

DATE: 29-07-2019

KEY HEADLINE

- The dollar hit its highest level in two months early Friday in Europe, resuming its upward trend against both the euro and sterling after unconvincing performances on Thursday from both the European Central Bank and the U.K.'s new Prime Minister. The dollar index, which tracks the greenback against a basket of developed-market peers, rose 97.627 during Asian trading and was hovering just below that level 4 AM ET. That was its highest since late May.
- Rarely has Britain's economic outlook been so unclear for a new prime minister as it is for Boris Johnson, with strengths such as the lowest unemployment in 44 years contrasting with signs in business surveys of a slowdown or even a recession. More than three years into the Brexit crisis, Britain's economy probably slowed to a standstill in the April-June period and might even have contracted for the first time since 2012, economists say.
- Gold firmed on Friday, having shed 1% in the previous session on robust U.S. jobs data, with investors awaiting further economic readings from Washington that could drive sentiment going into next week's Federal Reserve meeting. Spot gold XAU= rose 0.3% to \$1,418.40 an ounce by 0958 GMT. U.S. gold futuresGCCv1 gained 0.3% to \$1,418.50. Prices were still on track for a first weekly drop in three, pressured in part by a stronger dollar and spillover from Thursday's slide after comments from European Central Bank Governor Mario Draghi lowered expectations for an immediate cut to interest rates.
- Asian firms have cut back capital spending this year, and that means a recovery in regional earnings, jobs and overall demand could take a while. A Reuters analysis of 6,500 major Asian companies, with comparable financial data available, showed their cumulative capital expenditures in January-March fell 1% to \$198.7 billion - the first annual decline for a quarter in two years.

Currency pair

Currencies	26/07/2019	19/07/2019	Change (%)
USDINR	69.12	68.88	0.34
EURINR	77.17	77.48	-0.40
GBPINR	86.09	86.38	-0.33
JPYINR	63.74	64.04	-0.46

USDINR



Technical Outlook-

- On the Weekly Chart, Gravestone Doji pattern is formed.
- Indicator RSI (14) is below 50 on Daily Chart.
- 50EMA and 100EMA may be in bearish crossover.
- The near term trend looks Bullish, going forwards it might remain in range of 68.50-70.00

Support-Resistance

LTP	S1	S2	R1	R2
69.12	68.50	67.75	70.00	70.75

EURINR



Technical Outlook–

- On the Weekly Chart, an Evening Star pattern 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 76.25 and lower

Support-Resistance

LTP	S1	S2	R1	R2
77.17	76.25	75.25	78.25	79.25

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

Support-Resistance

LTP	S1	S2	R1	R2
86.09	85.00	84.00	87.00	88.00

JPYINR



Technical Outlook–

- On the Weekly chart, a large red 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 63.00-64.50

Support-Resistance

LTP	S1	S2	R1	R2
63.74	63.00	62.25	64.50	65.25

Most Important Event in the This Week:

Date	Currency	Event	Forecast	Previous
30/07/2019	USD	CB Consumer Confidence (Jul)	124.5	121.5
30/07/2019	USD	Pending Home Sales (MoM) (Jun)	1.0%	1.1%
31/07/2019	EUR	German Unemployment Change (Jul)	3K	-1K
31/07/2019	EUR	CPI (YoY) (Jul)	1.1%	1.3%
31/07/2019	USD	ADP Nonfarm Employment Change (Jul)	153K	102K
31/07/2019	USD	Crude Oil Inventories	-4.011M	-10.835M
31/07/2019	USD	Fed Interest Rate Decision	2.25%	2.50%
01/08/2019	EUR	German Manufacturing PMI (Jul)	43.1	43.1
01/08/2019	GBP	Manufacturing PMI (Jul)	47.7	48.0
01/08/2019	GBP	BoE Interest Rate Decision (Aug)	0.75%	0.75%
01/08/2019	USD	ISM Manufacturing PMI (Jul)	52.7	51.7
02/08/2019	GBP	Construction PMI (Jul)	45.0	43.1
02/08/2019	USD	Nonfarm Payrolls (Jul)	160K	224K
02/08/2019	USD	Unemployment Rate (Jul)	3.6%	3.7%

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FOREIGN CURRENCY SEGMENT

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