

KEY HEADLINES:

- The euro struggled to hold on to \$1.12 on Monday as investor relief at limited gains for eurosceptic parties in European parliamentary elections was offset by declines in the share of seats held by the biggest blocs. While centre-right and centre-left blocs lost their shared majority, surges by the Greens and liberals meant parties committed to strengthening the union held on to two-thirds of seats, official projections showed. single currency initially rallied to as high as \$1.1215, near its highest in 1-1/2 weeks, and off a two-year low of \$1.11055 touched on Thursday. But by 0820 GMT it was down 0.1% at \$1.1192 EUR=EBS .
- The euro was holding steady on Monday after the results of European Union parliamentary elections showed that pro-EU parties held on to two-thirds of seats, limiting the gains of their euro skeptic opponents.
- Profits for China's industrial firms shrank in April as slowing manufacturing activity halted the previous month's surge, putting more pressure on policymakers to step up support for an economy hit by a bitter trade war with the United States. Earnings at China's key manufacturing sector have been declining since November last year, with the exception of March, as both domestic and global demand slackened.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
CB Consumer Confidence(May)	USD	130.1	129.2	HIGH
GfK German Consumer Climate (Jun)	EUR	10.4	10.4	MEDIUM
Gross Mortgage Approvals	GBP	39.3K	40.0K	MEDIUM
S&P/CS HPI Composite-20 n.s.a(YoY)(Mar)	USD	3.1%	3.0%	MEDIUM

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	69.53	69.38	69.23	69.68	69.83	Sideways
EURINR FUTURE	77.89	77.64	77.39	78.14	78.39	Sideways
GBPINR FUTURE	88.29	88.04	87.79	88.54	88.79	Bearish
JPYINR FUTURE	63.50	63.35	63.20	63.65	63.80	Bearish

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

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