STAT EDGE

Forex Weekly Research Report

9 May 2026

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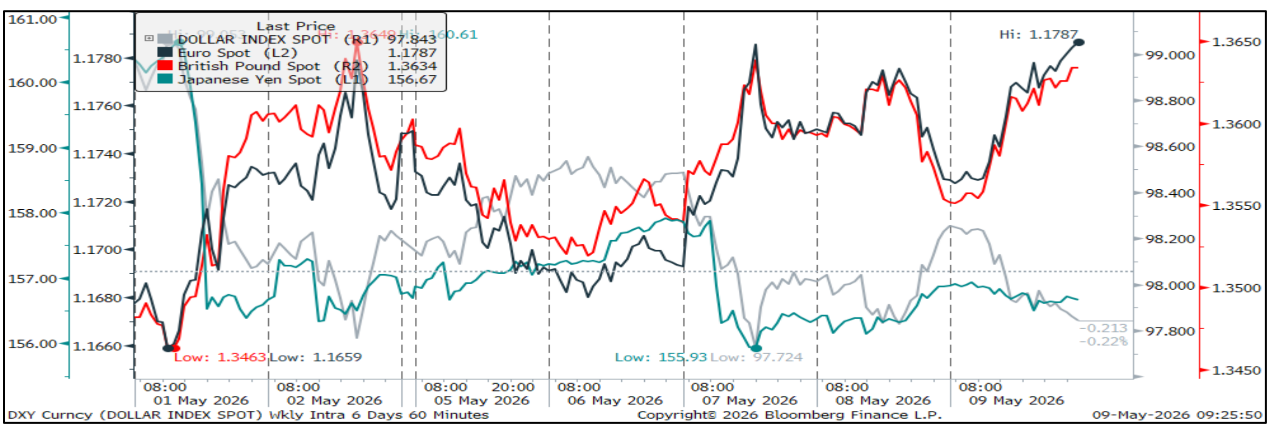
Market Summary & Outlook:

Currency Performance			
Currency	08-May-26	01-May-26	% Change
Dollar Index Spot	97.90	98.16	-0.26%
Euro Spot	1.1787	1.1721	0.56%
British Pound Spot	1.3631	1.3583	0.35%
Japanese Yen Spot	156.68	157.01	-0.21%
Chinese Yuan Spot	6.797	6.831	-0.50%
USDINR	94.48	94.92	-0.46%
EURINR	111.20	110.98	0.20%
GBPINR	128.65	128.15	0.39%

- The US dollar retreated sharply toward the week's weakest level after a mixed American employment report reduced expectations that the Federal Reserve would continue raising interest rates this year. Investors interpreted the labor-market figures as evidence that economic momentum is moderating, even though hiring remained positive for a second straight month. As a result, the greenback lost ground against major global currencies, while traders shifted attention toward geopolitical uncertainty and inflationary pressures.
- The Dollar Index slipped 0.26%, extending its decline for a second consecutive week. The downward movement reflected growing skepticism that the Federal Reserve will maintain an aggressive monetary-tightening stance in the coming months. Currency traders reacted swiftly after the latest labor statistics suggested the US economy is expanding at a slower and more uneven pace than previously anticipated.
- Market participants increasingly believe that policymakers may prefer to keep borrowing costs unchanged rather than risk placing further strain on economic activity. Treasury yields edged lower after the release, while expectations for future tightening diminished across interest-rate futures markets. Investors now appear more focused on whether inflation will remain persistent rather than whether employment conditions are overheating.
- Despite the employment data attracting significant attention, geopolitical developments continued to dominate market sentiment. Market participants fear that any disruption in the region could threaten global energy supplies and further destabilize an already fragile ceasefire arrangement.
- The euro found support as traders increasingly believe the European Central Bank could remain more hawkish than previously expected. Several ECB officials signaled concern that rising energy prices and Middle East tensions may keep eurozone inflation elevated for longer. ECB board member Piero Cipollone recently stated that the probability of another ECB rate hike has increased after inflation accelerated toward 3%, with markets now pricing in possible tightening later this year.
- Forex markets remained highly sensitive to oil prices, central banks rhetoric, and developments surrounding the Middle East conflict, making geopolitical headlines the dominant short-term catalyst.

Intra-Week 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	98.58	97.63	97.90	-0.16%	-0.16%	-2.06%	-0.42%
EURUSD Spot	1.1797	1.1677	1.1787	0.48%	0.48%	2.03%	0.41%
EURINR Spot	111.68	110.73	111.20	0.20%	-0.20%	-1.99%	5.71%

Currency	Pivot	Supt.3	Supt.2	Supt.1	Resi.1	Resi.2	Resi.3
Dollar Index	98.51	97.11	97.55	98.44	99.39	99.46	100.42
EURUSD	1.1789	1.1615	1.1669	1.1781	1.1901	1.1909	1.2029
EURINR	101.81	100.21	100.87	91.94	92.89	102.76	103.70

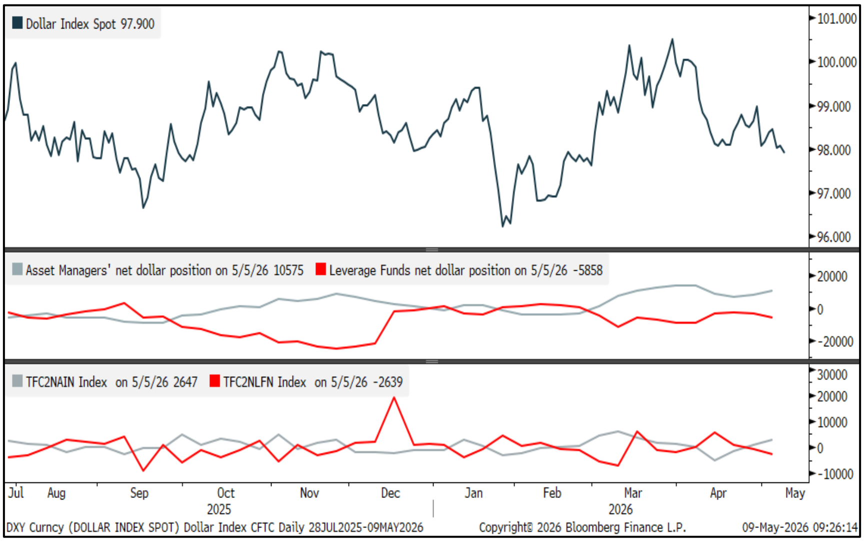
Technical Analysis:

Dollar Index View:

- The ICE dollar Index formed a double bottom around 97.60.
- It has been trading in a lower highs and lower lows formation.
- RSI has been placed below 50 and is weakening, indicating negative momentum.

Spot Dollar Index: ***Support 96.50, Resistance 98.70***

Leveraged funds net long positions at $7.6 billion vs $11.9 billion in the previous week



Economic Calendar						
Date	Time	Country	Event	Period	Survey	Prior
11-May	07:00	China	PPI YoY	Apr	1.80%	0.50%
	07:00	China	CPI YoY	Apr	1.00%	1.00%
	19:30	US	Existing Home Sales	Apr	4.06m	3.98m
12-May	10:30	Japan	Leading Index CI	Mar P	114.3	113.3
	15:30	US	NFIB Small Business Optimism	Apr	96.1	95.8
	16:00	India	CPI YoY	Apr	3.78%	3.40%
	17:45	US	ADP Weekly Employment Change	25-Apr	--	39.250k
	18:00	US	CPI YoY	Apr	3.70%	3.30%
	18:00	US	Core CPI YoY	Apr	2.70%	2.60%
13-May	05:20	Japan	BoP Current Account Balance	Mar	¥3890.7b	¥3932.7b
	14:30	EC	GDP SA YoY	1Q S	0.80%	0.80%
	14:30	EC	Industrial Production WDA YoY	Mar	-1.60%	-0.60%
	14:30	EC	Employment YoY	1Q P	--	0.70%
	16:30	US	MBA Mortgage Applications	08-May	--	-4.40%
14-May	11:30	UK	GDP YoY	1Q P	0.80%	1.00%
	11:30	UK	Monthly GDP (MoM)	Mar	-0.20%	0.50%
	11:30	UK	Industrial Production YoY	Mar	0.30%	-0.40%
	11:30	UK	Manufacturing Production YoY	Mar	0.10%	-0.50%
	11:30	UK	Trade Balance GBP/Mn	Mar	--	-£720m
	12:00	India	Wholesale Prices YoY	Apr	5.50%	3.88%
	18:00	US	Initial Jobless Claims	09-May	205k	200k
	18:00	US	Continuing Claims	02-May	1782k	1766k
	18:00	US	Retail Sales Advance MoM	Apr	0.60%	1.70%
	19:30	US	Business Inventories	Mar	0.80%	0.40%
15-May	11:30	Japan	Machine Tool Orders YoY	Apr P	--	28.00%
	18:00	US	Empire Manufacturing	May	7.5	11
	18:45	US	Industrial Production MoM	Apr	0.20%	-0.50%
	18:45	US	Manufacturing (SIC) Production	Apr	0.20%	-0.10%
	18:45	US	Capacity Utilization	Apr	75.80%	75.70%
		India	Trade Balance	Apr	-$26200m	-$20674m