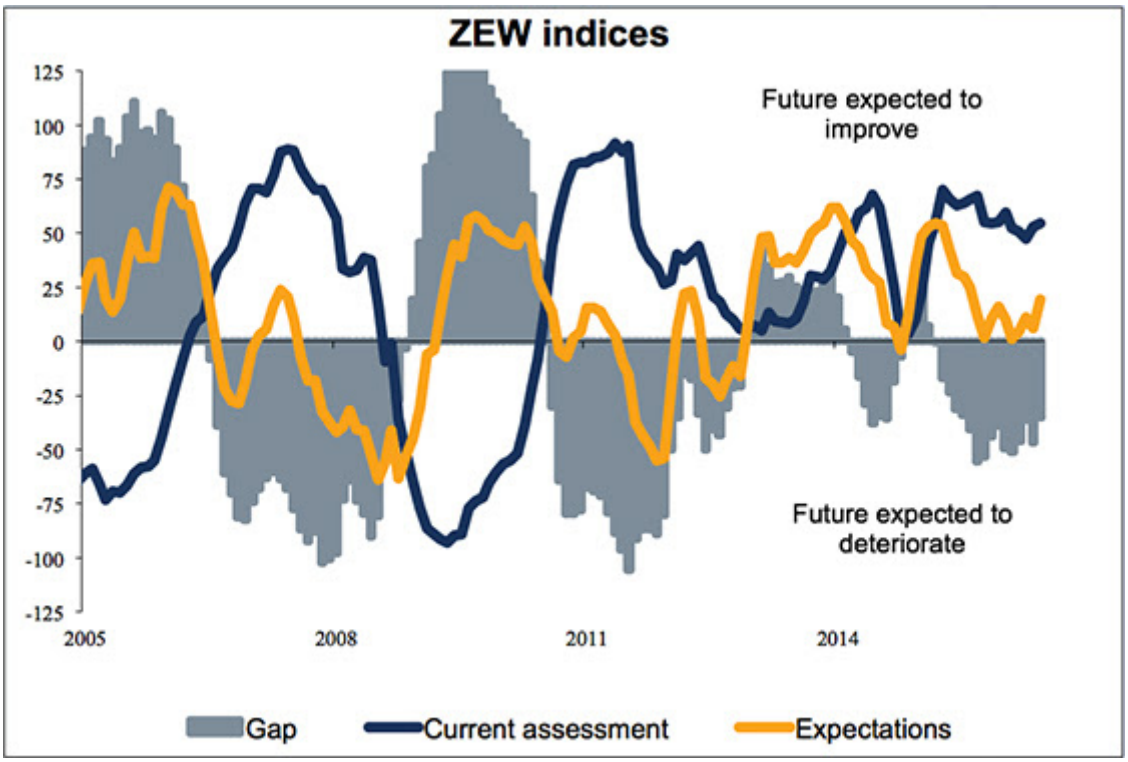
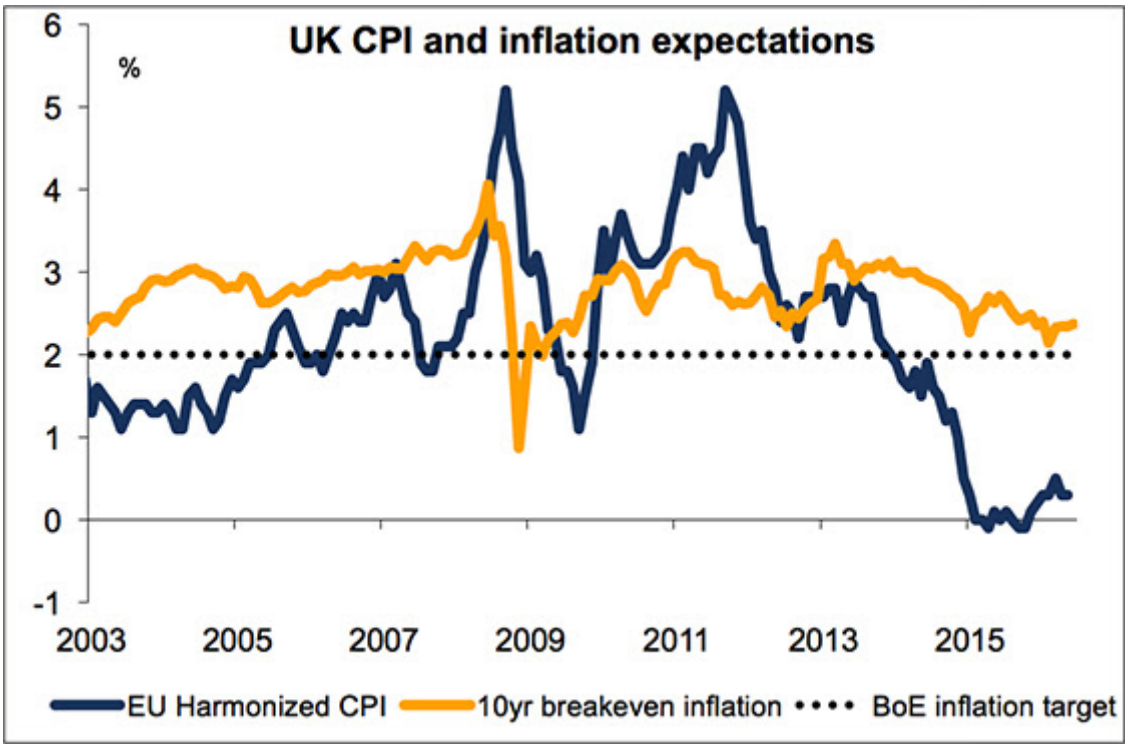
UK CPI, ZEW Survey, US Housing Starts - The focus is in Europe today as the UK CPI and German ZEW surveys are the main indicators out today.

Upcoming economic indicators and events						
	Time (GMT)	Country	Indicator	Month	Expected	Previous
Tuesday		19-Jul				
	01:30	Australia	RBA July meeting minutes			
	08:30	UK	CPI (mom)	Jun	0.2%	0.2%
	08:30	UK	CPI (yoy)	Jun	0.4%	0.3%
	09:00	Germany	ZEW Survey -	Jul	51.5	54.5
	09:00	Germany	ZEW Survey -	Jul	8.0	19.2
	12:30	US	Housing start	Jun	1170k	1164k
	12:30	US	Building perm	Jun	1150k	1138k
Wed		20-Jul				
	00:30	Australia	Westpac leadir	Jun	n.a.	0.21%

UK CPI takes on additional significance after Bank of England Monetary Policy Committee (MPC) member Martin Weale yesterday said he needs to see harder evidence of the Brexit vote before he would support additional stimulus at the MPC's meeting in August. Although Weale is well known as the second-most hawkish person on the MPC (after Ian McCafferty), his comments were in line with the general consensus evident in the minutes of the MPC's recent meeting. Today's CPI data would be evidence that the UK might not need further stimulus if, as expected, it shows a slight acceleration in inflation. Thus **it might be GBP-positive**. I expect though that Friday'spreliminary UK PMI, which is based on post-Brexit data, will be more significant for the pound.



The **German ZEW survey** is expected to show a deterioration in both the current situation and expectations. This makes sense against the background of the Brexit vote and the concerns about its impact on the Eurozone. **A weaker index is likely to be negative for the euro.**



Source: [Fxprimus Forex Broker (Review and Forex Rebates Up to 85%)]