

KEY HEADLINES:

- The Japanese yen led other safe-haven assets higher on Friday after air strikes on Baghdad airport killed a senior Iranian military official, stoking tensions in the Middle East and lifting the price of oil. U.S. Treasury bonds and gold rallied after an Iraqi militia spokesman told Reuters that Iranian Major-General Qassem Soleimani and Iraqi militia commander Abu Mahdi al-Muhandis were killed in the attack. U.S. officials told Reuters that strikes had been carried out against two targets linked to Iran in Baghdad. Oil prices jumped \$2 a barrel. The dollar eased 0.46% to 108.07 yen following the news, breaching several layers of chart support and reaching its lowest since early November. The euro also dipped to a three-week low at 120.78 yen. The yen is often used as a safe harbour during times of global tensions given Japan's status as the world's largest creditor nation. A holiday in Tokyo also made for thin conditions, exaggerating the move.
- The pound slid at the start of 2020, halting a winning streak that capped its most successful quarter in a decade. The currency led losses among peers against the dollar, pulling back after a six-day run that saw it gain 2.5% before the new year. Such reversals are not uncommon in year-end holiday periods, given trading volumes are thin, said Lee Hardman, a currency strategist at MUFG Bank Ltd. Sterling traders are factoring in the chances that the U.K. won't be able to negotiate a free-trading agreement with the European Union by the end-2020 deadline, even as the risk of a crash exit from the bloc this month has been lifted. That saw the pound gain nearly 8% in the fourth quarter of 2019, the most since 2009 and making it the best performer among peers.
- The number of Americans filing claims for jobless benefits edged lower last week, a positive signal for the U.S. labor market amid recent signs that new claims may be trending slightly higher. Initial claims for state unemployment benefits decreased 2,000 to a seasonally adjusted 222,000 for the week ended Dec. 28, the Labor Department said on Thursday. Economists polled by Reuters had expected 225,000 new claims last week. While claims have been volatile in recent weeks around the U.S. holiday season and end of the year, longer-term averages suggest the strength in claims data may have ebbed slightly in recent months.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German Unemployment Change	EUR	3K	-16K	MEDIUM
ISM Manufacturing PMI	USD	49.0	48.1	HIGH
Construction PMI	GBP	45.8	45.3	MEDIUM
Natural Gas Storage	USD	-60B	-161B	MEDIUM
Crude Oil Inventories	USD	-3.1M	-5.5M	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	71.52	71.45	71.38	71.60	71.70	BULLISH
EURINR FUTURE	80.17	80.05	79.90	80.40	80.55	Sideways
GBPINR FUTURE	94.45	94.25	94.00	94.65	94.85	Sideways
JPYINR FUTURE	65.77	65.70	65.60	66.00	66.20	BULLISH

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

Disclosure:

Bonanza Portfolio Ltd here by declares that views expressed in this report accurately reflect view point with subject to companies/securities. Bonanza Portfolio Ltd is responsible for the preparation of this research report and has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations.

Bonanza Portfolio Ltd operates under the regulation of SEBI Regn No.INM000012306

Disclaimer:

This research report has been published by Bonanza portfolio Ltd and is meant solely for use by the recipient and is not for circulation. This document is for information purposes only and information / opinions / views are not meant to serve as a professional investment guide for the readers. Reasonable care has been taken to ensure that information given at the time believed to be fair and correct and opinions based thereupon are reasonable, due to the nature of research it cannot be warranted or represented that it is accurate or complete and it should not be

relied upon as such. If this report is inadvertently send or has reached to any individual, same may be ignored and brought to the attention of the sender. Preparation of this research report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Past performance is not a guide for future performance. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by Bonanza portfolio Ltd to be reliable. This report should not be taken as the only base for any market transaction; however this data is representation of one of the support document among other market risk criterion. The market participant can have an idea of risk involved to use this information as the only source for any market related activity. The distribution of this report in definite jurisdictions may be restricted by law, and persons in whose custody this report comes, should observe, any such restrictions. The revelation of interest statements integrated in this analysis are provided exclusively to improve & enhance the transparency and should not be treated as endorsement of the views expressed in the analysis. The price and value of the investments referred to in this report and the income from them may go down as well as up. Bonanza portfolio Ltd or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of Bonanza portfolio Ltd shall be liable. Research report may differ between Bonanza portfolio Ltd RAs and other companies on account of differences in, personal judgment and difference in time horizons for which recommendations are made. Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. Research analyst have not received any compensation/benefits from the subject company or third party in connection with the research report

Bonanza Portfolio Ltd. Bonanza House, Plot No. M-2, Cama Industrial Estate. Walbhat Road, Goregaon (E), Mumbai – 400063 Web site: <https://www.bonanzaonline.com>

SEBI Regn. No.: INZ000212137

BSE CM: INB 011110237 | BSE F&O: INF 011110237 | MSEI: INE 260637836

| CDSL: a) 120 33500 |

NSDL: a) IN 301477 | b) IN 301688 (Delhi) | PMS: INP 000000985 | AMFI: ARN -0186

2018 © [Bonanza Portfolio Ltd.](https://www.bonanzaonline.com)