

## KEY HEADLINES:

- The Bank of England is looking more urgently at options such as negative interest rates and buying riskier assets to prop up the country's economy as it slides into a deep coronavirus slump, the BoE's chief economist was quoted as saying. The Telegraph newspaper said the economist, Andy Haldane, refused to rule out the possibility of taking interest rates below zero and buying lower-quality financial assets under the central bank's bond-buying programme.
- The euro currency is starting to rise against the US dollar after sellers failed to break the technically important 1.0770 support level. The EURUSD pair could start to rally back towards the 1.0865 level if sellers fail to breach the 1.0770 support level. Traders should note that a breakout below the 1.0770 level could expose the EURUSD pair to further losses towards the 1.0630 level. The EURUSD pair is only bullish while trading above the 1.0890 level, key resistance is found at the 1.0940 and 1.0990 levels. The EURUSD pair is only bearish while trading below the 1.0890 level.
- U.S. retail sales tumbled by a record 16.4% from March to April as business shutdowns caused by the coronavirus kept shoppers away, threatened the viability of stores across the country and further weighed down a sinking economy. The Commerce Department's report Friday on retail purchases showed a sector that has collapsed so fast that sales over the past 12 months are down a crippling 21.6%. The severity of the decline is unrivaled for retail figures that date back to 1992. The monthly decline in April nearly doubled the previous record drop of 8.3% — set just one month earlier.

## Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
Tertiary Industry Activity m/m	JPY	-0.4%	-0.5%	MEDIUM
CB Leading Index m/m	GBP		-0.1%	MEDIUM
NAHB Housing Market Index	USD	35	30	MEDIUM

### Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	75.88	75.70	75.40	76.10	76.40	Sideways
EURINR FUTURE	82.00	81.75	81.25	82.25	82.75	BEARISH
GBPINR FUTURE	92.56	92.25	91.60	92.80	93.30	BEARISH
JPYINR FUTURE	70.93	70.75	70.40	71.10	71.40	Sideways

RESEARCH BONANZA

FOREIGN CURRENCY SEGMENT

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