

## CURRENCY OUTLOOK

### FUNDAMENTALS OF CURRENCY:

- WEEK AHEAD: G7 finance ministers reached a historic agreement on Saturday to reform the global tax system ahead of the highly anticipated G7 leaders' summit on 11-13 June 2021. Elsewhere, monetary policy meetings in the Eurozone, Canada and Russia will be keenly watched, as well as updated GDP figures for Japan, the Eurozone, the UK and South Africa. Other important releases include US and China inflation and foreign trade data; US and Australia consumer sentiment; Germany and India industrial output; and Japan current account.
- The British pound rebounded towards \$1.42 Friday, moving closer to a three-year high of \$1.425 hit earlier this week, as the dollar fell on the back of a weaker than forecast US jobs report and as investors digested upbeat economic data from the UK. A PMI survey showed the UK construction output growth in May was the strongest since September 2014; while new car registrations jumped 674.1%, but were still well below pre-pandemic levels.
- The euro rebounded slightly above \$1.215 Friday, as a weaker-than-expected US jobs report weighed on the dollar. In other economic news, Eurozone retail sales dropped more than expected in April; while construction output in May expanded slightly as growth in Italy and France was offset by a steeper contraction in German activity. The euro hit an over four-month high of \$1.2265 last week amid hopes of a strong economic recovery in Europe helped by an acceleration in COVID vaccinations and a gradual re-opening of the bloc's economy.

### RBI REFERENCE RATE

INDEX	CLOSE	PREV. CLOSE	CHANGE IN %
USDINR	72.4767	72.6404	-0.23
GBPINR	102.7724	102.4641	0.30
EURINR	88.2307	88.5511	-0.36
JPYINR	65.96	66.56	-0.90

### FII FIGURES

DATE	EQUITY	BOND
04-JUN	1499.37	-1175.01
03-JUN	1079.2	-278.97
02-JUN	921.1	241.76
01-JUN	-449.86	230.49
31-MAY	2412.39	179.78
NET	5462.2	-801.95

### U S DOLLAR INDEX



USDINR TECHNICAL CHART



Technical indicators (Daily):

- RSI- 42.298
- MACD- -0.2613
- MOVING AVERAGES (20,50,100)-  
(73.0094/73.7403/73.2785)

WEEKLY PIVOT LEVELS

S3	S2	S1	PIVOT	R1	R2	R3
74.49	74.03	73.60	73.13	72.70	72.24	71.81

Pivot levels for Domestic Currencies

PAIR	R2	R1	P	S1	S2
USDINR	74.03	73.60	73.13	72.70	72.24
EURINR	90.31	89.49	89.04	88.22	87.77
GBPINR	104.49	103.92	103.47	102.91	102.45
JPYINR	67.37	66.92	66.61	66.15	65.84

Pivot levels for Global Currencies

PAIR	R2	R1	P	S1	S2
EURUSD	1.2281	1.2198	1.2154	1.2071	1.2027
GBPUSD	1.4297	1.4207	1.4145	1.4055	1.3993
USDJPY	111.4133	110.7867	110.0733	109.4467	108.7333

Currency Majors

CURRENCY	FXMAJORS	CLOSEPRICE	DAY	WEEK	MONTHLY	YTD
EURO	EURUSD	1.21664	0.29%	-0.21%	1.34%	-0.41%
POUND	GBPUSD	1.41583	0.34%	-0.20%	1.82%	3.55%
AUSTRALIAN DOLLAR	AUDUSD	0.7742	1.00%	0.43%	-0.09%	0.44%
YEN	USDJPY	109.52	-0.67%	-0.28%	0.26%	6.07%
YUAN	USDCNY	6.38957	-0.15%	0.46%	-1.48%	-1.73%
SWISS FRANC	USDCHF	0.8987	-0.53%	-0.09%	-1.60%	1.54%
CANADIAN DOLLAR	USDCAD	1.20786	-0.22%	0.00%	-1.55%	-5.14%
MEXICO PESO	USDMXN	19.9449	-1.01%	0.14%	-1.55%	0.23%
INDIAN RUPEE	USDINR	72.86	-0.25%	0.64%	-1.27%	-0.24%
BRAZILIAN REAL	USDBRL	5.0488	-0.57%	-3.36%	-5.70%	-2.79%
RUSSIAN RUBBLE	USDRUB	72.74	-0.27%	-0.36%	-2.63%	-1.42%
DOLLAR INDEX	DX	90.135	-0.42%	0.12%	-1.29%	0.22%
KOREAN WON	USDKRW	1107.65	-0.50%	-0.18%	-1.17%	2.17%
SOUTH AFRICAN RAND	USDZAR	13.4142	0.07%	-2.35%	-6.46%	-8.53%
SINGAPORE DOLLAR	USDSGD	1.32393	-0.28%	0.12%	-0.86%	0.14%
HONGKONG DOLLAR	USDHKD	7.75625	-0.02%	-0.06%	-0.17%	0.05%

## COMMODITY MARKET OUTLOOK

### Pivot levels for MCX Bullion:

COMMODITY	R3	R2	R1	P	S1	S2	S3
<b>GOLD</b>	50926	50323	49659	49056	48392	47789	47125
<b>SILVER</b>	77265	75424	73483	71642	69701	67860	65919

### Pivot levels for MCX Energy:

COMMODITY	R3	R2	R1	P	S1	S2	S3
<b>CRUDEOIL</b>	5396	5238	5156	4998	4916	4758	4676
<b>NATURAL GAS</b>	241.4	235.6	230.9	225.1	220.4	214.6	209.9

### Pivot levels for MCX Metals:

COMMODITY	R3	R2	R1	P	S1	S2	S3
<b>ALUMINIUM</b>	207.6	202.9	198.0	193.2	188.3	183.6	178.7
<b>NICKEL</b>	1398.6	1376.3	1345.2	1322.9	1291.8	1269.5	1238.4
<b>ZINC</b>	249.7	246.3	241.6	238.2	233.5	230.1	225.4
<b>COPPER</b>	815.2	795.6	769.4	749.8	723.6	704.0	677.8
<b>LEAD</b>	176.9	175.2	172.5	170.8	168.1	166.4	163.7

### FUNDAMENTALS OF COMMODITY:

- Gold rose more than 1% to around \$1,890 an ounce on Friday, rebounding from an over 2-1/2-week low of \$1,859 hit earlier in the session, in reaction to weaker-than-expected US jobs growth, which also pushed the dollar and Treasury yields sharply lower. The precious metal has played a crucial role as an inflation-hedging asset as investors moved to price in a roaring comeback for the US economy and increased inflation. Still, the precious metal dropped approximately 0.6% this week, its largest weekly decline since March.
- Silver gained more than 1% to trade above \$27 an ounce on Friday, recovering from early losses, amid a general dollar retreat after the jobs report showed the US economy added fewer jobs than expected in May, easing fears of an early Fed tapering. On the week, silver ended nearly 0.5% lower as investors continue to digest prospects of a strong recovery, inflation fears and chances central banks around the world and especially the Fed could pull monetary stimulus soon.
- Crude oil futures extended the weekly gain to almost 5% on Friday to trade above \$69.4 a barrel for the first time since October 2018 and following a 4.3% gain in the previous week amid signs of strong post-pandemic economic recovery. On the supply side, API reported a fall of 5.36 million barrels in US stockpiles last week and EIA data showed a bigger-than-expected 5.08 million drop. Meanwhile, the Saudi Arabian energy minister said it would be premature to talk

### Commodity Majors

COMMODITY	PRICE	DAY	WEEKLY	MONTHLY	YTD
CRUDE OIL	69.38	0.81%	4.61%	5.71%	42.99%
BRENT	71.61	0.42%	4.21%	3.84%	38.24%
NATURAL GAS	3.096	1.91%	3.68%	5.38%	21.94%
GOLD	1890.85	1.08%	-0.62%	5.84%	-0.30%
SILVER	27.781	1.20%	-0.36%	4.83%	5.40%
PLATINUM	1165.27	0.71%	-1.04%	-4.88%	9.32%
PALLADIUM	2841.08	0.07%	0.55%	-4.44%	16.07%
COPPER	4.523	1.31%	-3.29%	-0.35%	28.53%
LEAD	2129.25	-2.74%	-3.05%	-1.33%	7.77%
ALUMINIUM	2454.5	2.09%	-2.07%	0.95%	23.92%
TIN	30712.5	1.82%	-0.77%	3.59%	51.18%
ZINC	3005.75	0.66%	-2.16%	2.52%	9.26%
NICKEL	17993.25	0.74%	-0.47%	0.68%	8.70%

### MCX GOLD CHART



#### Technical indicators (Daily):

- RSI- 56.4932
- MACD- 446.405
- MOVING AVERAGES (20,50,100)-  
(48433/47316/46991)

#### WEEKLY PIVOT LEVELS

S3	S2	S1	PIVOT	R1	R2	R3
50926	50323	49659	49056	48392	47789	47125

### MCX CRUDE OIL CHART



#### Technical indicators (Daily):

- RSI- 69.9105
- MACD- 82.6299
- MOVING AVERAGES (20,50,100)- (4825/4700/4506)

#### WEEKLY PIVOT LEVELS

S3	S2	S1	PIVOT	R1	R2	R3
5396	5238	5156	4998	4916	4758	4676

### MCX COPPER CHART



#### Technical indicators (Daily):

- RSI- 45.9012
- MACD- 1.1747
- MOVING AVERAGES (20,50,100) - (763.5/736.7/694.6)

#### WEEKLY PIVOT LEVELS

S3	S2	S1	PIVOT	R1	R2	R3
815.2	795.6	769.4	749.8	723.6	704.0	677.8

UPCOMING ECONOMIC EVENTS

DATE	TIME	COUNTRY	DATA	FORECAST	PREVIOUS
Wed Jun 9	8:00pm	USD	Crude Oil Inventories		-5.1M
	10:31pm	USD	10-y Bond Auction		1.68 2.5
Thu Jun 10	5:15pm	EUR	Monetary Policy Statement		
		EUR	Main Refinancing Rate	0.00%	0.00%
	6:00pm	EUR	ECB Press Conference		
		USD	CPI m/m	0.40%	0.80%
		USD	Core CPI m/m	0.40%	0.90%
		USD	Unemployment Claims	370K	385K
	8:00pm	USD	Natural Gas Storage		98B
	10:31pm	USD	30-y Bond Auction		2.40 2.2
Fri Jun 11	7:30pm	USD	Prelim UoM Consumer Sentiment	84	82.9

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