

FROM RESEARCH DESK

Currency Pivot Levels

Currency Pair	Close	% Change	OI % Change	Prev. OI %Change	R *	Pivot	S*
USDINR	70.10	0.31	1.67	-1.84	70.2567	70.0483	69.9017
EURINR	78.58	0.19	5.15	-1.61	78.7133	78.5767	78.4633
GBPINR	91.13	0.11	-0.4	-9.39	91.3292	91.1758	90.9917
JPYINR	63.85	0.44	13.1	31.42	64.0650	63.8725	63.6875

Cross Currency Update

Currency Pair	Close	% Change
Dollar index	97.43	-0.18
EURUSD	1.1194	0.21
GBPUSD	1.3011	0.02
USDJPY	109.72	-0.33

USDINR 29 MAY, 2019 Expiry Option Update

Options	LTP	%Chg	OI	%Chg OI
CE 71.00	0.32	14.29	109949	3.53
CE 70.50	0.4975	15.03	159580	0.43
CE 70.00	0.73	16.33	186758	1.46
CE 69.50	1.0025	13.28	96440	-3.29
CE 69.00	1.33	11.53	39245	0.11
PE 71.00	1.22	-12.23	45221	3.89
PE 70.50	0.9	-14.69	63705	0.07
PE 70.00	0.625	-15.25	130172	16.58
PE 69.50	0.4075	-16.84	103019	-1.34
PE 69.00	0.24	-20.66	144044	4.00

Note: Previous day movement of Option Activities.

RBI Reference Rate (May 9, 2019)

 1 USD	 1 GBP	 1 EURO	 100 YEN
69.8685	90.9879	78.2481	63.5900

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Technical View on Major Currency Pair

■ USDINR (May Future)



Dollar/rupee extended its recent gain and after testing day high 70.1950 settled at 70.1075 levels as concerns over escalating trade tension between the US-China supported safe haven demand for the dollar. Now, investors nervously await the start of two-day trade talks in Washington due later in the day to see if Chinese negotiators can convince the White House to back down on a threatened tariff hike due today. Local stocks ended at fresh two-month lows, their seventh straight session of decline also weighed on sentiment.

Technical, On the EOD chart, USDINR continued its recent bullish move. It jumped towards 70.1950 and formed a long bullish candle stick. Near term momentum looks positive following the recent breakout on the chart and next upside target expect to be 70.50 and above. On the downside, crucial support is seen at 69.80-69.55.

Trend –Neutral to positive

■ GBPINR (May Future)



Pound/Rupee remained under pressure on reports Brexit negotiation between the UK Conservatives and Labour parties may have collapsed. Both the Conservatives and Labour are attempting to agree on how the UK should leave the European Union (EU) - but with little signs of success. Reports showed that Labour Party negotiators have described the government as being disingenuous the matter of a customs union. Labour Party made the entry into a customs union as a red line, and according to reports, the Government is yet to move on the matter.

Technical, Since, 9 April 2019 GBPINR struggling to break its massive resistance 91.70 and consolidating in between 91.50-90.50 levels. In near term 91.70 will act as a massive resistance which is coincided with triangle resistance and break above will create probability for 2-3% sharp bullish move. Failure of the break only could witness consolidation towards 90.70-90.50 again.

Trend –Bullish above 91.70

Major Economic Data & Events Released Yesterday/Earlier today

- US goods trade deficit with China decreased 16.2 percent to \$20.7 billion, the lowest level since March 2014, also as imports from the world's No. 2 economy fell 6.1 percent. Exports to China jumped 23.6 percent in March.
- US Initial claims for state unemployment benefits decreased 2,000 to a seasonally adjusted 228,000 for the week ended May 4, the Labor Department said on Thursday. Data for the prior week was unrevised.
- US producer price index for final demand increased 0.2 percent last month after jumping 0.6 percent in March. In the 12 months through April, the PPI increased 2.2 percent, matching March's rise.

Major Economic Data & Events Schedule today

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
5:00am	JPY	Average Cash Earnings y/y	-0.50%	-0.70%	Neutral
	JPY	Household Spending y/y	1.60%	1.70%	Negative
5:20am	JPY	BOJ Summary of Opinions	-	-	-
7:00am	AUD	RBA Monetary Policy Statement	-	-	-
11:30am	EUR	German Trade Balance	19.4B	18.7B	Positive
12:15pm	EUR	French Industrial Production m/m	-0.40%	0.40%	Negative
	EUR	French Prelim Private Payrolls q/q	0.20%	0.30%	Negative
1:30pm	EUR	Italian Industrial Production m/m	-0.60%	0.80%	Negative
	EUR	Italian Retail Sales m/m	0.30%	0.10%	Positive
2:00pm	GBP	GDP m/m	0.00%	0.20%	Negative
	GBP	Manufacturing Production m/m	0.10%	0.90%	Negative
	GBP	Prelim GDP q/q	0.50%	0.20%	Positive
	GBP	Prelim Business Investment q/q	-0.90%	-0.90%	Neutral
	GBP	Construction Output m/m	-0.80%	0.40%	Negative
	GBP	Goods Trade Balance	-13.7B	-14.1B	Neutral
	GBP	Index of Services 3m/3m	0.40%	0.40%	Neutral
	GBP	Industrial Production m/m	0.20%	0.60%	Negative
6:00pm	CAD	Employment Change	11.7K	-7.2K	Negative
	CAD	Unemployment Rate	5.80%	5.80%	Neutral
	CAD	Building Permits m/m	2.40%	-5.70%	Positive
	USD	CPI m/m	0.40%	0.40%	Neutral
	USD	Core CPI m/m	0.20%	0.10%	Positive
	USD	FOMC Member Brainard Speaks	-	-	-
Tentative	GBP	NIESR GDP Estimate	-	0.40%	-
7:30pm	USD	FOMC Member Williams Speaks	-	-	-
11:30pm	USD	Federal Budget Balance	-165.2B	-146.9B	Negative

Impact: HighLowMedium

Note: Economic data expectations are based on median forecast by economists or Reuters and Bloomberg survey. Here positive impact indicates currency could appreciate and negative indicates currency could depreciate in comparison with US Dollar. Technical Chart Source: TickerNews Source: Ticker news, Forexfactory.com, forexlive.com and investing.com *Dos – Depends on Statement. DOV – Depends on Votes.

Source - investing.com, Reuters, forexlive & ticker news.



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