

DATE: 27-08-2018

## KEY HEADLINES

- Mexico's economy shrank by 0.2 percent in the second quarter from the previous three-month period, one tenth of a percentage point more than initially forecast in a preliminary estimate, data from the national statistics agency showed on Friday.
- The dollar fell on Friday after Federal Reserve Chair Jerome Powell said he sees little risk that inflation is poised to accelerate beyond the central bank's target but that steady interest rate hikes are the best way to protect the U.S. economic recovery for now.
- All sectors of the German economy grew in the second quarter, data showed, with robust domestic activity helping to cushion against risks to exports from an uncertain global trade outlook.
- Demand for physical gold was modest in India this week as the top bullion consuming state of Kerala coped with floods, while interest for the metal remained lacklustre elsewhere in Asia as buyers awaited a dip in prices.
- New orders for key U.S.-made capital goods increased more than expected in July and growth in shipments held firm, signaling that business investment started the third quarter on a strong note

## Currency pair

Currencies	24/08/2018	16/08/2018	Change(%)
<b>USDINR</b>	<b>69.92</b>	<b>70.26</b>	<b>-0.48</b>
<b>EURINR</b>	<b>81.01</b>	<b>79.98</b>	<b>1.28</b>
<b>GBPINR</b>	<b>89.88</b>	<b>89.37</b>	<b>0.57</b>
<b>JPYINR</b>	<b>62.81</b>	<b>63.43</b>	<b>-0.97</b>

# USDINR



## Technical Outlook–

- On the weekly chart, a Bullish Harami Pattern is formed
- Indicator RSI (14) is in Bearish crossover
- EMA 21 and EMA 50 will be in Bearish Crossover on weekly chart

The near term trend looks strong, going forwards on the upper end price may move towards 72.

## Support-Resistance

LTP	S1	S2	R1	R2
69.92	69.00	68.00	71.25	72.50

Research@bonanzaonline.com

Bonanza Research Team 2

# EURINR



## Technical Outlook–

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

The short term trend looks in uptrend; on the upper end the pair may move towards 83 and 84

## Support-Resistance

LTP	S1	S2	R1	R2
<b>81.01</b>	<b>80.00</b>	<b>78.50</b>	<b>82.50</b>	<b>84.00</b>

# GBPINR



## Technical Outlook–

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

The short term trend looks in uptrend; on the upper end the pair may move towards 92.00

## Support-Resistance

LTP	S1	S2	R1	R2
89.88	88.75	87.50	91.00	92.00

# JPYINR



## Technical Outlook–

- On the weekly chart, a red candle is formed in an Hanging man pattern
- Indicator RSI (14) is in a Bearish crossover on weekly chart
- EMA 50 and EMA 21 will be in Bearish crossover in weekly chart

The short term trend looks either in consolidation or downtrend; on the lower end the pair may move towards 61.00

## Support-Resistance

LTP	S1	S2	R1	R2
62.81	62.00	61.00	64.00	65.00

## Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
27/08/2018	EUR	German Ifo Business Climate Index		101.7
28/08/2018	USD	CB Consumer Confidence (Aug)	126.2	127.4
29/08/2018	USD	GDP (QoQ) (Q2)	4.0%	4.1%
29/08/2018	USD	Crude Oil Inventories	-1.497M	-5.836M
30/08/2018	EUR	German Unemployment Change (Aug)	-8K	-6K
30/08/2018	USD	Initial Jobless Claims		
31/08/2018	EUR	CPI (YoY) (Aug)	2.1%	2.1%
31/08/2018	INR	GDP Quarterly (YoY) (Q1)	7.6%	7.7%

### 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.