

KEY HEADLINES:

- The dollar edged towards a one-week high on Thursday as trade tensions between China and the United States led investors to seek shelter. U.S. money markets are pricing in roughly two interest rate cuts by January 2020 and the bond yield curve inverted further overnight, signalling rising recessionary risks for the world's biggest economy. But demand for dollars shows no sign of abating.
- The U.S. dollar was hovering near two year highs against a currency basket on Thursday as persistent concerns over global trade tensions prompted investors to seek refuge in safe haven assets. With the trade spat between the U.S. and China showing no signs of easing concerns that global economic growth will be hit have loomed over financial markets in recent sessions, leading to rising risk aversion.
- Uncertainty over Britain's departure from the European Union has triggered a sharp drop in business confidence in Europe over the past six months, a survey showed on Thursday. Only 50% of European business leaders said they were confident about the ability of their firms to grow and prosper, compared with 70% in November 2018, the survey by insurer CNA Hardy found.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German Retail Sales(MoM)(Apr)	EUR	0.4%	-0.2%	Medium
GDP Quarterly (YoY)(Q4)	INR	6.3%	6.6%	Medium
German CPI (MoM)(May)	EUR	0.3%	1.0%	Medium
Core PCE Price Index(YoY)(Apr)	USD	1.6%	1.6%	Medium
PCE Deflator(YoY)	USD		1.3%	Medium
U.S. Baker Hughes Total Rig Count	USD		983	Medium

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	70.06	69.91	69.76	70.21	70.37	Sideways
EURINR FUTURE	78.23	77.98	77.73	78.48	78.73	Sideways
GBPINR FUTURE	88.64	88.39	88.14	88.89	89.14	Sideways
JPYINR FUTURE	63.97	63.82	63.67	64.12	64.27	Bearish

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

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