

INDIAN FOREX WEEKLY REPORT



For More Information Please visit www.epicresearch.co or contact info@epicresearch.co

Please refer to disclaimer at the end of the report.

WEEKLY SUPPORT AND RESISTANCE

| CURRENCY | RESISTANCE 2 | RESISTANCE 1 | PIVOT POINT | SUPPORT 1 | SUPPORT 2 |
|----------|--------------|--------------|-------------|-----------|-----------|
| USDINR | 68.63 | 68.97 | 69.47 | 69.80 | 70.30 |
| EURINR | 78.32 | 78.69 | 79.19 | 79.56 | 80.05 |
| GBPINR | 86.91 | 87.50 | 88.37 | 88.95 | 89.82 |
| JPYINR | 63.77 | 64.13 | 64.69 | 65.05 | 65.61 |

EPIC WEEKLY TOP PICKS USD-INR CANDLESTICK CHART



TRADING STRATEGY :

BUY USDINR 68.80 TARGET 69.00 69.30 SL BELOW 68.50
 SELL USDINR 68.65 TARGET 68.45 68.15 SL ABOVE 68.95

EPIC WEEKLY TOP PICKS GBP-INR CANDLESTICK CHART



TRADING STRATEGY :

BUY GBPINR 86.35 TARGET 86.55 86.85 SL BELOW 86.05
 SELL GBPINR 86.20 TARGET 85.90 85.60 SL ABOVE 86.50

INDIAN FOREX WEEKLY REPORT

FOREX NEWS

■ The dollar was firm on Friday but traders held off on making big bets ahead of the closely-watched U.S. non-farm jobs report that could influence the course of near-term Federal Reserve policy. The dollar index .DXY against a basket of six major currencies stood little changed 96.748, having spent the previous day in a tight range as the U.S. financial markets were closed for the Independence Day holiday. The index had fallen to a three-month trough of 95.843 last week as U.S. Treasury yield slumped to 2-1/2-year lows on expectations the Fed would cut interest rates this year, starting as early as this month. The focus was now on whether Friday's U.S. jobs report will help make or break the case for a rate cut later in July. Economists polled by Reuters are predicting U.S. non-farm payrolls to have increased by 160,000 in June from 75,000 in May. "The dollar has been closely moving in correlation with U.S. yields and today will be no exception, with the bond market's reaction to the jobs report likely determining the direction of currencies," said Yukio Ishizuki, senior currency strategist at Daiwa Securities. "The bond market rally may have gone too far so its reaction to the jobs data could be volatile." The dollar was flat at 107.850 yen JPY= . The greenback was little changed on the week, during which it briefly touched a two-week high of 108.535 when a U.S.-China trade truce boosted risk appetite and weighed on the safe-haven yen. The euro was steady at \$1.1284 EUR= and headed for a weekly loss of 0.75%.

■ The government has already pumped 2.1 trillion into public sector banks since September 2017. According to ratings agency Icra Ltd, banks will require a further 35,000-45,000 crore to support domestic credit growth of 12-13%. According to Patel, the government and RBI face a trilemma: it is not possible to have dominance of public sector banks, retain independent regulation and adhere to public debt-GDP targets, all at the same time. "After fiscal dominance over monetary policy, are we looking at fiscal dominance over banking regulation now?" Patel said. Fiscal constraints, he said, were forcing the government to use the banks it owns to over-lend and pump-prime the economy. Patel also defended RBI's controversial circular issued on 12 February 2018 on loan restructuring framework, and the move to bring 11 public sector banks under the prompt corrective action. He pointed out that fresh bad loan slippages had declined after the circular was released. The circular, which prescribed rules for recognizing one-day defaults, was struck down by the Supreme Court later, which said it was beyond the scope of RBI's powers.

■ It was a lackluster trading session in Asia, with traders sandwiched between yesterday's Independence Day holiday and tonight's US employment report. Indices were little changed and movements in the currency markets were kept to a minimum. AUD/USD continues to wrestle with the 100-day moving average at 0.7032 having once again failed to close above it for the second day running yesterday. The 200-day moving average at 0.7098 and possible trendline resistance at 0.7110 lurk above. However, AUD/USD looks poised for its third weekly gain in a row, despite a couple of interest rate cuts by the RBA, and touched the highest since May 7 yesterday.

INDIAN FOREX WEEKLY REPORT

WEEKLY CALENDER

| Time | Cur. | Imp. | Event | Actual | Forecast | Previous |
|---------------------------------|---|----------------|--|--------|----------|----------------|
| Tuesday, July 9, 2019 | | | | | | |
| All Day |  | Holiday | Brazil - Sao Paulo State Rebellion Day | | | |
| 19:30 |  USD | ▼▼▼ | JOLTs Job Openings (May) | | 7.479M | <u>7.449M</u> |
| Wednesday, July 10, 2019 | | | | | | |
| Tentative |  NZD | ▼▼▼ | RBNZ Gov Orr Speaks  | | | |
| 14:00 |  GBP | ▼▼▼ | GDP (MoM) | | | -0.4% |
| 14:00 |  GBP | ▼▼▼ | Manufacturing Production (MoM) (May) | | -1.0% | <u>-3.9%</u> |
| 14:00 |  GBP | ▼▼▼ | Monthly GDP 3M/3M Change | | | 0.3% |
| 19:30 |  CAD | ▼▼▼ | BoC Monetary Policy Report  | | | |
| 19:30 |  CAD | ▼▼▼ | BoC Interest Rate Decision | | 1.75% | 1.75% |
| 19:45 |  CAD | ▼▼▼ | BOC Press Conference  | | | |
| 20:00 |  USD | ▼▼▼ | Crude Oil Inventories | | -2.964M | <u>-1.085M</u> |
| 23:30 |  USD | ▼▼▼ | FOMC Meeting Minutes  | | | |
| Thursday, July 11, 2019 | | | | | | |
| 17:00 |  EUR | ▼▼▼ | ECB Publishes Account of Monetary Policy Meeting  | | | |
| 18:00 |  USD | ▼▼▼ | Core CPI (MoM) (Jun) | | 0.2% | 0.1% |
| Friday, July 12, 2019 | | | | | | |
| 18:00 |  USD | ▼▼▼ | PPI (MoM) (Jun) | | 0.1% | <u>0.1%</u> |
| 20:30 |  USD | ▼▼▼ | Fed Monetary Policy Report  | | | |



INDIAN FOREX WEEKLY REPORT

For India: Info@epicresearch.co Address: 8th Floor, Atulya IT Park, Bhawarkua Main Rd, Indore, (M.P.) 452014

For United States- HNI& NRI Sales Contact: 2117 Arbor Vista Dr. Charlotte (NC)-Cell: +1 704 249 23

For Australia- HNI & NRI Sales Contact: Mintara Road, Tarneit, Victoria, Post Code 3029 Cell: +61 422 063855

Singapore- www.epicresearch.sg Contact +65-3158-1402

Malaysia- www.epicresearch.my Contact +60-3502-19047

Epic Research is one of India's largest Financial Advisory house. Epic Research is amongst leading and most valuable financial advisory provider companies in the private sector.

DISCLAIMER

The information and views in this report, our website & all the service we provide are believed to be reliable, but we do not accept any responsibility (or liability) for errors of fact or opinion. Users have the right to choose the product/s that suits them the most. Sincere efforts have been made to present the right investment perspective. The information contained herein is based on analysis and up on sources that we consider reliable. This material is for personal information and based upon it & takes no responsibility. The information given herein should be treated as only factor, while making investment decision. The report does not provide individually tailor-made investment advice. Epic research recommends that investors independently evaluate particular investments and strategies, and encourages investors to seek the advice of a financial adviser. Epic research shall not be responsible for any transaction conducted based on the information given in this report. The share price projections shown are not necessarily indicative of future price performance. The information herein, together with all estimates and forecasts, can change without notice. Analyst or any person related to epic research might be holding positions in the stocks recommended. It is understood that anyone who is browsing through the site has done so at his free will and does not read any views ex-pressed as a recommendation for which either the site or its owners or anyone can be held responsible. Any surfing and reading of the information is the acceptance of this disclaimer. Investment in equity, futures, Forex and commodity market has its own risks. We, however, do not vouch for the accuracy or the completeness thereof. We are not responsible for any loss incurred whatsoever for any financial profits or loss which may arise from the recommendations above epic research does not purport to be an invitation or an offer to buy or sell any financial instrument. Our Clients (Paid or Unpaid), any third party or anyone else have no rights to forward or share our calls or SMS or Report or Any Information Provided by us to/with anyone which is received directly or indirectly by them. If found so then Serious Legal Actions can be taken.