

DATE: 09-09-2019

## KEY HEADLINE

- The dollar was supported on Monday, with the market's risk appetite delicately balanced after talks in Washington between U.S. and Chinese trade deputies were described as "productive". The greenback gained against the safe-haven yen, but edged lower versus trade-exposed currencies, such as the Australian and New Zealand dollars, which rallied on the cautious risk-on mood. Moves were relatively slight, however, with volumes dampened by a public holiday in Japan and by the anticipation that central banks on both sides of the Tasman Sea will sound dovish in scheduled remarks this week.
- The Federal Reserve "isn't on a preset course" and will be "taking things meeting by meeting", vice-chairman Richard Clarida told CNBC Friday. Clarida also indicated that the Fed will soon take action to address the liquidity shortages that have plagued funding markets this week, but would not restart outright purchases of bonds, a program known as quantitative easing.
- The U.S. dollar rose against a basket of currencies on Friday, putting it on track for its first weekly increase in three, prompted by hopes of progress in U.S.-China trade talks and that the Federal Reserve would not lower rates aggressively. Sterling retreated from a two-month high versus the greenback after the Irish foreign minister said that London and the European Union were not yet close to a Brexit deal. U.S. and Chinese deputy trade negotiators are set to continue talks that began on Thursday in an effort to lay the groundwork for high-level discussions in early October that will determine whether the world's biggest economies can reach a trade deal. tariffs and worries about protracted supply-chain disruption have hampered global business activity, the U.S. economy is still faring relatively well, analysts said
- The number of Americans filing applications for unemployment benefits increased less than expected last week, pointing to strong labor market conditions that should continue to support an economy growing at a moderate pace. The steady economic growth pace was also underscored by other data on Thursday showing home resales rising in August to a 17-month high. While factory activity in the mid-Atlantic region slowed in September, orders remained solid, leading manufacturers in the region to increase employment and boost hours for workers.

## Currency pair

Currencies	20/09/2019	13/09/2019	Change (%)
USDINR	71.06	71.05	0.01
EURINR	78.50	78.93	-0.54
GBPINR	88.86	88.52	0.38
JPYINR	65.83	65.85	-0.03

# USDINR



## Technical Outlook–

- On the Weekly Chart, a Gravestone Doji pattern is formed
- Indicator RSI (14) will move below 50 on Weekly Chart.
- 50EMA and 100EMA will be in bearish crossover.
- The near term trend shows bearish signs, going forwards it might move towards 70.00 and below.

## Support-Resistance

LTP	S1	S2	R1	R2
71.06	70.00	69.25	72.00	72.75

# EURINR



## Technical Outlook–

- On the Weekly Chart, Falling wedge pattern is formed
- 50EMA and 100 EMA may be in Bearish Crossover
- The momentum oscillator RSI (14) will move below 50 on weekly chart.
- The near term trend shows bearish signals; going forwards it would move towards 77.50 and below

## Support-Resistance

LTP	S1	S2	R1	R2
<b>78.50</b>	<b>77.50</b>	<b>76.50</b>	<b>79.50</b>	<b>80.50</b>

# GBPINR



## Technical Outlook–

- On the Weekly chart, a falling wedge pattern is in formation. Breakout is possible in the near term
- 50EMA and 100EMA are showing bullish crossover on the weekly charts.
- The momentum oscillator RSI (14) may be in bullish crossover.
- The short term trend looks towards breakout ; 88.00 would play as a major support during the week

## Support-Resistance

LTP	S1	S2	R1	R2
<b>88.86</b>	<b>87.75</b>	<b>86.50</b>	<b>90.00</b>	<b>91.00</b>

# JPYINR



## Technical Outlook–

- On the Weekly chart, a small red candle is formed
- 50EMA and 100EMA will be in bearish crossover.
- The momentum oscillator RSI (14) will move with a support near 50.
- The near term trend shows bullish signs; going forwards it would remain in the range of 65.00-67.00

## Support-Resistance

LTP	S1	S2	R1	R2
<b>65.83</b>	<b>65.00</b>	<b>64.25</b>	<b>67.00</b>	<b>68.00</b>

## Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
23/09/2019	EUR	German Manufacturing PMI (Sep)	44.0	43.5
24/09/2019	EUR	German Ifo Buisness Climate Index (Sep)	94.5	94.3
24/09/2019	USD	CB Consumer Confidence (Sep)	134.0	135.1
25/09/2019	USD	New Home Sales (Aug)	660K	635K
25/09/2019	USD	Crude Oil Inventories		1.058M
26/09/2019	USD	GDP (QoQ) (Q2)	2.0%	3.1%
26/09/2019	USD	Pending Home Sales (MoM) (Aug)	1.0%	-2.5%
27/09/2019	USD	Core Durables Goods Orders (MoM) (Aug)	0.2%	-0.4%

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#### FOREIGN CURRENCY SEGMENT

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