

Friday, 26 April 2019

DOMESTIC MARKET ACTIVITY AS ON 25-04-2019

Currency Pairs	Open Interest	% Chg	Total Trade Volume	% Chg	No of Contracts Traded	% Chg
USDINR	NA	NA	NA	NA	NA	NA
EURINR	-	-	-	-	-	-
GBPINR	-	-	-	-	-	-
JPYINR	-	-	-	-	-	-

CURRENCY UPDATES

- DOLLAR INDEX-** The dollar index, which measures the greenback against a basket of six major currencies, surged to its highest since May 2017 overnight after the Bank of Japan joined its counterpart in Canada in talking down the economic outlook. The BoJ said it would hold off from any interest rate increases for at least another year, sending the dollar briefly to a new 2019 high of 112.38 yen, although it has since retreated to 111.78, failing yet again to make a sustained break through the 112 level.
- EUR/USD -** The EUR/USD pair remained depressed through the mid-European session and dropped to fresh 22-month lows, around the 1.1130 region in the last hour. Having consolidated in a narrow range during the early part of Thursday's trading action, the pair came under some renewed selling pressure since the early European session and extended its recent bearish trajectory for the third consecutive session. The already weaker sentiment surrounding the shared currency deteriorated further after the ECB, in its monthly economic bulletin for April, reiterated that risks to the Eurozone economic growth remains tilted to the downside and ample degree of accommodation is still needed. This comes against the backdrop of growing concerns of a sharp economic slowdown in the region's largest economy, triggered a steep decline in German bond yields overnight. In fact, the yield on the benchmark 10-year bond remained in the negative territory and continued affecting the shared currency in a negative manner. Adding to this, a follow-through US Dollar upsurge to the highest level since June 2017, supported by the recent positive US economic data, further collaborated to the pair's heavily offered tone/the ongoing slump further below mid-1.1100s. Moving ahead, today's US economic docket – highlighting the release of durable goods orders, will now be looked upon to some fresh impetus and in order to grab some meaningful trading opportunities later during the early North-American session.

TECHNICAL LEVELS

Currency Pairs	Fut. Closed	% Chg	S2	S1	Pivot	R1	R2
USD-INR	70.58	+0.52	70.09	70.34	70.47	70.71	70.84
EUR-INR	78.77	-0.16	78.47	78.62	78.74	78.89	79.02
GBP-INR	91.01	-0.02	90.64	90.82	90.99	91.17	91.33
JPY-INR	63.17	+0.41	62.71	62.94	63.07	63.30	63.43

CURRENCY IN FOCUS

USD-INR (May)



Technical Strategy: Sell USD-INR May AT 70.70- 70.72 with SL above 70.85 TP-70.50/70.35.

Major Economic Data and Events Schedule For 26-04-2019

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.

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