

KEY HEADLINES:

- The euro rose on Thursday as investors prepared to scrutinise a European Central Bank meeting, wanting to know how concerned its policymakers are about signs of a downturn in growth. The euro has strengthened recently on the back of dollar weakness caused by rising bets on a U.S. interest rate cut.
- The Reserve Bank of India cut its policy interest rate by 25 basis points in a widely expected move on Thursday, while also changing its policy stance to "accommodative," after latest data showed the economy growing at its slowest in over four year. "A sharp slowdown in investment activity along with a continuing moderation in private consumption growth is a matter of concern," the bank's monetary policy committee (MPC) said in a statement after making its third cut since February.
- The euro zone economy accelerated in the first three months of this year, EU statistics agency Eurostat confirmed on Thursday, driven by household spending, investment and trade. Eurostat confirmed its earlier estimate that gross domestic product in the 19 countries sharing the euro rose 0.4% quarter on quarter in the January-March period. It also kept its figure of 1.2% for year-on-year growth.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact
Nonfarm Payrolls(May)	USD	185K	263K	HIGH
Unemployment Rate(May)	USD	3.6%	3.6%	HIGH
German Trade Balance(Apr)	EUR	18.6B	20.0B	Medium
Halifax House Price Index(YoY)(May)	GBP	4.9%	5.0%	Medium
Average Hourly Earnings(YoY)(YoY)(May)	USD	3.2%	3.2%	Medium
Participation Rate(May)	USD		62.8%	Medium
Private Nonfarm Payrolls(May)	USD	175K	236K	Medium

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	69.41	69.33	69.16	69.58	69.68	Sideways
EURINR FUTURE	78.09	78.02	77.72	78.33	78.57	Sideways
GBPINR FUTURE	88.22	88.10	87.90	88.36	88.57	Bullish
JPYINR FUTURE	64.20	64.12	63.83	64.34	64.55	Bearish

RESEARCH BONANZA FOREIGN CURRENCY SEGMENT

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