



STAT EDGE

## **Forex Weekly Research Report**

---

**4 May 2025**

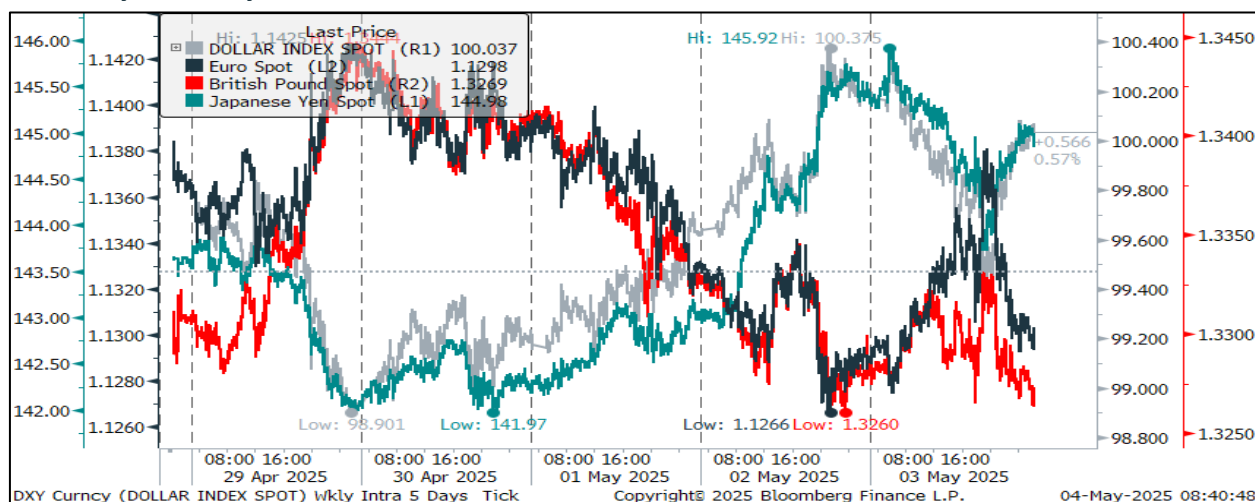
# Forex Weekly Research Report

## Market Summary & Outlook:

- The recent alignment between the U.S. dollar and S&P 500 appears to be an anomaly based on historical patterns. For most of the time over the past five years, the dollar and US equities have tended to move in opposite directions. Shifting macroeconomic conditions further suggest that this synchronicity is likely to become increasingly unsustainable. The ICE Dollar Spot Index climbed 0.6%, positioning itself for its second weekly advance.
- Highlighting Japan's status as the top foreign holder of U.S. Treasury debt, Finance Minister Katsunobu Kato hinted that these holdings might play a role, potentially as leverage, in trade talks with Washington.
- Despite unexpectedly steady Euro-area inflation and a surprising rise in an underlying measure, the euro concluded the week with a 0.6% decline. This awkward combination creates a complex dilemma for policymakers assessing their strategy in the face of the U.S. tariffs' economic impact. While the hotter-than-expected inflation data has not significantly moved EURUSD, the prospect of Europe and the US failing to reach a tariff agreement remains a key concern. Even with reports of a potential €50 billion EU trade package on the table, such a failure would likely translate to increased pressure on interest rates.
- **CFTC Positioning:** Hedge funds, asset managers, and other speculators have significantly increased their bearish bets against the U.S. dollar. Data from the CFTC reveals that in the week ending Tuesday, April 29<sup>th</sup>, these traders amplified their short positions to approximately \$17 billion on the dollar's depreciation.
- **Dollar Analysis:** Fuelled by technical chart indicators, a short-covering rally appears imminent in the coming days, even as traders have built up their bearish bets over the preceding weeks.

Currency Performance			
Currency	02-May-25	25-Apr-25	% Change
Dollar Index Spot	100.03	99.47	0.56%
Euro Spot	1.1297	1.1365	-0.60%
British Pound Spot	1.3272	1.3315	-0.32%
Japanese Yen Spot	144.96	143.67	0.90%
Chinese Yuan Spot	7.213	7.289	-1.04%
USDINR	84.55	85.45	-1.06%
EURINR	95.96	96.95	-1.03%
GBPINR	112.53	113.64	-0.98%

## Intraday Currency Performance:



## Currency Performance and Level to Watch:

Currency	Weekly High	Weekly Low	Weekly Close	Weekly % Chg.	MTD % Chg.	QTD % Chg.	YTD % Chg.
Dollar Index	100.38	98.90	100.03	0.56%	-0.70%	-4.01%	-8.46%
EURUSD Spot	1.1425	1.1266	1.1297	-0.60%	0.13%	4.45%	4.64%
EURINR Spot	97.31	94.74	95.96	-1.03%	1.14%	-4.04%	6.76%

Currency	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3
Dollar Index	99.77	96.82	98.29	99.16	100.64	101.24	102.72
EURUSD	1.1329	1.1011	1.117	1.1234	1.1393	1.1488	1.1647
EURINR	96.01	90.87	93.44	94.70	97.27	98.58	101.15

# Forex Weekly Research Report

## Technical Analysis:

### Dollar Index View:

- The dollar index is placed above 13 DEMA.
- It is forming an intraday bullish head and shoulder pattern.
- The relative strength index exited from the oversold zone, indicating a short-covering bounce.
- It has support at 97.90 and resistance at 103.20.

**Spot EURINR: Long Unwinding**  
**Support 93, Resistance 97**



**Asset Managers Increase Bearish Bets on Dollar to \$17bn**



# Forex Weekly Research Report

Economic Calendar					
Date	Country	Event	Period	Survey	Prior
05-May	EC	Sentix Investor Confidence	May	-11.5	-19.5
	US	S&P Global US Services PMI	Apr F	51.2	51.4
	US	ISM Services Employment	Apr	46	46.2
06-May	China	Caixin China PMI Services	Apr	51.8	51.9
	India	HSBC India PMI Services	Apr F	--	59.1
	EC	HCOB Eurozone Services PMI	Apr F	49.7	49.7
	UK	S&P Global UK Services PMI	Apr F	48.9	48.9
	US	Trade Balance	Mar	-\$136.7b	-\$122.7b
07-May	Japan	Jibun Bank Japan PMI Services	Apr F	--	52.2
	UK	S&P Global UK Construction PMI	Apr	46	46.4
	EC	Retail Sales YoY	Mar	1.60%	2.30%
	US	MBA Mortgage Applications	02-May	--	-4.20%
	US	FOMC Rate Decision	07-May	4.50%	4.50%
08-May	UK	Bank of England Bank Rate	08-May	4.25%	4.50%
	US	Nonfarm Productivity	1Q P	-0.70%	1.50%
	US	Unit Labor Costs	1Q P	5.20%	2.20%
	US	Initial Jobless Claims	03-May	230k	241k
	US	Continuing Claims	26-Apr	1892k	1916k
	US	Wholesale Inventories MoM	Mar F	0.50%	0.50%
09-May	India	Foreign Exchange Reserves	02-May	--	\$688.1b
	China	Trade Balance	Apr	\$94.30b	\$102.64b

## Disclaimer:

The information provided does not constitute, in any way, a solicitation or inducement to buy or sell securities and similar products. Comments and analysis reflect the views of STAT EDGE CAPITAL at any given time and are subject to change at any time. Moreover, they cannot constitute a commitment or guarantee from STAT EDGE CAPITAL. The recipient acknowledges and agrees that by their very nature, any investment in a financial instrument is random; therefore, any such investment constitutes a risky investment for which the recipient is solely responsible. It is specified that the past performance of a financial product does not prejudice in any way its future performance. The foreign exchange market and financial derivatives such as futures, CFDs (Contracts for Difference), warrants, turbos, or certificates involve high risk. They require a good level of financial knowledge and experience. STAT EDGE CAPITAL recommends the consultation of a financial professional who would have perfect knowledge of the financial and patrimonial situation of the recipient of this message and would be able to verify that the financial products mentioned are adapted to the said situation and the financial objectives pursued. STAT EDGE CAPITAL recommends reading the "risk factors" section of the prospectus for any financial product mentioned.