

Tuesday, 9 April 2019

**DOMESTIC MARKET ACTIVITY AS ON 08-04-2019**

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	2307797	+8.04	17392.79	+19.27	2491661	+18.68
EURINR	52168	+1.08	499.19	+7.44	63528	+6.87
GBPINR	50500	-3.48	1256.75	-0.79	137724	-1.04
JPYINR	25732	+6.56	210.64	+53.09	33561	+51.97

**CURRENCY UPDATES**

- DOLLAR INDEX-** The dollar index, which measures the greenback against a basket of six major currencies, was at 96.910, supported still by a broadly positive U.S. employment report on Friday that showed a sharp bounce in hiring and a modest easing of wage inflation. The report added to the belief that the Federal Reserve won't raise interest rates this year and may even cut them, not least because of the increasing political pressure on the Fed from President Donald Trump. However, some still feel a rate cut is too much to expect. "The data coming out of the U.S. are quite reassuring," Isabelle Mateos y Lago, chief multi-asset strategist with the Blackrock Investment Institute, told Bloomberg TV. She added that she thought the Fed would stay "on pause throughout the end of the year at least." Elsewhere, the Turkish lira remains under pressure amid signs of increasing tension between the country and the U.S. over its decision to buy Russian air defence systems. The U.S. has halted deliveries of equipment related to Ankara's order for the F-35 fighter in response.
- EUR/USD -** EUR/USD trades to a session high of 1.1245 Buyers are surreptitiously establishing a more bullish near-term bias by holding above the key hourly moving averages and are now looking to push towards a test of the 1.1250 level. Last week's high of 1.1255 will also be a key resistance region to look at alongside decent-sized expiries today rolling off at the 1.1260 level. There aren't many headlines to really provide traders with fresh direction on the day. Equities remain mixed and slightly more cautious while bond yields is also neither going anywhere so far in the European morning. This has the makings of a technical retracement from the move two weeks ago but just be aware that we'll still have the ECB meeting on Wednesday and that remains the major risk event for the euro this week.

**TECHNICAL LEVELS**

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	69.83	+0.50	69.30	69.57	69.73	69.99	70.15
EUR-INR	78.73	+0.69	77.98	78.35	78.57	78.94	79.15
GBP-INR	91.28	+0.42	90.72	91.00	91.18	91.46	91.64
JPY-INR	62.79	+0.73	62.14	62.46	62.64	62.97	63.15

**CURRENCY IN FOCUS**

**USD-INR (Apr)**



**Technical Strategy: Buy USD-INR Apr AT 69.75-69.73 with SL below 69.60 TP-69.95/70.10.**

**Major Economic Data and Events Schedule For 09-04-2019**

Time	Currency	Economic Indicators	Forecast	Previous	Possible Impact
-	-	No major release	-	-	-

Impact - High Medium Low

**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.

**Contact**

SMS: 'Arihant' to 56677

**Website**[www.arihantcapital.com](http://www.arihantcapital.com)**Email Id**[research@arihantcapital.com](mailto:research@arihantcapital.com)

Arihantis Forbes Asia's '200 Best under a \$Billion' Company  
'Best Emerging Commodities Broker' awarded by UTV Bloomberg

**Disclaimer:** This document has been prepared by Arihant Capital Markets Limited (hereinafter called as Arihant) and its subsidiaries and associated companies. This document does not constitute an offer or solicitation for the purchase and sale of any financial instrument by Arihant. Receipt and review of this document constitutes your agreement not to circulate, redistribute, retransmit or disclose to others the contents, opinions, conclusion, or information contained herein. This document has been prepared and issued on the basis of publicly available information, internally developed data and other sources believed to be reliable. Whilst meticulous care has been taken to ensure that the facts stated are accurate and opinions given are fair and reasonable, neither the analyst nor any employee of our company is in any way is responsible for its contents and nor is its accuracy or completeness guaranteed. This document is prepared for assistance only and is not intended to be and must not alone be taken as the basis for an investment decision. All recipients of this material should before dealing and or transacting in any of the products referred to in this material make their own investigation, seek appropriate professional advice. The investments discussed in this material may not be suitable for all investors. The recipient alone shall be fully responsible/are liable for any decision taken on the basis of this material. Arihant Capital Markets Ltd (including its affiliates) or its officers, directors, personnel and employees, including persons involved in the preparation or issuance of this material may; (a) from time to time, have positions in, and buy or sell or (b) be engaged in any other transaction and earn brokerage or other compensation in the financial instruments/products discussed herein or act as advisor or lender/borrower in respect of such securities/financial instruments/products or have other potential conflict of interest with respect to any recommendation and related information and opinions. The said persons may have acted upon and/or in a manner contradictory with the information contained here and may have a position or be otherwise interested in the investment referred to in this document before its publication. The user of this report assumes the entire risk of any use made of this data / Report. Arihant especially states that it has no financial liability, whatsoever, to the users of this Report.

## Arihant Capital Markets Ltd

Commodity/Currency Research Desk: 6, Lad Colony, Y.N. Road Indore-3  
T: 0731-4217191. Fax: 0731-4217103

Corporate Office: 1011, Solitaire Corporate Park, Building No.10, 1st Floor,  
Andheri-Ghatkopar Link Road, Chakala, Andheri (East), Mumbai-400093

D. +91.22.42254800 and 67114800

[www.arihantcapital.com](http://www.arihantcapital.com)