

KEY HEADLINES:

- India's current account deficit narrowed to just 0.7 percent of gross domestic product in the fourth quarter of the fiscal year ended March 31, from 1.8 percent in the year-earlier period as the nation's merchandise trade deficit contracted and its services surplus rose. The Reserve Bank of India said on Friday that the current account deficit was \$4.6 billion, against \$13.0 billion in the quarter ended March 31, 2018.
- Vietnam said it was committed to free and fair trade with the United States on Friday, following threats by U.S. President Donald Trump to impose tariffs on products from the Southeast Asian country amid its ongoing trade war with China. Trump said on Wednesday his government was in discussions with Vietnam on trade, but said that Hanoi treated the United States "even worse" than China in terms of trade.
- The dollar treaded water on Friday ahead of a meeting between the United States and China at the Group of 20 summit in Japan, shaking off light pressure from U.S. economic data that did nothing to derail speculation about a July interest rate cut. The core U.S. personal consumption expenditure price index rose 0.2% in May, as expected, reinforcing investor expectations that the Federal Reserve will cut rates by at least 25 basis points at the next meeting. result, the dollar reaction to the data was limited and the euro was trading late in the day at \$1.1372 , 0.04% firmer against the greenback on the day.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
French Manufacturing PMI (Jun)	EUR	52.0	52.0	MEDIUM
German Manufacturing PMI (Jun)	EUR	45.4	45.4	HIGH
German Unemployment Rate (Jun)	EUR	-3K	60K	HIGH
Manufacturing PMI (Jun)	EUR	47.8	47.8	MEDIUM
Manufacturing PMI (Jun)	GBP	49.2	49.4	HIGH
ISM Manufacturing PMI (Jun)	USD	51.0	52.1	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	69.30	69.15	69.00	69.45	69.60	BEARISH
EURINR FUTURE	79.06	78.85	78.65	79.25	79.45	Sideways
GBPINR FUTURE	88.09	87.90	87.70	88.30	88.50	BEARISH
JPYINR FUTURE	64.49	64.35	64.20	64.65	64.80	BEARISH

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

Disclaimer:

This report, which contains information based on research carried by or on behalf of Bonanza Portfolio Limited, is neither advice nor any offer to sell or a solicitation to buy any securities, it contains information for the intended recipient only and no other person. Further the intended recipient is also advised to exercise restraint in placing any dependence on this report, as the sender, Bonanza Portfolio Limited, neither claims nor guarantees the accuracy of any information neither contained herein nor assumes any responsibility in relation to losses arising from the errors of fact, opinions contained herein or the dependence placed on the same. The information herein may change any time due to the volatile market conditions, and may not be accurate, complete or exhaustive, the recipient therefore is advised to use his own discretion and judgment, while entering into any transactions, whatsoever. Further, Bonanza, its directors employees and associates may or may not have trading or investment positions in the securities mentioned herein.