

KEY HEADLINES:

- The Japanese yen jumped against the dollar and the Mexican peso plunged after U.S. President Donald Trump's shock threat to slap new tariffs on Mexico, which risked tipping an already struggling global economy into recession. The impact of escalating trade tensions between Washington and Beijing is starting to show up in economic data, with a key measure of Chinese manufacturing activity disappointing investors, and Trump's latest salvo fueled a rush on Friday to safe-haven assets such as government bonds and the yen
- Trade tensions bedevilled global markets again and hurt most of Asian's emerging currencies on Friday, with Washington's shock move to slap tariffs on Mexican goods taking some of the shine off gains for Indonesia's rupiah following a sovereign ratings upgrade.
- Ratings agency S&P said on Friday it had raised Indonesia's sovereign credit rating to 'BBB', citing the country's strong economic growth prospects and supportive policy dynamics. S&P had previously rated Indonesia at 'BBB-', the lowest investable grade awarded by the agency. The upgrade put S&P on par with the ratings awarded by two other major credit rating agencies, Fitch and Moody's.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
German Manufacturing PMI(May)	EUR	44.3	44.3	HIGH
Manufacturing PMI(May)	GBP	52.4	53.1	HIGH
ISM Manufacturing PMI(May)	USD	53.3	52.8	HIGH
French Manufacturing PMI(May)	EUR	50.6	50.6	Medium
Manufacturing PMI(May)	EUR	47.7	47.7	Medium
ISM Manufacturing PMI(May)	USD	53.3	52.8	Medium

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	69.87	69.75	69.43	70.19	70.48	Bullish
EURINR FUTURE	78.10	78.08	77.91	78.31	78.52	Sideways
GBPINR FUTURE	88.04	88.05	87.78	88.32	88.57	Bearish
JPYINR FUTURE	64.28	64.31	64.06	64.49	64.74	Bullish

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

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