

KEY HEADLINES:

- German exports rebounded more strongly than expected in May but failed to fully recover from a slump a month earlier, data showed on Monday, as trade conflicts cool Europe's largest economy in the second quarter. Exports grew by 1.1% on the month in May, data from the Federal Statistics Office showed on Monday, surpassing the 0.5% rise forecast in a Reuters poll. In April, shipments abroad fell by 3.4%. Imports fell 0.5% on the month in May. The upshot was a rise in the trade balance to 18.7 billion euros (\$20.99 billion) from 16.9 billion in the prior month.
- The dollar held near three-week highs in early trading on Monday, holding on to its gains after last week's strong U.S. jobs data lowered expectations for a sharp Federal Reserve interest rate cut. Elsewhere, the Turkish lira fell sharply after President Tayyip Erdogan dismissed the central bank governor, sparking worries about the bank's independence.
- Japan's core machinery orders fell by the most in eight months in a worrying sign that global trade tensions are taking a toll on corporate investment, casting doubt that solid domestic demand can help offset external pressure on the export-reliant economy. Any downturn in business spending will hurt prospects for stronger wage growth and dampen the central bank's hopes that a sustained economic recovery will prod firms to boost prices and wages, helping to reach its 2% inflation goal.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
JOLTs Job Openings (May)	USD	7.470M	7.449M	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	68.82	68.65	68.50	68.97	69.12	Sideways
EURINR FUTURE	77.37	77.15	76.95	77.55	77.75	BEARISH
GBPINR FUTURE	86.32	86.10	85.90	86.50	86.70	BEARISH
JPYINR FUTURE	63.52	63.37	63.20	63.67	63.82	Sideways

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.