

Currency Highlights

23rd July-2019



The dollar pushed higher against the yen on Monday as investors tempered expectations for an aggressive Federal Reserve interest rate cut later this month.

South Korea's exports for the first 20 days of this month fell a sharp 13.6% from a year earlier, customs data showed on Monday, led by poor semiconductor shipments and underscoring continued weakness in global demand.

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.

British retail sales rebounded unexpectedly in June, according to official data that may raise hope the economy will sidestep a downturn in the second quarter.

Singapore's exports plummeted in June amid a worsening trade war, spelling more bad news for the city state's economy. The trade-reliant economy took a sharp downturn in the second quarter, prompting analysts to downgrade growth forecasts for this year and predict a possible recession.

SPOT	Close	Prv. Close	Change	% Change
USDINR	68.91	68.794	0.116	0.17
EURINR	77.29	77.26	0.03	0.04
GBPINR	85.89	86.192	-0.302	-0.35
JPYINR	63.89	63.9	-0.01	-0.02
DXY	96.9	96.735	0.165	0.17

Cross Currency	Close	Prv. Close	Change	% Change
EURUSD	1.1216	1.1232	-0.0016	-0.14
GBPUSD	1.2463	1.2529	-0.0066	-0.53
USDJPY	107.89	107.69	0.2000	0.19
EURGBP	0.8996	0.8964	0.0032	0.36
AUDUSD	0.7046	0.7062	-0.0016	-0.23

Global Indices	Home Currency	Close	Previous Close	Change	% Change
Nifty	INR	11346.20	11419.25	-73.05	-0.64
Dow Jones	USD	27171.90	27154.20	17.70	0.07
DAX	EUR	12289.40	12260.07	29.33	0.24
FTSE 100	GBP	7514.93	7508.70	6.23	0.08
NIKKEI	JPY	21618.04	21407.31	210.73	0.98

RBI Reference Rate	19/07/2019	18/07/2019
USD	68.8249	68.8758
GBP	86.2248	85.7164
EUR	77.5161	77.4389
JPY	63.93	63.99

Interest Rate Future (Underlying)	Price	Yield
768GS2023	104.9700	6.3631
717GS2028	103.6500	6.5993
726GS2029	105.8100	6.4312
668GS2031	99.3000	6.764

USDINR



Technical View:

The Dollar were slightly positive against Indian Rupees on Monday session and closed with total gain of 0.22%.

On the daily timeframe, USDINR has recovered from the lower levels and managed to sustained above 69 levels.

Moreover, pair has found the support at lower Bollinger band and pulled back from there.

In addition, momentum indicator RSI(14) has turned higher with positive crossover, which point out further bullishness.

So based on the above structure, we expect moderate bullish move in USDINR towards 69.35 levels.

JPYINR



Technical View:

JPYINR has traded in narrow range on Monday trades and closed at flat note.

On the daily scale, pair has been trading between two consecutive trendline.

Moreover, price has sustained above 21*50 days SMA, which shows more bullishness in near term.

In addition, a momentum indicator RSI (14) has shown positive crossover, which may keep the prices upside.

So based on the above structure, we expect a positive move towards 64.40 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	68.66	68.83	68.89	69.00	69.06	69.17	69.34
JPYINR	63.32	63.63	63.80	63.94	64.11	64.25	64.56

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GBPINR



Technical View:

GBPINR has moved down by 0.38% on Monday trading session.

On the daily chart, pair has retreated from upper band of Bollinger formation, which act as resistance zone for the prices.

Moreover, Pair has traded below 21*50 days SMA, which indicates bearish move in the counter.

So based on above technical structure we expect moderate bearish movement towards 85.72 in GBPINR future.

EURINR



Technical View:

On the daily chart, EURINR has settled on negative note with slightly loss of 0.05% on Monday session.

Moreover, price has faced resistance from upper Bollinger band and also it has closed below 21*50 days SMA's

Moreover, a momentum indicator RSI(14) has moved below the level of 50 and another indicator William% R is at negative zone, which have added more strength for continuation of bearish movement in the counter.

On the basis of above structure, we expect further negative move from some peaks in Pair towards 77.05 level.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	76.89	77.17	77.29	77.45	77.57	77.73	78.01
GBPINR	85.26	85.72	85.89	86.18	86.35	86.64	97.88

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Economic Indicators

Time	Currency	Data	Prior	Expected	Impact
07:30PM	USD	Existing Home Sales	5.34M	5.35M	'Actual' greater than 'Forecast' is good for currency;

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