

KEY HEADLINES:

The Indian rupee against the US dollar end sharp fall on Monday its worst intra day fall since last 2-week due to month end dollar demand from OMC and overnight gain in US treasury yield added by weakness in Asian peers, while rally in equity market makes hope for currency inflows support rupee at lower side added by fall in crude oil prices and likely central bank intervention.

The rupee at NSE Future 29 May. ended Down by 11 paise at 83.54 against previous close of 83.43 and after make low of 83.43 and high of 83.58. Asian currencies were mostly down between 0.1% and 0.3% while Yen hit 160 per dollar at 34-year low in intra day.

Foreign investors have pulled out \$1.57 billion from Indian equities and debt on a net basis after being net buyers in February and March, according to stock depository data.

Delayed expectations of when the U.S. Federal Reserve will begin easing policy rates have weighed on emerging market assets, with investors currently pricing in only a single rate cut in 2024, according to CME's FedWatch tool.

Bloomberg Index Services said it will include 34 Indian government bonds that are open for investment under the country's fully accessible route in its emerging market local currency indexes from January 2025. The announcement follows JP Morgan's decision to add Indian government bonds in its Government Bond Index-Emerging Markets from June 2024.

Japan's currency surged as much as 5 yen against the dollar from a fresh 34-year low hit earlier on Monday, with traders citing yen-buying intervention by Japanese authorities for the first time in 18 months.

The dollar fell as far as 154.4 yen in several rapid moves that knocked it from an intraday high of 160.245, its highest since 1990, sparking speculation the Bank of Japan had intervened. The greenback was last at 156.01 yen, down 1.47%. The greenback was last at 156.01 yen, down 1.47%.

The Federal Reserve meeting is on April 30-May 1. Resilient U.S. growth and higher inflation are reasons why several Fed officials have repeatedly emphasized the need to be patient on rate cuts. Investors are now pricing in less than two rate cuts this year.

On the day of the Fed's decision, the U.S. ISM manufacturing data is expected to show the sector remained in expansion in April. The monthly jobs report follows on Friday, which will help investors gauge whether the labour market remains healthy.

the U.S. rate futures market was pricing in a 56.7% chance of a Fed rate cut in September, down from 70% late on last Wednesday, according to CME Group's FedWatch tool. Fed fund futures have also pared back the number of rate cuts of 25 basis points (bps) this year to fewer than two, or roughly 42 bps, from about three or four a few weeks ago. Rate futures traders on Thursday were factoring in a 66% chance that the Fed's first rate cut since 2020 could happen at its meeting in November.

Economic Indicators to be released.

Indicator	Currency	Forecast	Previous	Impact

Manufacturing PMI	CNY	50.3	50.8	HIGH
Employment Cost Index q/q	USD	1.0%	0.9%	HIGH
CB Consumer Confidence	USD	104.0	104.7	HIGH

Support Resistance Levels – Currency Future:

Currency	LTP	S1	S2	R1	R2	Trend
USDINR FUTURE	83.54	83.25	82.80	83.85	84.50	BULLISH
EURINR FUTURE	89.40	88.95	88.20	89.65	90.80	SIDEWAYS
GBPINR FUTURE	104.47	104.15	103.65	104.65	105.75	BULLISH
JPYINR FUTURE	53.80	53.10	52.50	54.35	55.0	BEAERISH

Technical Research Analyst

Vibhu Ratandhara

Disclosure:

M/s. Bonanza Portfolio Ltd here by declares that views expressed in this report accurately reflect view point with subject to companies/securities. M/s. Bonanza Portfolio Ltd has taken reasonable care to achieve and maintain independence and objectivity in making any recommendations. The Analysts engaged in preparation of this Report or his/her relative: - (a) do not have any financial interests in the subject company mentioned in this Report; (b) do not own 1% or more of the equity securities of the subject company mentioned in the report as of the last day of the month preceding the publication of the research report; (c) do not have any material conflict of interest at the time of publication of the Report. The Analysts engaged in preparation of this Report:- (a) have not received any compensation from the subject company in the past twelve months; (b) have not managed or co-managed public offering of securities for the subject company in the past twelve months; (c) have not received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (d) have not received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months; (e) has not received any compensation or other benefits from the subject company or third party in connection with the Report; (f) has not served as an officer, director or employee of the subject company; (g) is not engaged in market making activity for the subject company.

M/s. Bonanza Portfolio Ltd operates under the regulation of SEBI Regn No. INH100001666 and research analyst engaged in preparation of report

Disclaimer:

This research report has been published by M/s. Bonanza portfolio Ltd and is meant solely for use by the recipient and is not for circulation. This document is for information purposes only and information / opinions / views are not meant to serve as a professional investment guide for the readers. Reasonable care has been taken to ensure that information given at the time believed to be fair and correct and opinions based thereupon are reasonable, due to the nature of research it cannot be warranted or represented that it is accurate or complete and it should not be relied upon as such. If this report is inadvertently send or has reached to any individual, same may be ignored and brought to the attention of the sender. Preparation of this research report does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Past performance is not a guide for future performance. This Report has been prepared

on the basis of publicly available information, internally developed data and other sources believed by Bonanza portfolio Ltd to be reliable. This report should not be taken as the only base for any market transaction; however this data is representation of one of the support document among other market risk criterion. The market participant can have an idea of risk involved to use this information as the only source for any market related activity. The distribution of this report in definite jurisdictions may be restricted by law, and persons in whose custody this report comes, should observe, any such restrictions. The revelation of interest statements integrated in this analysis are provided exclusively to improve & enhance the transparency and should not be treated as endorsement of the views expressed in the analysis. The price and value of the investments referred to in this report and the income from them may go down as well as up. Bonanza portfolio Ltd or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of M/s. Bonanza portfolio Ltd shall be liable. Research report may differ between M/s. Bonanza portfolio Ltd RAs and other companies on account of differences in, personal judgment and difference in time horizons for which recommendations are made. Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. Research analyst have not received any compensation/benefits from the Subject Company or third party in connection with the research report

M/s. Bonanza Portfolio Ltd at Bonanza House, Plot No. M-2, Cama Industrial Estate.
Walbhat Road, Goregaon (E), Mumbai – 400063 Web site:

<https://www.bonanzaonline.com>

SEBI Regn. No.: INZ000212137

BSE CM: INB 011110237 | BSE F&O: INF 011110237 | MSEI: INE 260637836

| CDSL: a) 120 33500 |

NSDL: a) IN 301477 | b) IN 301688 (Delhi) | PMS: INP 000000985 | AMFI: ARN -0186