

KEY HEADLINES:

- President Donald Trump may be warming to a strong dollar after years of bashing the U.S. currency's stubborn appreciation. "It's a great time to have a strong dollar ... Everybody wants to be in the dollar because we kept it strong. I kept it strong," Trump said in an interview with Fox Business News. Traders have increasingly shrugged off those comments, and the dollar has risen about 3% against a basket of its peers since the 2016 presidential election, stoked by the relative outperformance of the U.S. economy to those in Europe and Asia.
- EURJPY has fully-reversed this week's gains, pulling back below its simple moving averages on the four-hour chart and back into the 115.00 territory. More importantly, the downside correction confirmed another lower high at 116.85, further enhancing the bearish trend which started early this year, and with the RSI falling below its 50 neutral mark, and the MACD entering the negative zone, expectations are for the sellers to keep the upper hand in the short-term. The nearest support to keep in mind could be the 115.22 level which coincides with the 23.6% Fibonacci retracement of the downleg from 117.76 to 114.42.
- China's industrial output rose 3.9% in April from a year earlier, official data showed on Friday, expanding for the first time this year as the world's second-largest economy slowly emerges from its coronavirus lockdown. Analysts polled by Reuters had expected industrial output to return to expansion, tipping a rise of 1.5% in April, following a 1.1% fall in March. Retail sales fell by 7.5% in April, which compared with a forecast 7.0% fall. Sales tumbled in the first three months of the year as shops, restaurants and other places with crowds closed across the country.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German Prelim GDP q/q	EUR	-2.3%	0.0%	HIGH
Core Retail Sales m/m	USD	-8.0%	-4.5%	HIGH
Retail Sales m/m	USD	-11.0%	-8.7%	HIGH
Prelim UoM Consumer Sentiment	USD	67.6	71.8	HIGH
JOLTs Job Openings	USD	5.77M	6.88M	MEDIUM

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	75.64	75.40	75.10	75.85	76.10	BEARISH
EURINR FUTURE	81.55	81.30	80.90	81.80	82.20	Sideways
GBPINR FUTURE	92.25	92.00	91.50	92.50	93.00	Sideways
JPYINR FUTURE	70.61	70.40	70.10	70.80	71.10	BEARISH

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)