

HighLights:

The dollar slipped lower against the other major currencies on Wednesday, weighed by concerns over mounting tensions between the U.S. and North Korea and fresh uncertainty over the future path of U.S. interest rates.

The dollar remained lower against a basket of the other major currencies on Wednesday amid heightened tensions in the Korean peninsula and fresh doubts over the outlook for higher U.S. interest rates.

The dollar slipped against the yen on Wednesday, pushing back towards last week's 4-1/2-month low on worries over North Korea's nuclear ambitions and on comments from a Federal Reserve official about subdued U.S. inflation.

The Australian and New Zealand dollars held steady against their U.S. counterpart on Wednesday, after Australian economic growth

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	92.29	92.6	-0.31	-0.33
USD/INR (Spot)	64.12	64.10	0.02	0.03
USD/INR (Nse Sep)	64.25	64.28	-0.03	-0.05
EUR/INR (Spot)	76.47	76.21	0.26	0.34
EUR/INR (Nse Sep)	76.67	76.45	0.22	0.29
GBP/INR (Spot)	83.63	83.06	0.57	0.69
GBP/INR (Nse Sep)	83.86	83.34	0.52	0.62
JPY/INR (Nse Sep)	59.03	58.81	0.22	0.37

data came out below expectations and as tensions with North Korea continued to weigh on market sentiment.

The dollar held weaker against the yen on Wednesday despite disappointing wages data from Tokyo with Australia GDP next on tap and investors watching North Korea for signs it could test an ICBM on its founding day, Sept. 9, that could invite a response to use anti-missile technology to knock it down.

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Japan's economy likely grew at a slower pace than initially estimated in the second quarter, on expected downward revisions in capital spending growth, a Reuters poll showed on Wednesday. The world's third-largest economy is seen expanding at an annualized pace of 2.9 percent in April-June, the poll of 17 analysts found, which would be a significant downward revision from the 4.0 percent growth seen in the preliminary data.

Australia's economy rebounded last quarter as consumers and government spent freely after a weather-beaten start to the year, while a long downturn in mining investment finally loosened its deadening grip on growth. Wednesday's GDP report showed the economy expanded 0.8 percent in the second quarter, up from 0.3 percent in the first quarter and outpacing even the much-vaunted U.S. recovery.

Japanese workers' wages fell in July from a year earlier on a drop in summer bonus payments, casting some doubt on the sustainability of a recent improvement in consumer spending.

USDINR



Technical View:

On a daily chart, USDINR has given a breakout of the falling channel and moved into the rising channel. Therefore, the trend is expected to change from the downwards to upward.

Moreover, prices have been trading below its 21 EMA which indicates bearish 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 65.00 levels in the coming trading sessions.

JPYINR



Technical View:

On a daily chart, JPYINR has given a breakout of the falling channel and moved into the rising channel. Therefore, the trend is expected to change from the downwards to upward.

Moreover, prices have moved above its 21 EMA which is a bullish momentum in the prices.

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

For now, we expect prices should move higher towards 60.00 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	63.96	64.13	64.19	64.30	64.36	64.47	64.64
JPYINR	58.33	58.72	58.87	59.11	59.26	59.50	59.89

GBPINR



Technical View:

On a daily chart, the price is trading within a rising channel pattern. The pattern suggests, continuation of its upwards movement in the days to come.

In addition, it has found support at the lower band of the channel pattern.

Moreover, prices have been trading below its 21 EMA which indicates bearish 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 84.85 levels in the coming trading sessions.

EURINR



Technical View:

On a daily chart, the price has found support of its rising channel pattern. The pattern suggests, continuation of its upwards movement in the days to come.

Moreover, prices have been trading below its 21 EMA which indicates bearish 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 can expect prices should move higher towards the 78.00 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	76.06	76.38	76.56	76.70	76.85	77.02	77.35
GBPINR	82.97	83.38	83.62	83.79	84.03	84.20	84.61

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
07.09.17	01:00PM	Halifax HPI m/m	0.4%	0.2%	'Actual' greater than 'Forecast' is good for currency; GBPINR
07.09.17	05:15PM	Minimum Bid Rate	0.00%	0.00%	'Actual' greater than 'Forecast' is good for currency; EURINR
07.09.17	6:00PM	ECB Press Conference	53.9	55.5	'Actual' greater than 'Forecast' is good for currency; USDINR
07.09.17	6:00PM	Unemployment Claims	236K	245K	Actual' less than 'Forecast' is good for currency; USDINR

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