



WEEKLY FOREX

DATE: 23-07-2018

KEY HEADLINES

- Poles rushed to the shops in June as low unemployment and rising wages drove double-digit growth in retail sales, analysts said. Retail sales rose 10.3 percent year-on-year in June, above an expected 7.9 percent gain, the statistics office said on Friday, confirming the economy was in good shape fueled by domestic consumption.
- The U.S. dollar fell on Friday after U.S. President Donald Trump criticized the Federal Reserve for increasing interest rates but was still on target for a second week of gains. The U.S. dollar index, which measures the greenback's strength against a basket of six major currencies, was down 0.15% to 94.84 as of 5:36 AM ET.
- A top official from Italy's ruling League party voiced opposition on Thursday to German central bank chief Jens Weidmann becoming the next governor of the European Central Bank, saying such an appointment could lead Europe to disintegrate.
- The Indian rupee INR hit a record low of 69.13 per dollar in early trade on Friday, tracking weakness in the yuan with traders monitoring the domestic stock market for further direction.

Currency pair

Currencies	20/07/2018	13/07/2018	Change(%)
USDINR	68.90	68.64	0.37
EURINR	80.33	79.86	0.58
GBPINR	89.92	90.14	-0.24
JPYINR	61.32	61.03	0.47

USDINR



Technical Outlook–

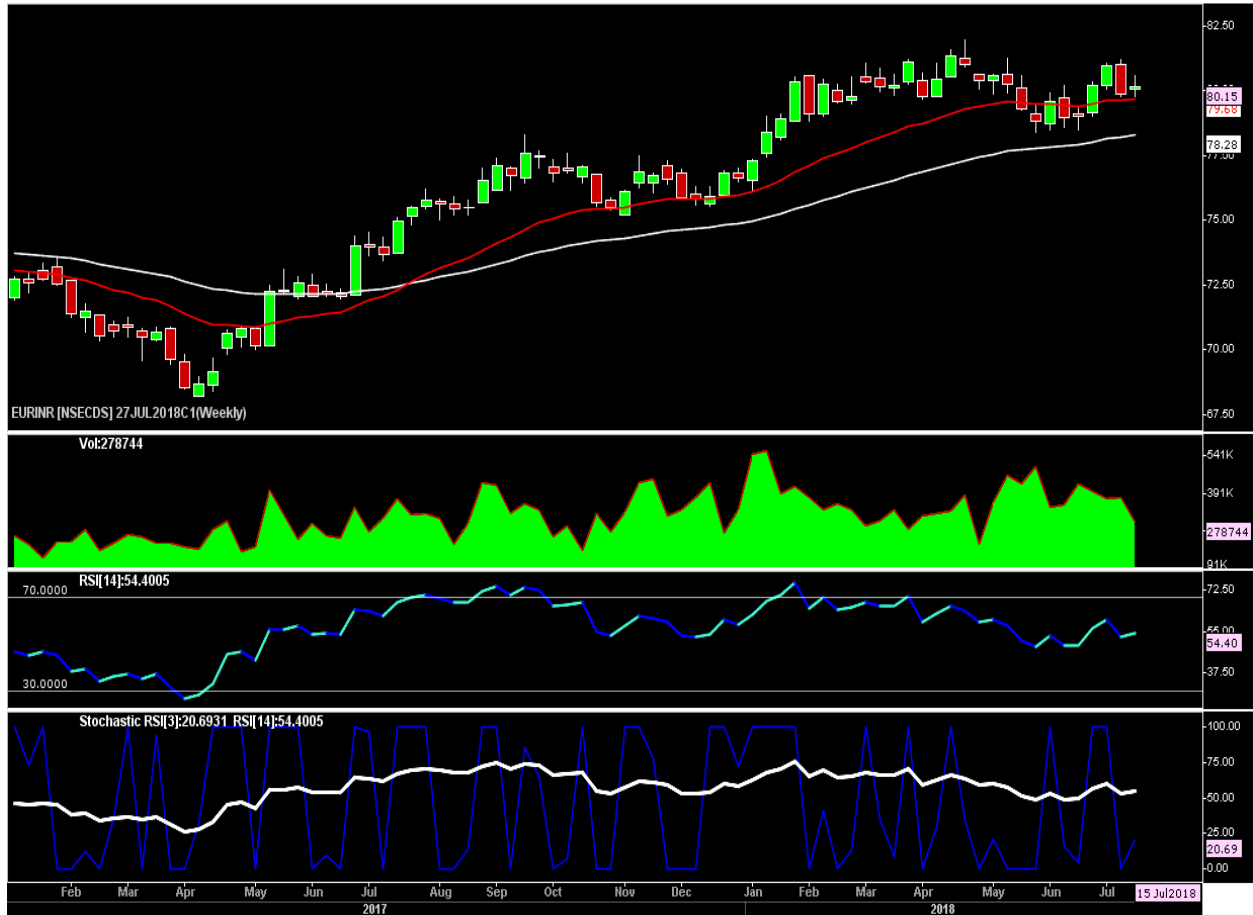
- On the weekly chart, a green candle is formed which engulfs the previous week’s red candle
- Indicator RSI (14) is in Bullish crossover
- EMA 21 and EMA 50 are in Bullish Crossover on weekly chart

The near term trend looks strong, going forwards on the lower end price may move towards 66.50

Support-Resistance

LTP	S1	S2	R1	R2
68.90	67.85	66.50	70	71.20

EURINR



Technical Outlook–

- On the weekly chart, a small green candle is formed almost like a doji pattern
- Indicator RSI (14) is in bullish crossover
- EMA 21 and EMA 50 will be in bullish Crossover

The short term trend looks in consolidation; on the lower end the pair may move towards 78

Support-Resistance

LTP	S1	S2	R1	R2
80.33	79.25	78	81.50	82.50

GBPINR



Technical Outlook–

- On the weekly chart, a large red candle is formed
- Indicator RSI (14) will be in bearish crossover
- EMA 21 and EMA 50 will be in bearish Crossover

The short term trend looks either in consolidation or in downtrend; on the lower end the pair may move towards 87.50

Support-Resistance

LTP	S1	S2	R1	R2
89.92	88.75	87.50	91	92.25

JPYINR



Technical Outlook–

- On the weekly chart, a small green candle is formed.
- Indicator RSI (14) is in a bullish crossover on weekly chart
- EMA 50 and EMA 21 are in bullish crossover in weekly chart

The short term trend looks either in consolidation or in downtrend; on the lower end the pair may move towards 59

Support-Resistance

LTP	S1	S2	R1	R2
61.32	60.25	59	62.50	63.50

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
23/7/2018	USD	Existing Home Sales (Jun)	5.47M	5.43M
24/7/2018	EUR	German Manufacturing PMI (Jul)	55.5	55.9
25/7/2018	EUR	German Ifo Business Climate Index		101.8
25/7/2018	USD	New Home Sales (Jun)	670K	689K
25/7/2018	USD	Crude Oil Inventories		5.836M
26/7/2018	EUR	Deposit Facility Rate	-0.40%	-0.40%
26/7/2018	EUR	ECB Marginal Lending Facility	0.25%	0.25%
26/7/2018	EUR	ECB Interest Rate Decision (Jul)	0.00%	0.00%
26/7/2018	USD	Core Durable Goods Orders (MoM) (Jun)	0.3%	-0.3%
26/7/2018	ECB	ECB Press Conference		
27/7/2018	USD	GDP (QoQ) (Q2)	4.0%	2.0%

RESEARCH BONANZA

FOREIGN CURRENCY SEGMENT

Disclaimer:

This report, which contains information based on research carried by or on behalf of Bonanza Portfolio Limited, is neither advice nor any offer to sell or a solicitation to buy any securities, it contains information for the intended recipient only and no other person. Further the intended recipient is also advised to exercise restraint in placing any dependence on this report, as the sender, Bonanza Portfolio Limited, neither claims nor guarantees the accuracy of any information neither contained herein nor assumes any responsibility in relation to losses arising from the errors of fact, opinions contained herein or the dependence placed on the same. The information herein may change any time due to the volatile market conditions, and may not be accurate, complete or exhaustive, the recipient therefore is advised to use his own discretion and judgment, while entering into any transactions, whatsoever. Further, Banana, its directors employees and associates may or may not have trading or investment positions in the securities mentioned herein.