

**Highlights:**

The dollar edged higher against other major currencies on Tuesday, as investors eyed the Federal Reserve's policy meeting this week amid growing expectations for a rate hike, although fresh political tensions limited gains.

The euro slid to the day's lows against the pound on Tuesday after data showing that euro zone inflation slowed this month reinforced the case for the European Central Bank to withdraw stimulus only gradually.

The dollar slipped to an 11-day low against the yen on Tuesday, with investors turning cautious after news that investigators probing Russian interference in last year's U.S. elections had charged President Donald Trump's former campaign manager.

The U.S. dollar rose against its Canadian counterpart on Monday, after the release of upbeat U.S. data and amid new hopes for a December rate hike by the Federal Reserve.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	94.59	94.59	0	0.00
USD/INR (Spot)	64.75	64.85	-0.1	-0.15
USD/INR (Nse Nov)	64.98	65.07	-0.09	-0.14
EUR/INR (Spot)	75.33	75.43	-0.1	-0.13
EUR/INR (Nse Nov)	75.71	75.83	-0.12	-0.16
GBP/INR (Spot)	85.49	85.46	0.03	0.04
GBP/INR (Nse Nov)	85.92	85.58	0.34	0.40
JPY/INR (Nse Nov)	57.39	57.36	0.03	0.05

Euro zone inflation slowed in October, coming in below expectations and edging slightly further away from the European Central Bank's target, according to flash estimates released by Eurostat on Tuesday.

The Bank of Japan kept policy settings steady on Tuesday but a board newcomer called for clearer commitment to ramp up stimulus if necessary, potentially complicating future efforts by the central bank to dial back its massive monetary support.

China's official manufacturing PMI missed expectations in October, coming in at 51.6, with both production and demand falling during a week-long national holiday.

South Korea's September factory output barely grew from a month earlier but nonetheless notched the fastest annual jump in more than four years, Statistics Korea said on Tuesday.

China reported its official manufacturing Purchasing Managers index for the month of October on Tuesday at 51.6, missing a 52.0 level expected and marking the first data release after last week's Communist Party leadership meeting.

Japan's industrial output fell less than expected in September and companies expect output to rise in October - keeping the economy on an expansion path.

The Bank of Japan is expected to signal at a policy meeting ending on Tuesday that it will hold off on expanding stimulus for the time being, but it may still struggle to explain why economic growth is not pushing up consumer prices.

The Bank of England looks set to step into the unknown on Thursday, when it is expected to raise interest rates for the first time since 2007 at a time when growth appears weaker than before any other rate rise of the past 20 years.

## USDINR



### Technical View:

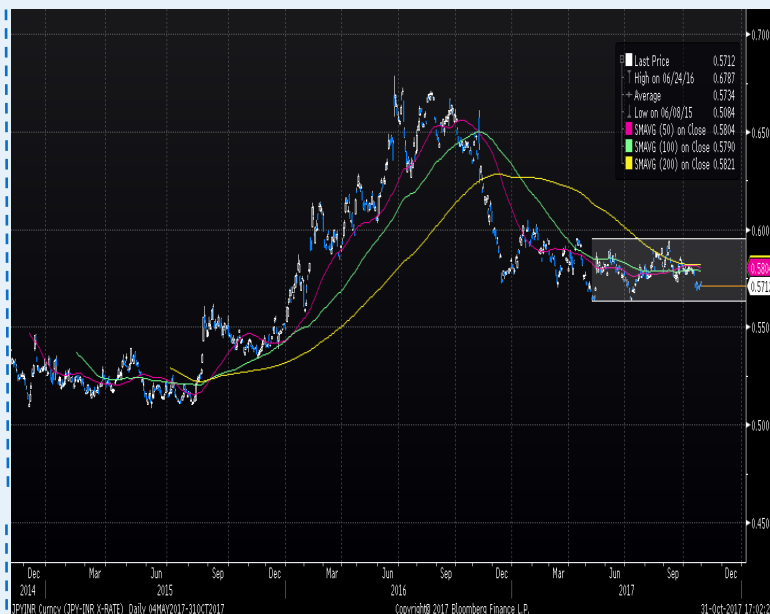
On a daily chart, USDINR is forming “Flag pattern” and trading in narrow range, which indicate bullish movement in the pair. Moreover, price has sustained above 50 SMA, which suggest near term upward movement in the prices.

Moreover, 50 SMA and 100 SMA are in bullish crossover which is expected to provide positivity to the pair price.

Momentum indicator RSI has shown positive crossover.

On the basis of above technical structure, we expect prices should move higher towards 65.50 levels in the coming trading sessions.

## JPYINR



### Technical View:

In a daily chart, JPYINR has been in a range-bound movement on the lower end price may dip towards the lower band of the range.

Moreover, price has failed to sustain above the all three of 50, 100 and 200 SMA which indicates the short term momentum to remain weak.

In addition, momentum indicator MACD has shown negative crossover which suggests further downside momentum in the price.

For now, we expect prices should move down towards 56.60 levels in the coming trading sessions.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.67	64.84	64.91	65	65.07	65.17	65.33
<b>JPYINR</b>	56.98	57.22	57.30	57.46	57.54	57.70	57.94

## GBPINR



### Technical View:

In a daily chart, the pair has been trading in the upward channel pattern; however, presently retreating towards the lower band of the rising channel.

Moreover, price slipped below the 50 SMA on the daily chart which confirms the possibility of the trend reversal.

In addition, momentum indicator RSI(14) has fallen below the rising trend-line.

For now, we expect prices should move lower towards 84.70 levels in the coming trading sessions.

## EURINR



### Technical View:

In a daily chart, the price has given breakdown of its descending triangle pattern, which suggests, reversal of previous upward trend in the short term.

Moreover, price has fallen below its 50 EMA, which indicates bearish movement in the price.

In addition, RSI has given a trend-line breakdown on the daily chart.

For now, we can expect prices should move lower towards the 75 levels in the coming trading sessions.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>EURINR</b>	75.31	75.52	75.61	75.73	75.82	75.94	76.15
<b>GBPINR</b>	85.46	85.65	85.69	85.84	85.92	86.18	86.56

## Economic Indicators

Date	Time	Data	Prior	Expected	Impact
01/11/2017	05:45 PM	ADP Non-Farm Employment Change	135k	191k	'Actual' greater than 'Forecast' is good for currency; USDINR
01/11/2017	7:30 PM	ISM Manufacturing PMI	60.80	59.40	'Actual' greater than 'Forecast' is good for currency; USDINR
01/11/2017	11:30 PM	FOMC Statement			

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