

KEY HEADLINES:

- The widespread flight to safety seen in Thursday's trading has helped the USD Index back to its feet, but only just. The USD Index is barely recovering after a two-week hammering it has taken following the dump of the US Dollar on hopes of economic recovery. Those hopes are now hanging in the balance after the Fed's economic projections painted a grim outlook for the US economy. Predictions by the Fed that more-than-doubled the GDP forecast to the downside compounded similar warnings of global economic contraction from the OECD earlier in the week.
- Treasury Secretary Steve Mnuchin said on Thursday that another economic shutdown would harm the US, even in the event of a second wave of COVID-19 cases. "We can't shut down the economy again," Mnuchin said during an interview with CNBC. "I think we've learned that if you shut down the economy, you're going to create more damage." That damage goes beyond economic fallout, extending to "medical problems and everything else that get put on hold," he said. "I think it was very prudent what the president did," Mnuchin said, "but I think we've learned a lot."
- The euro is once again on the front foot, gaining 0.3% to the dollar during early Wednesday trading. The single currency continues to benefit from the almost euphoric risk-on sentiment that has taken over financial markets, as well as from signs of growing cohesion and solidarity between the member countries. Conversely, dollar weakness is explained by investors' caution as they focus on today's Fed meeting; some fear the central bank could set monthly targets for its asset purchasing program, in an effort to control the recent rise in treasuries yields.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
GDP m/m	GBP	-18.0%	-5.8%	HIGH
Manufacturing Production m/m	GBP	-15.5%	-4.6%	HIGH
Prelim UoM Consumer Sentiment	USD	75.0	72.3	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	75.88	75.70	75.30	76.10	76.50	BULLISH
EURINR FUTURE	86.23	86.00	85.50	86.50	87.00	Sideways
GBPINR FUTURE	96.09	95.80	95.30	96.40	97.00	Sideways
JPYINR FUTURE	70.86	70.65	70.20	71.10	71.50	BULLISH

RESEARCH BONANZA
FOREIGN CURRENCY SEGMENT
ANALYST: MISS PRIYANKA SHRIMANKAR

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)