

## HighLights:

The dollar remained moderately lower against other major currencies on Wednesday, as markets turned to an upcoming speech by Federal Reserve Chair Janet Yellen and amid speculation over her replacement next year.

The pound rose to the day's highs on Wednesday after data showed that growth in the UK service sector rose in September, but the report also showed that new orders rose at the slowest rate in 13 months.

The Australian and New Zealand dollars moved higher against their U.S. counterpart on Wednesday, recovering from recent losses as demand for the greenback weakened amid speculation the next Federal Reserve head could be less hawkish than expected.

The U.S. dollar was almost unchanged near more than four-week highs against its Canadian counterpart on Tuesday, as demand for the greenback remained broadly supported by hopes for a rate hike.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	93.13	93.42	-0.29	-0.31
USD/INR (Spot)	65.02	65.70	-0.68	-1.04
USD/INR (Nse Oct)	65.21	65.66	-0.45	-0.69
EUR/INR (Spot)	76.59	77.18	-0.59	-0.76
EUR/INR (Nse Oct)	76.86	77.57	-0.71	-0.92
GBP/INR (Spot)	86.30	88.15	-1.85	-2.10
GBP/INR (Nse Oct)	86.68	88.52	-1.84	-2.08
JPY/INR (Nse Oct)	58.06	58.46	-0.4	-0.68

The U.S. dollar has also been supported in recent session by growing hopes for U.S. tax reform after the Trump administration outlined plans for a sweeping overhaul of the U.S. tax code last week.

Chinese data in coming weeks is expected to deliver exactly what its leaders want to hear ahead of a highly sensitive Communist Party Congress - the country's economic growth remains robust and resilient even as they work to get debt risks under control.

China's trade performance is also expected to improve after softer-than-expected readings in August raised questions about the sustainability of its domestic and export demand.

The U.K.'s giant services sector expanded at a faster rate than expected in September, easing concerns over the economy and supporting the case for higher interest rates, industry data showed on Wednesday.

Japan's services sector expanded in September at the slowest rate in 11 months as the pace of new orders eased, though a raft of other data suggest the economic recovery remains intact even as momentum may have ebbed slightly in the third quarter.

Inflationary expectations in Russia increased to 9.6 percent in September, up from 9.5 percent in August, the Russian Central Bank said on Monday. Central Bank Governor Elvira Nabiullina said in September Russia's inflationary expectations were still not anchored and required moderately tight monetary policy.

Brazilian inflation likely slowed to a near halt in September, a Reuters poll of economists showed on Tuesday, further bolstering bets that the government will undershoot its target range in 2017 for the first time ever.

## USDINR



### Technical View:

In a daily chart, USDINR has given a breakout of the falling channel and moved up strongly but on the upper side it has faced a resistance of the daily trend line & pullback from the upper range, which indicate short term correction in the pair.

Moreover, price has moved below 200 SMA, which suggest near term down movement in the prices.

In addition, momentum indicator RSI has shown negative baseness in the price as it has traded near its overbought zone, which suggest prices have been exhausted & ready to take a correction for short term.

On the basis of above technical structure, we expect prices should move lower towards 64.20 levels in the coming trading sessions.

## JPYINR



### Technical View:

In a daily chart, JPYINR has given a downward breakout of the rising channel & traded into the falling channel range, which attracted further selling in the pair for some days.

Moreover, price has failed to sustain above the 200 SMA which indicates the near term momentum to remain weak for the pair.

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 56.50 levels in the coming trading sessions.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.40	64.86	65.04	65.32	65.50	65.78	66.24
<b>JPYINR</b>	57.50	57.83	57.94	58.16	58.27	58.49	58.82

## GBPINR



### Technical View:

In a daily chart, the price has given a channel breakout which suggests, strong upward move over the short to medium term. However, price may find resistance around the earlier trading range high (pegged around 89.20).

Moreover, price has been trading above its major SMAs indicates bullish movement in the price.

In addition, momentum indicator MACD has shown positive crossover on the daily charts which suggests near term upside momentum in the prices.

For now, we expect prices should move higher towards 88 levels in the coming trading sessions.

## EURINR



### Technical View:

In a daily chart, the price has formed channel pattern in daily chart & given breakout of the above pattern, so the pattern suggests, continuation of its upwards movement in the days to come.

Moreover, price has been trading above its major SMAs indicates bullish movement in the price.

In addition, momentum indicator MACD has shown positive crossover on the daily charts nad prices traded above “zero” line, which suggests near term upside momentum in the prices

For now, we can expect prices should move higher towards the 79 levels in the coming trading session.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>EURINR</b>	75.94	76.46	76.66	76.98	77.18	77.50	78.02
<b>GBPINR</b>	85.71	86.26	86.47	86.81	87.02	87.36	87.91

## Economic Indicators

Date	Time	Data	Prior	Expected	Impact
05.10.2017	06:00PM	Trade Balance	-3.0B	-2.6B	'Actual' greater than 'Forecast' is good for currency; CADINR
05.10.2017	06:00PM	Unemployment Claims	272k	266k	'Actual' less than 'Forecast' is good for currency; USDINR
05.10.2017	07:30 PM	Trade Balance	-43.7B	-42.7B	'Actual' greater than 'Forecast' is good for currency; USDINR

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