

DATE: 22-07-2019

KEY HEADLINE

- The U.S. dollar recovered slightly in early Friday trading, having fallen heavily after dovish comments from a key policymaker bolstered expectations of an aggressive interest rate cut this month. At a central banking conference on Thursday, New York Fed President John Williams argued for pre-emptive measures to avoid having to deal with too-low inflation and interest rates. The dollar sent the dollar down before it rebounded slightly after a New York Fed representative subsequently said Williams' comments were academic and not about immediate policy direction.
- London's FTSE 100 posted broad gains on Friday as bolstered hopes of a U.S. interest rate cut fuelled appetite for riskier assets, while mid-cap Acacia Mining soared after agreeing to an increased buyout offer from Barrick Gold. The blue-chip index added 0.6%, with all sectors trading in the black. The mid-cap FTSE 250 rose 0.4% by 0745 GMT. Acacia surged more than 18% to 220.4 pence and hit its highest level since late February after Barrick, its largest shareholder, agreed to buy out the remaining shares in the company it does not already own at an implied value of 232 pence a share.
- Thailand's customs-cleared annual exports likely declined for a fourth straight month in June, down 5.0%, a Reuters poll showed on Friday, after falling 5.79% in the previous month. Imports in June are expected to have dropped 2.96% from a year earlier, after falling 0.64% in May, according to the median forecast of 11 analysts in the poll. Thailand likely recorded a trade surplus of \$830 million in June, compared with a surplus of \$181.5 million in May.
- Japan's core inflation slowed to its weakest in about two years in June, data showed on Friday, underlining the nation's long battle to boost consumer prices and adding to speculation the Bank of Japan could deliver more stimulus later this month. With the global economy slowing and factory production faltering in the face of a bruising Sino-U.S. trade war, BOJ officials have said they remain ready to expand stimulus, joining the U.S. Federal Reserve in signaling an easing may be coming soon.

Currency pair

Currencies	19/07/2019	12/07/2019	Change (%)
USDINR	68.88	68.77	0.15
EURINR	77.48	77.54	-0.07
GBPINR	86.38	86.27	0.12
JPYINR	64.04	63.59	0.70

USDINR



Technical Outlook–

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

Support-Resistance

LTP	S1	S2	R1	R2
68.88	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 Bullish Crossover
- The momentum oscillator RSI (14) has entered in a bullish crossover.
- The short term trend looks bullish; going forwards it would likely to move towards 78.50 and higher

Support-Resistance

LTP	S1	S2	R1	R2
77.48	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
86.38	85.25	84.25	87.25	88.25

JPYINR



Technical Outlook–

- On the Weekly chart, a large green candle 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 63.25-64.80

Support-Resistance

LTP	S1	S2	R1	R2
64.04	63.25	62.50	64.80	65.50

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
23/07/2019	USD	Existing Home Sales (Jun)	5.35M	5.34M
24/07/2019	EUR	German Manufacturing PMI (Jul)	45.1	45.0
24/07/2019	USD	New Home Sales (Jun)	650K	626K
24/07/2019	USD	Crude Oil Inventories		-3.116M
25/07/2019	EUR	German Ifo Business Climate Index		97.4
25/07/2019	EUR	Deposit Facility Rate	-0.40%	-0.40%
25/07/2019	EUR	ECB Marginal Lending Facility	0.25%	0.25%
25/07/2019	EUR	ECB Interest Rate Decision (Jul)	0.00%	0.00%
25/07/2019	USD	Core Durables Goods Orders (MoM) (Jun)	0.1%	0.4%
26/07/2019	USD	GDP (QoQ) (Q2)	1.9%	3.1%

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FOREIGN CURRENCY SEGMENT

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