

NEWS ANALYSIS ON GBP/USD

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The Importance of News Research

Staying updated with economic news is crucial for making informed trading decisions. One key economic indicator is the Consumer Price Index (CPI), which measures the average change in prices paid by consumers for goods and services over time.

Impact of CPI m/m on the Forex Market 

- Market Volatility: CPI releases often trigger increased market volatility as traders react to the data.
- Currency Movements: A higher-than-expected CPI can strengthen a currency, anticipating potential interest rate hikes by the central bank to control inflation.
- Policy Decisions: Central banks use CPI data to guide monetary policy, directly influencing currency values.

The Importance of News Research

Key Insights :

- Anticipate Market Moves: Understanding the expected CPI helps predict market reactions. Higher-than-expected CPI often leads to a bullish trend for the currency.
- Trade with Caution: Increased volatility during CPI releases requires careful risk management. Use stop-loss orders to mitigate potential losses.
- Analyse Trends: Historical CPI data and trends provide valuable insights for making informed trading decisions.

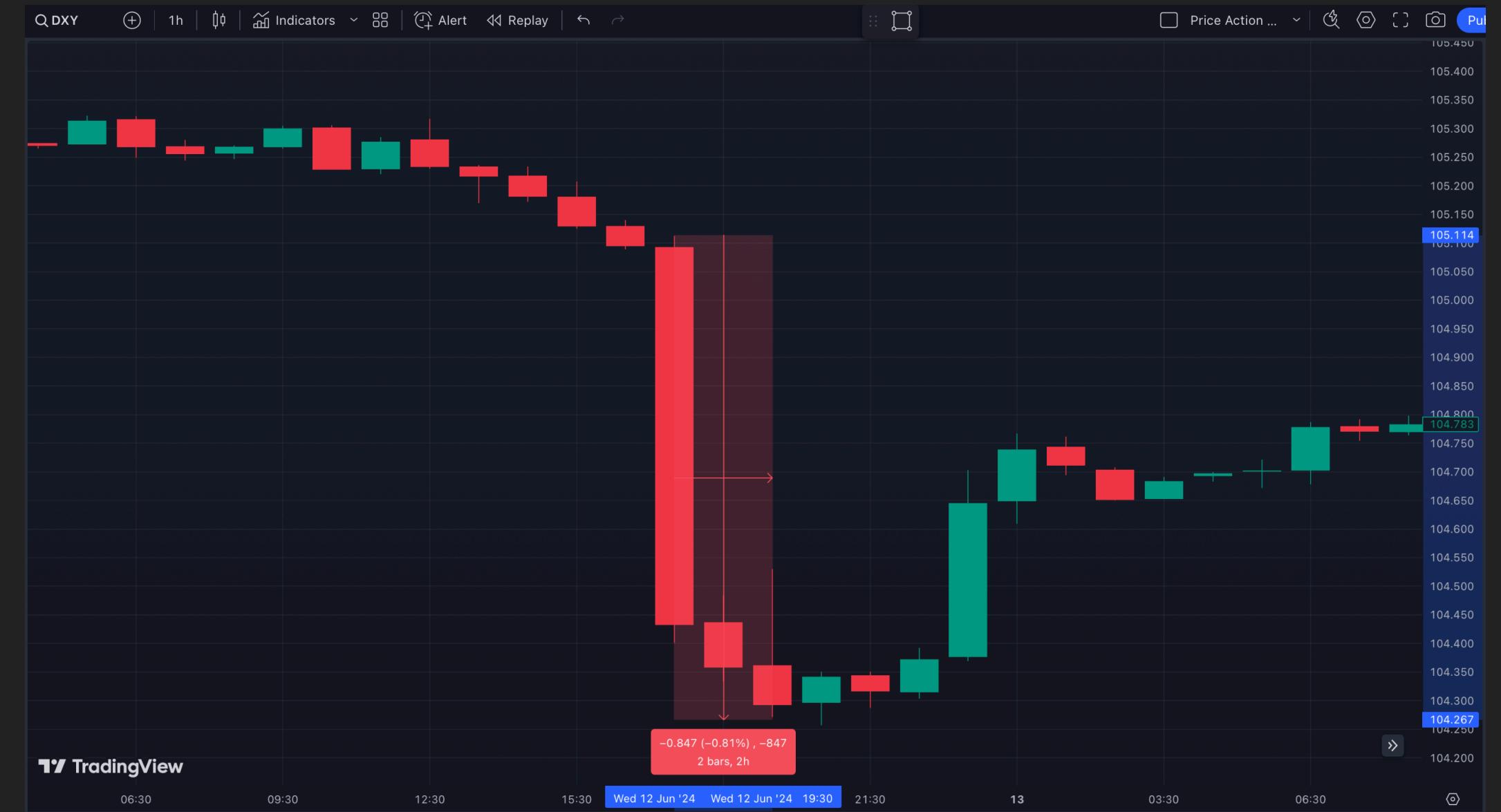
Date	Actual	Forecast	Previous	Case1(Actual-Forecast)	Trend	Case1(Actual-Previous)	Trend	Impact on GBPUSD			Impact on Dollar		
								Rise/Fall	Pip movement	No. Of candles 1H	Rise/Fall	Pip movement	No. Of candles 1H
Jun 12, 2024	0.0%	0.1%	0.3%	-0.1%	Negative	-0.3%	Negative	Rise	104	2	Fall	850	3
May 15, 2024	0.3%	0.4%	0.4%	-0.1%	Negative	-0.1%	Negative	Rise	62	4	Fall	537	6
Apr 10, 2024	0.4%	0.3%	0.4%	0.1%	Positive	0%	Flat	Fall	190	4	Rise	1256	4
Mar 12, 2024	0.4%	0.4%	0.3%	0%	Flat	0.1%	Positive	Fall	62	2	Rise	456	2
Feb 13, 2024	0.3%	0.2%	0.3%	0.1%	Positive	0%	Flat	Fall	113	2	Rise	862	1
Jan 11, 2024	0.3%	0.2%	0.1%	0.1%	Positive	0.2%	Positive	Fall	91	3	Rise	577	2
Dec 12, 2023	0.1%	0.0%	0.0%	0.1%	Positive	0.1%	Positive	Fall	101	2	Rise	614	2
Nov 14, 2023	0.0%	0.1%	0.4%	-0.1%	Negative	-0.4%	Negative	Rise	225	7	Fall	1597	7
Oct 12, 2023	0.4%	0.3%	0.6%	0.1%	Positive	-0.2%	Negative	Fall	141	6	Rise	932	6
Sep 13, 2023	0.6%	0.6%	0.2%	0%	Flat	0.4%	Positive	Rise	76	2	Fall	414	2
Aug 10, 2023	0.2%	0.2%	0.2%	0%	Flat	0%	Flat	Fall	148	5	Rise	840	5
Jul 12, 2023	0.2%	0.3%	0.1%	-0.1%	Negative	0.1%	Positive	Rise	97	3	Fall	954	3
Jun 13, 2023	0.1%	0.2%	0.4%	-0.1%	Negative	-0.3%	Negative	Rise	60	4	Fall	317	2
May 10, 2023	0.4%	0.4%	0.1%	0%	Flat	0.3%	Positive	Rise	75	1	Fall	591	2
Apr 12, 2023	0.1%	0.2%	0.4%	-0.1%	Negative	-0.3%	Negative	Rise	94	5	Fall	676	3
Mar 14, 2023	0.4%	0.4%	0.5%	0%	Flat	-0.1%	Negative	Fall	65	2	Rise	440	2
Feb 14, 2023	0.5%	0.5%	-0.1%	0%	Flat	0.6%	Positive	Fall	153	2	Rise	935	2
Jan 12, 2023	-0.1%	-0.1%	0.1%	0%	Flat	-0.2%	Negative	Rise	157	4	Fall	1206	5

IMPACT OF CPI M/M

GBPUSD on 12Jun



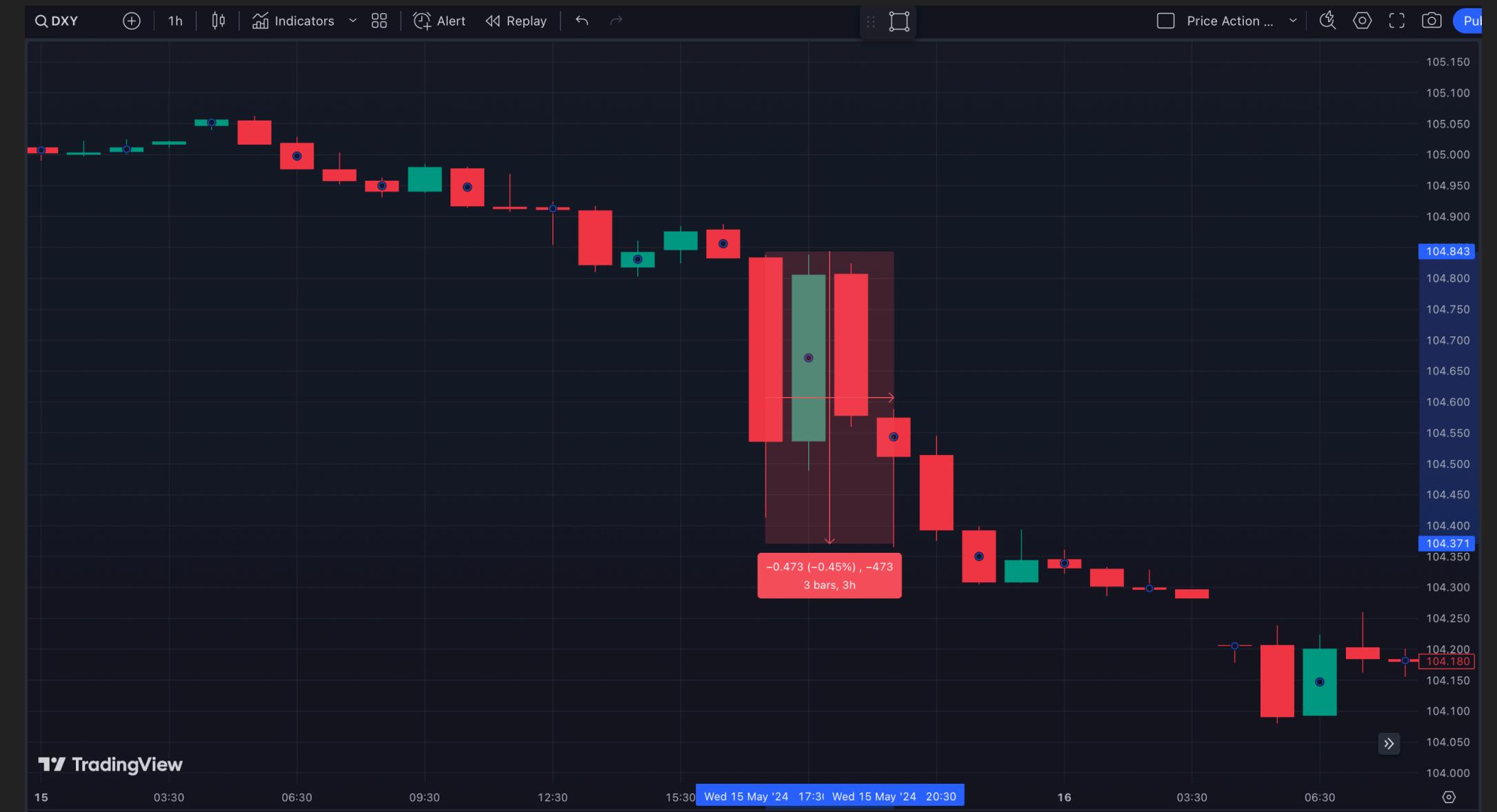
DXY on 12Jun



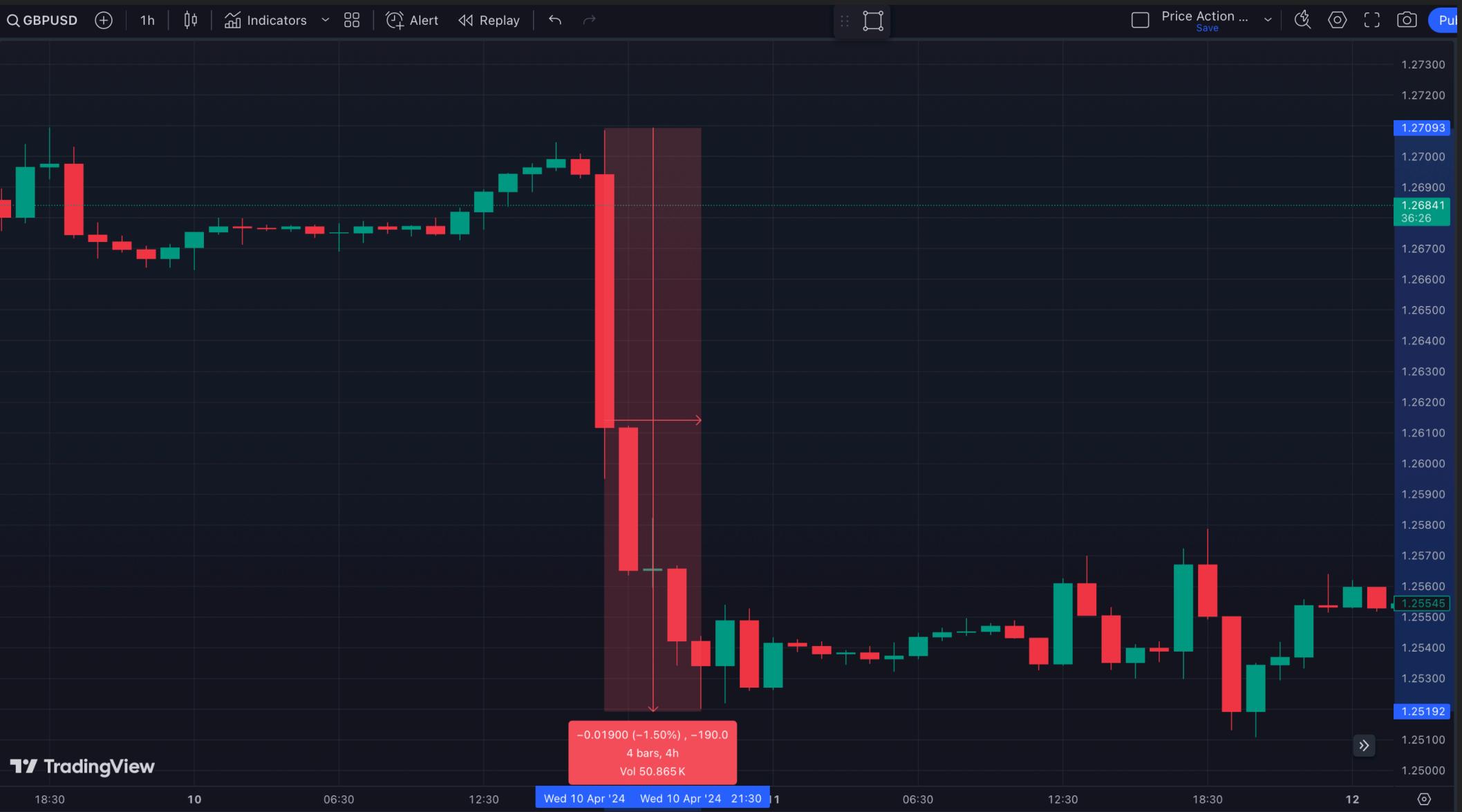
GBPUSD on 15May



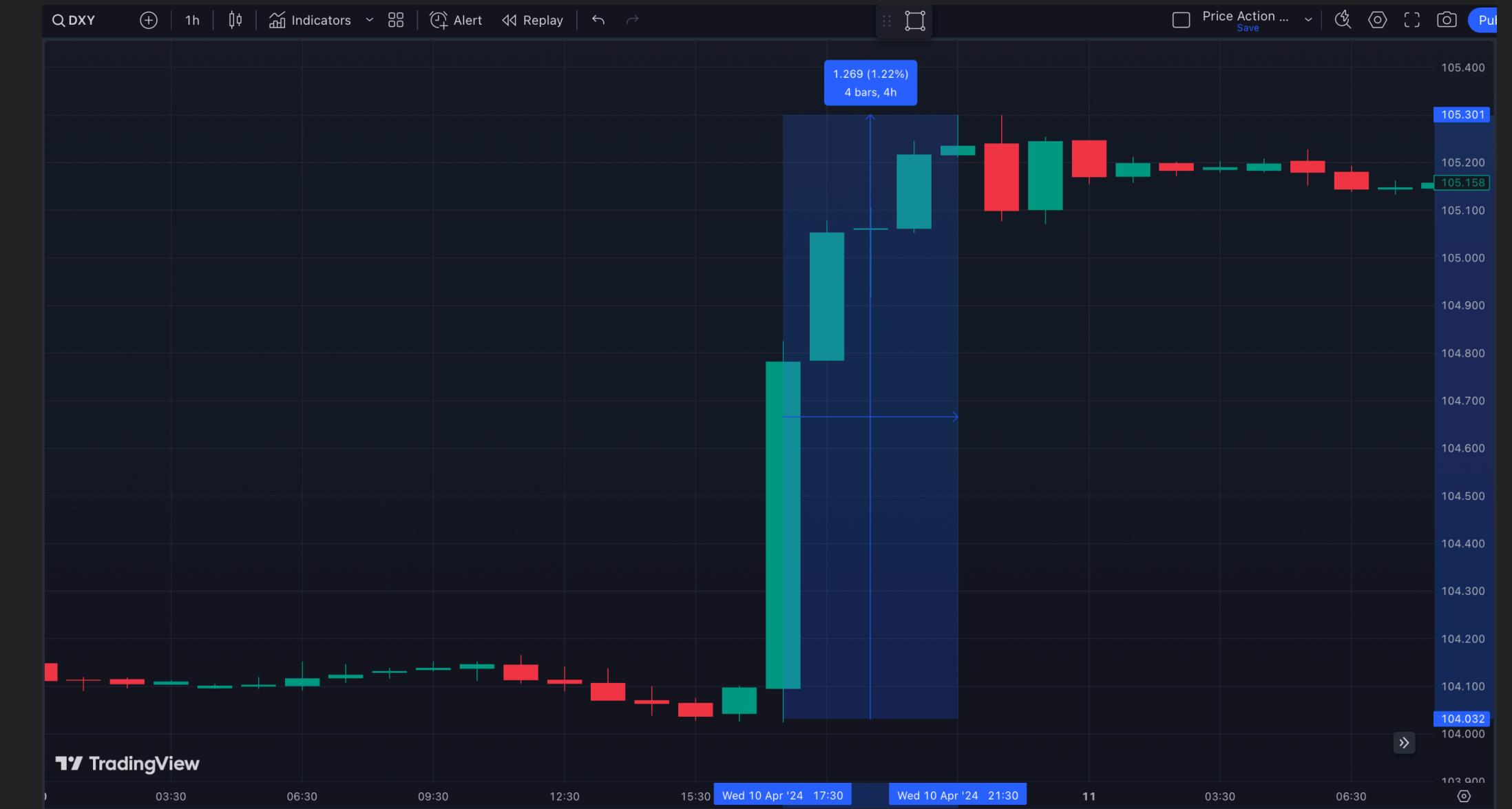
DXY on 15May



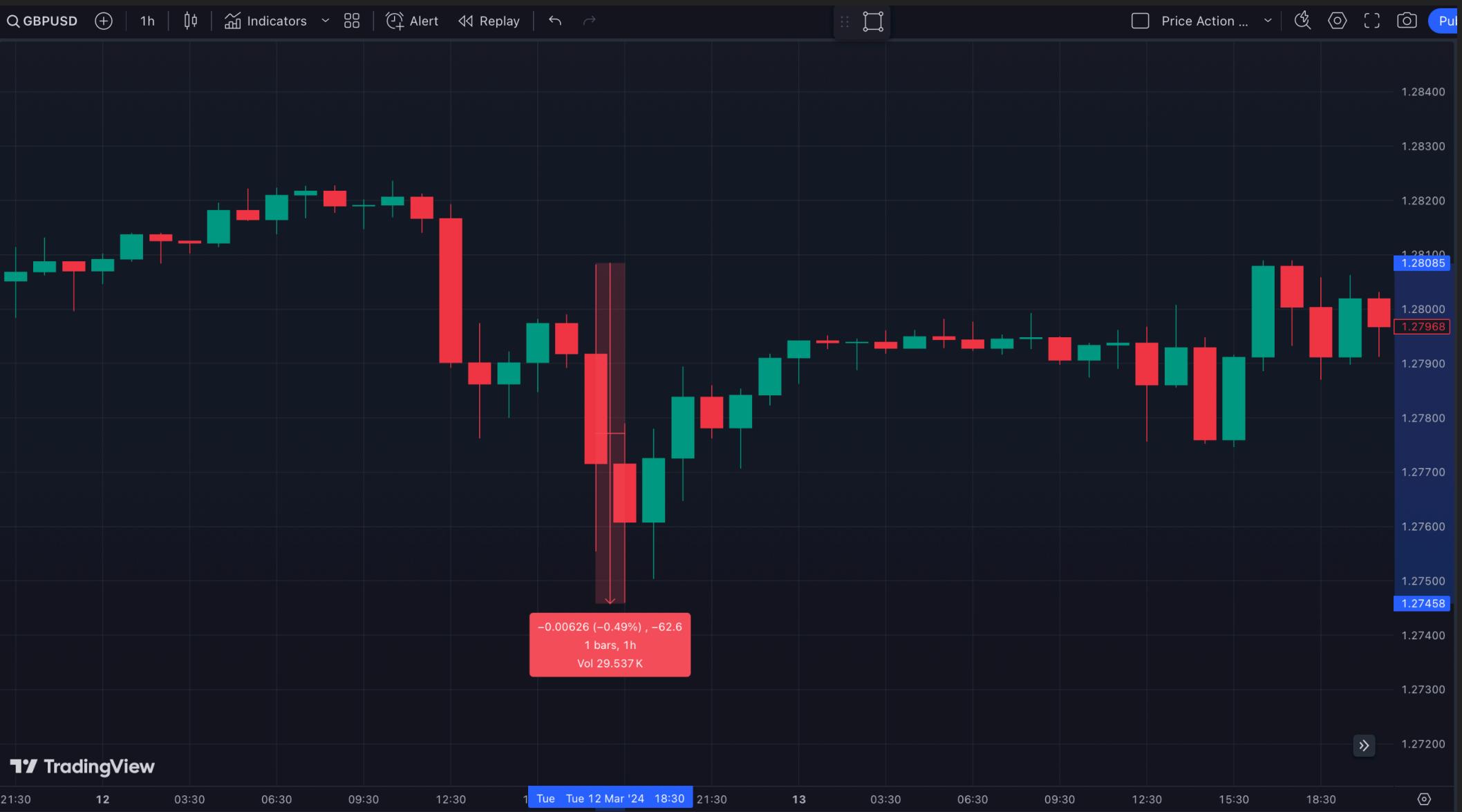
GBPUSD on 10Apr



DXY on 10Apr



GBPUSD on 12Mar



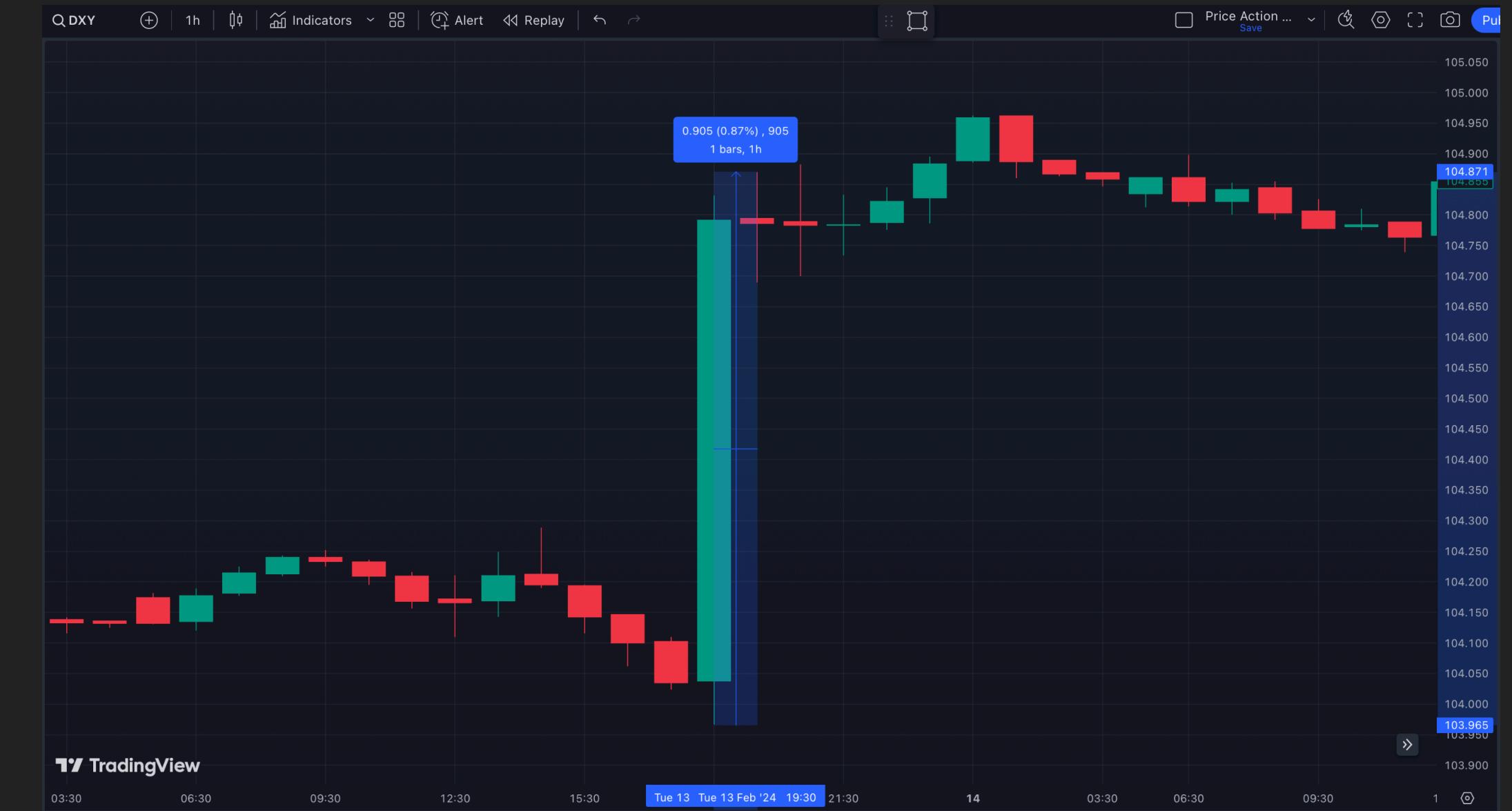
DXY on 12 Mar



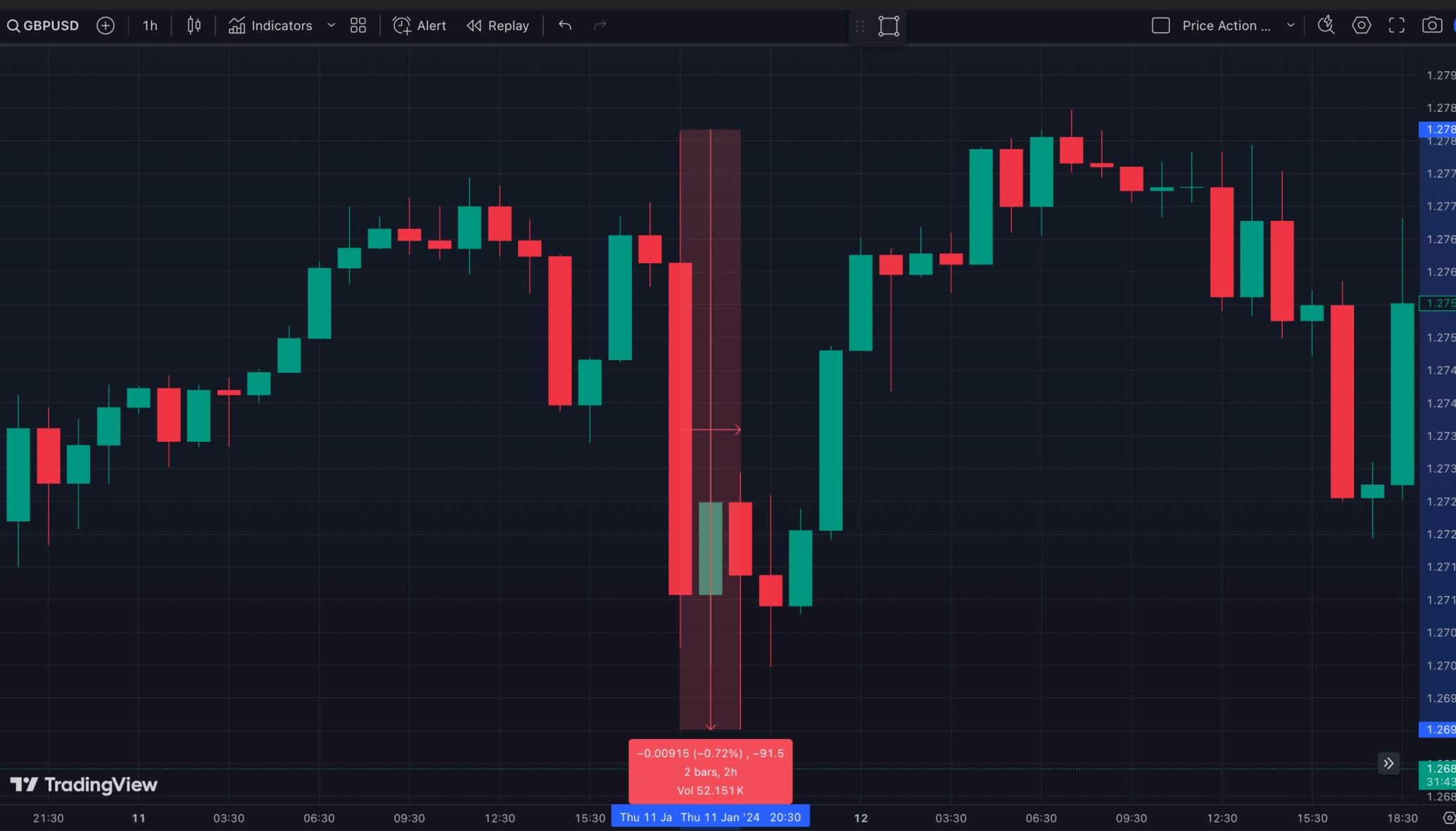
GBPUSD on 13Feb



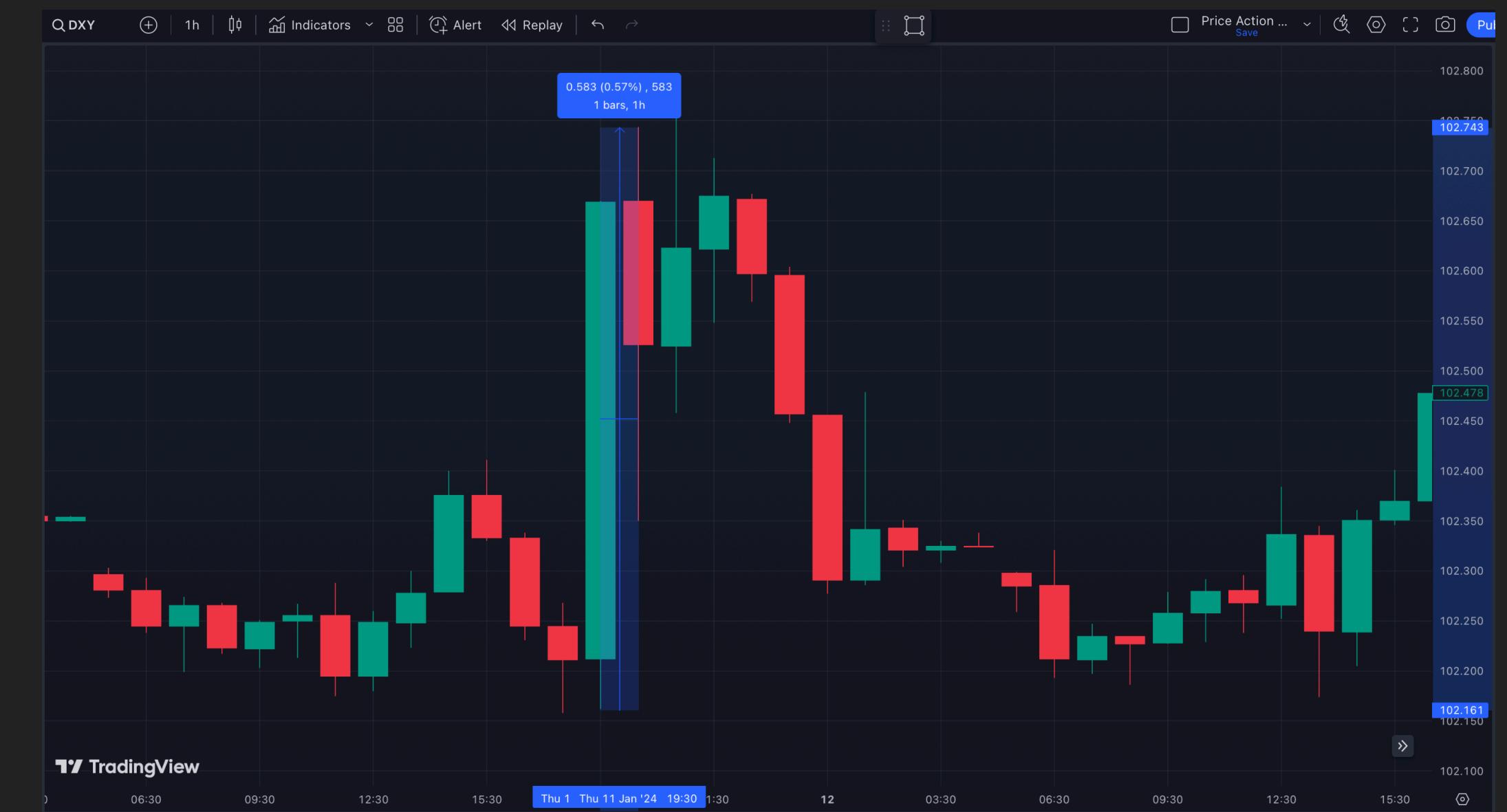
DXY on 13Feb



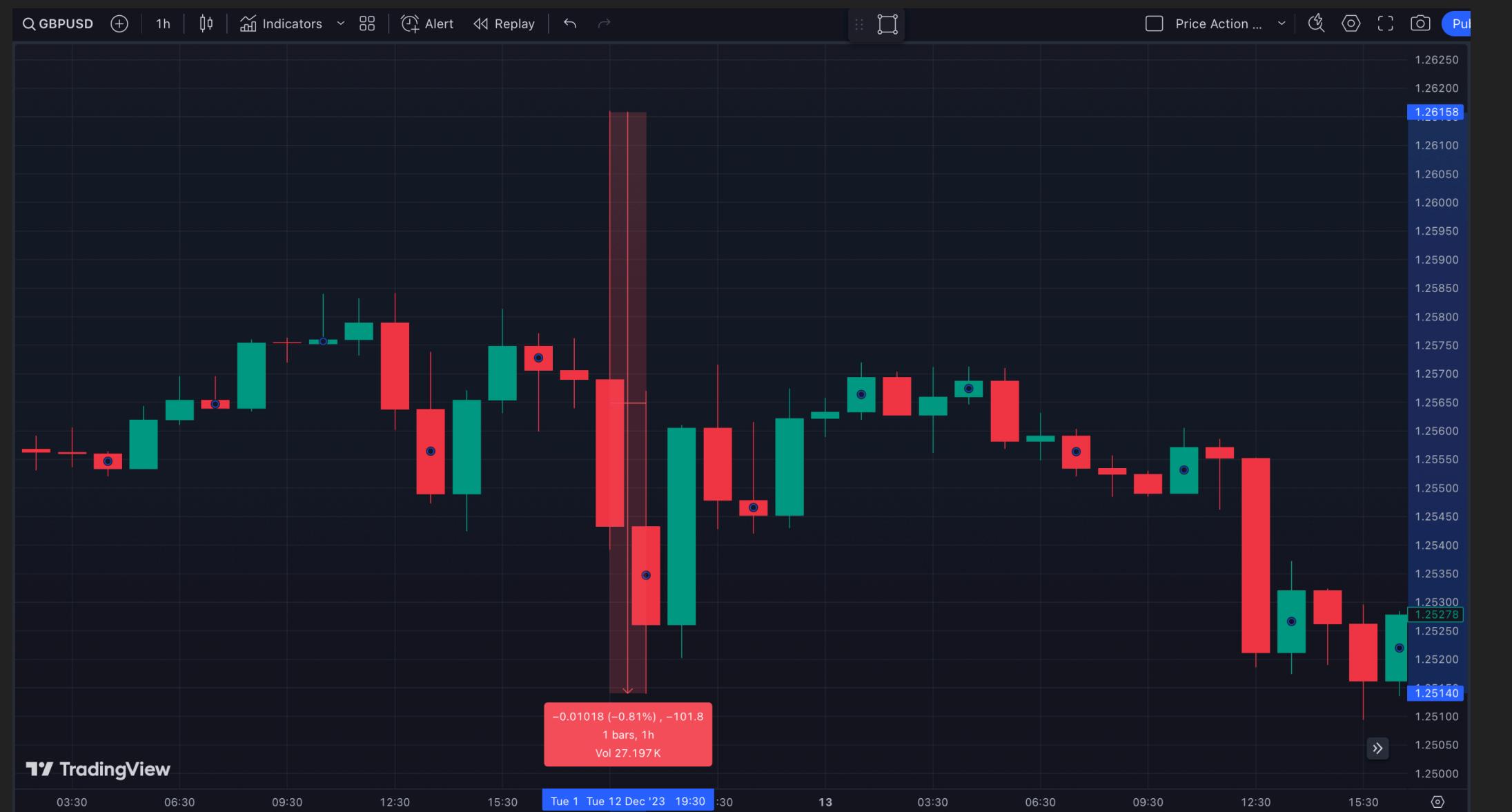
GBPUSD on 11Jan



DXY on 11Jan



GBPUSD on 12Dec



DXY on 12Dec



Recommendation based on Observation

- Hypothesis 1 (Actual- Forecast) has direct correlation with dollar. If its positive the dollar goes up and GBPUSD goes down and vice-versa.
- If Hypothesis 1 (Actual- Forecast) is flat then Hypothesis 2 (Actual- Previous) should be looked and if its positive the dollar goes up and GBPUSD goes down and vice-versa.
- If one Hypothesis is flat then the other Hypothesis show result. If its positive the dollar goes up and GBPUSD goes down and vice-versa.
- During the new release the volatility is high and market can also show some illogical movement so trade carefully.