

Highlights:

The dollar inched forward slightly on Friday as investors wait for U.S. jobs data to lift the currency out of its rut. The U.S. Department of Labor reported Thursday that initial jobless claims fell 5,000 to a seasonally adjusted 229,000 for the week ended October 28, less than economist had expected. An upbeat nonfarm payrolls is expected at 8:30 AM ET (12:30 PM GMT) on Friday.

The dollar held steady versus a basket of currencies on Friday, as investors shifted their focus to U.S. jobs data, with President Donald Trump's nomination of Federal Reserve Governor Jerome Powell to be the next Fed chair coming as no surprise.

The People's Bank of China set the yuan parity rate against the dollar at 6.6072 on Friday, compared to the previous close of 6.6090. The China Foreign Exchange Trade System sets the weighted average of prices given by market makers. The highest and lowest offers are excluded from the calculation. The central bank allows the dollar/yuan rate to move no more than 2% above or below the central parity rate.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	94.7	94.62	0.08	0.08
USD/INR (Spot)	64.55	64.50	0.046	0.07
USD/INR (Nse Nov)	64.73	64.8	-0.07	-0.11
EUR/INR (Spot)	75.17	75.27	-0.1	-0.13
EUR/INR (Nse Nov)	75.5	75.61	-0.11	-0.15
GBP/INR (Spot)	84.50	84.22	0.28	0.33
GBP/INR (Nse Nov)	84.70	85.74	-1.04	-1.21
JPY/INR (Nse Nov)	56.79	56.86	-0.07	-0.12

The Aussie dropped in Asia on Friday on disappointing retail sales as markets gear up for nonfarm apyrolls in the U.S. later in the day. In Australia, retail sales for September came in flat, compared to a 0.4% gain seen, while that gained 0.1% for the third quarter, widely missing a 1.2% rise expected. Ahead, China reports the Caixin services PMI for October with a 50.8 level seen.

Of all the global challenges that may confront the next chairman of the Federal Reserve, here's one major asset class where he can rest easy: emerging-market currencies. History shows that developing-nation rates have been less volatile when the Fed is raising rates, according to data compiled by Bloomberg. During nine U.S. central bank policy cycles since 2000, turbulence was at its lowest during three periods of rising rates and at its highest when they were being slashed, according to the JP Morgan Emerging Market Volatility Index.

In a warehouse outside Paris, university drop-out Celine Galland stacks palettes and fills out an inventory sheet, part of a logistics apprenticeship she hopes will put a decade of short-term contracts and unemployment behind her. France's jobless rate has sat stubbornly above 9 percent for nearly a decade. President Emmanuel Macron blames a notoriously rigid labor market and has two ideas to change it: more vocational training for school leavers and making it easier for workers to retrain and change jobs.

Registered unemployment rose sharply in Catalonia in October, data showed on Friday, with more people signing on as jobless in the region than anywhere else in Spain as companies fled in the midst of the country's worst political crisis in decades. Almost 2,000 companies based in Catalonia moved their legal headquarters out of the region in October after an independence vote banned by Madrid that led to the central government sacking regional authorities and taking control.

The UK services sector expanded at a faster rate than expected in October, easing concerns over the economy and showing a positive start to the fourth quarter.

USDINR



Technical View:

On the daily chart, USDINR is forming “Flag pattern”; a downwards consolidation after a steep upward rally generally ends in a upwards breakout.

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

Momentum indicator RSI (14) 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:

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

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 RSI (14) has shown negative crossover which suggests further downside momentum in the price.

For now, we expect prices to move down towards 56.00 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.53	64.64	64.70	64.75	64.79	64.86	64.97
JPYINR	56.55	56.68	56.73	56.81	56.86	56.94	57.07

GBPINR



Technical View:

On the 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 further correction in the near term.

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

For now, we expect prices to move lower towards 84.35 levels in the coming trading sessions.

EURINR



Technical View:

On the daily chart, the price has given breakdown of its descending triangle pattern and entered in a downwards channel pattern.

Currently, price has been consolidating around the lower band of the channel.

Moreover, price has been finding support its 100 EMA, which indicates bearish movement in the price.

In addition, RSI (14) has seen to be finding support a trend-line breakdown on the daily chart.

For now, we can expect prices to recover towards the 76.50 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	75.15	75.34	75.42	75.53	75.61	75.72	75.91
GBPINR	85.36	85.60	85.84	85.88	85.92	86.18	86.56

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
06/11/2017	10:40 PM	FOMC Member Dudley Speaks			More hawkish than expected is good for currency; USDINR

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