

EUR/USD SPOT: 1.0931

EUR/AED SPOT: 4.0150

TREND →



Markets heaved a sigh of relief with Pro-European candidate Macron winning the French presidential election. EUR/USD managed to break above 1.0900 on account of this development. It touched a high of 1.1030 and thereafter is consolidating at this level. It is expected to pivot around this level. Austria and France both have rejected the populist anti-euro and anti-immigrant parties and it is likely to be the scenario in Germany. Once the German elections are out of the way the EUR is likely to try to break the top of 1.1500 of its range for the last two years. The ECB is still dovish and hopes the weak EUR will help in reaching and anchoring its inflation target. It is trying to talk the EUR/USD pair down. The EUR looks more bullish than bearish in the near term and is likely to break above 1.1000 and consolidate there. Expected range is 1.0850 to 1.1150.

Resistance	1.0933	1.1000	1.1130
Support	1.0853	1.0803	1.0750

GBP/USD SPOT: 1.2890

GBP/AED SPOT: 4.7345

TREND →



The pound rallied across the board on the surprise call of snap elections scheduled for June 8 by the British Prime Minister Theresa May. The conservatives are expected to win a landslide majority thereby giving the Prime minister a greater leeway and control over the Brexit negotiations. The Bank of England has assumed a smooth Brexit negotiation in its growth forecast and has not included a scenario of hard Brexit in its predictions. The Brexit negotiations are expected to be volatile and are likely to put Sterling under pressure. GBP/USD is likely to struggle to break above 1.3000 till the U.K. election is out of the way. It is likely to trade in a narrow range of 1.2750 to 1.3150 near term.

Resistance	1.2936	1.2988	1.3060
Support	1.2840	1.2767	1.2703

USD/JPY SPOT: 113.38

JPY/AED SPOT: 0.032395

TREND →



USD/JPY rallied to a high of 114.36 with easing in Geo political tensions and falling oil prices. This could prove to be a high in near term. The weak CPI figure in US and subdued retail sales have raised doubts above the FED raising interest rates two more times this year. It is also not going to be easy for the Trump administration to go about the Fiscal expansion. All this is likely to put pressure on USD against JPY. If the Geo political tensions rise again it is also likely to help the Yen. USD/JPY is expected to trade above 110.00 near term with top likely to be capped at 114.30.

Resistance	113.60	114.30	114.97
Support	113.20	112.50	111.80

USD/CHF SPOT: 1.0009

CHF/AED SPOT: 3.6697

TREND →



Geo political tensions have moved in to the background at the moment there by bringing the USD/CHF pair above its pivot of 1.000. The outlook for CHF remains the same as the last month. The expectation of inflation in US seems to be overdone at the moment and has tempered the expectation of rise in interest rates. The USD/CHF pair is likely to continue to pivot around 1.0000 levels with any rapid appreciation likely to bring in SNB to play with direct intervention in the market. Fresh direction is expected once the European elections are out of the way and the geo political tensions cool down. Expected range is 0.9850 to 1.0250.

Resistance	1.0063	1.0120	1.0180
Support	1.0000	0.9960	0.9910

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