

DATE: 15-07-2019

KEY HEADLINE

- Japanese curbs on exports of key materials used by South Korean tech companies are not intended as retaliation in a feud over South Koreans who worked for Japanese firms during World War Two, a Japanese foreign ministry official said on Friday. The official, speaking to reporters on condition of anonymity, also said that the steps were "necessary measures related to security".
- The dollar was higher against the British pound and emerging market currencies in early trading in Europe Wednesday, but range-bound against most of its peers as the market braced for Federal Reserve Chairman Jerome Powell's two days of testimony before Congress. Powell is due to start his testimony at 10:00 AM ET (14:00 GMT), against a backdrop of elevated uncertainty over the path of interest rates for the rest of the year. The market has scaled back its expectations for an immediate, high-impact easing of policy in the wake of Friday's stronger-than-expected U.S. labor market report, but still expects a 25 basis point cut in the Fed funds rate when the Federal Open Markets Committee meets at the end of July.
- The Los Angeles and Long Beach port complex, the nation's busiest and the No. 1 for ocean trade with China, - handled 5.1% fewer inbound containers of cargo in June, as the trade standoff between Washington and Beijing disrupts global supply chains. Imports to the smaller Port of Long Beach dropped 13.7% from June 2018, more than offsetting the 3.5% gain at the Port of Los Angeles, which processed 396,306.5 20-foot equivalent units, a standardized maritime measurement for counting cargo containers.

Currency pair

Currencies	12/07/2019	05/07/2019	Change (%)
USDINR	68.77	68.61	0.23
EURINR	77.54	77.46	0.10
GBPINR	86.27	86.26	0.01
JPYINR	63.59	63.61	-0.03

USDINR



Technical Outlook–

- On the Weekly Chart, Descending Triangle formation is formed. Breakdown is possible in the near future.
- Indicator RSI (14) is near 50 on Daily Chart.
- 50EMA and 100EMA may be in bearish crossover.
- The near term trend looks towards breakdown, going forwards it might remain in range of 67.75-69.25

Support-Resistance

LTP	S1	S2	R1	R2
68.77	67.75	67.00	69.25	70.00

EURINR



Technical Outlook–

- On the Weekly Chart, a small green candle is formed
- 50EMA and 100 EMA may be in Bearish Crossover
- The momentum oscillator RSI (14) has entered in a bearish crossover.
- The short term trend looks Bearish; going forwards it would likely to move towards 76.50 and lower.

Support-Resistance

LTP	S1	S2	R1	R2
77.54	76.50	75.50	78.50	79.50

GBPINR



Technical Outlook–

- On the Weekly chart, Descending Triangle formation is formed. Breakdown is possible in the near future.
- 50EMA and 100EMA are showing bearish crossover on the weekly charts.
- The momentum oscillator RSI (14) will enter in a bearish crossover.
- The overall term trend looks Weak with a support at 85.25

Support-Resistance

LTP	S1	S2	R1	R2
86.27	85.25	84.25	87.25	88.25

JPYINR



Technical Outlook–

- On the Weekly chart, a continuation pattern is formed.
- 50EMA and 100EMA has been in a crossover.
- The momentum oscillator RSI (14) will be in bearish crossover.
- The short term trend looks towards consolidation ; going forwards it would likely to remain in range of 62.75-64.25

Support-Resistance

LTP	S1	S2	R1	R2
63.59	62.75	62.00	64.25	65.00

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
16/07/2019	GBP	Average Earnings Index + Bonus (May)	3.2%	3.1%
16/07/2019	GBP	Claimant Count Change (Jun)	22.9K	23.2K
16/07/2019	EUR	German ZEW Economic Sentiment (Jul)	-19.0	-21.1
16/07/2019	USD	Core Retail Sales (MoM) (Jun)	0.3%	0.5%
16/07/2019	USD	Retail Sales (MoM) (Jun)	0.3%	0.5%
17/07/2019	GBP	CPI (YoY) (Jun)	2.0%	2.0%
17/07/2019	EUR	CPI (YoY) (Jun)	1.2%	1.2%
17/07/2019	USD	Building Permits (Jun)	1.300M	1.299M
17/07/2019	USD	Crude Oil Inventories	-3.081M	-9.499M
18/07/2019	GBP	Retail Sales (MoM) (Jun)	-0.3%	-0.5%
18/07/2019	USD	Philadelphia Fed Manufacturing Index (Jul)	5.0	0.3

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FOREIGN CURRENCY SEGMENT

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