

## HighLights:

The U.S. dollar fell on Friday, easing from a roughly two-month high against the yen touched in the prior session and slumping against the euro, after weaker-than-expected U.S. economic data raised doubts about whether the Federal Reserve will assume a hawkish bent through the end of the year.

The U.S. core CPI increased 1.9 percent year-on-year in April, the smallest gain since October 2015, after rising 2.0 percent in March. Economists polled by Reuters expected the inflation measure to remain at 2 percent.

The dollar index, which measures the greenback against a basket of six major rivals, was last down 0.4 percent at 99.265 DXY .

Friday's inflation data hurt the dollar partly because it was disappointing after strong U.S. April import and producer price readings released earlier this week, said Greg Anderson, global head of foreign exchange strategy at BMO Capital Markets in New York.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	99.56	99.62	-0.06	-0.06
USD/INR (Spot)	64.38	64.4	-0.02	-0.03
USD/INR (Nse May)	64.51	64.8	-0.29	-0.45
EUR/INR (Spot)	70.01	69.95	0.06	0.09
EUR/INR (Nse May)	70.19	70.69	-0.5	-0.71
GBP/INR (Spot)	82.96	82.99	-0.03	-0.04
GBP/INR (Nse May)	83.21	83.82	-0.61	-0.73
JPY/INR (Nse May)	56.62	57.02	-0.4	-0.70

The dollar traded below an eight-week high against the yen on Friday, with the near-term focus on whether coming U.S. economic data would provide the catalyst for further gains in the greenback.

However, the greenback has still risen 0.8 percent this week and has gained more than 4 percent in the three weeks since the first round of the France's presidential elections, with the yen having slipped on reduced risk aversion among investors.

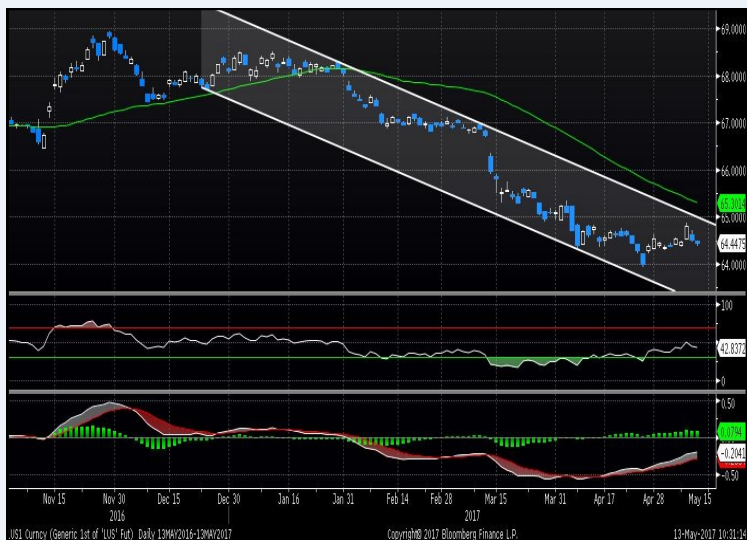
Uncertainty about U.S. growth momentum, and concerns about the political repercussions of President Donald Trump's unexpected dismissal of Federal Bureau of Investigation chief James Comey, could limit the scope for near-term gains for the dollar, analysts say.

The kiwi had slipped to its lowest level since June 2016 at \$0.6818 on Thursday, after the Reserve Bank of New Zealand stuck to a neutral bias on policy, warning investors they were reading the outlook wrong and expressing approval of the currency's declines this year. addition to U.S. data, investors will be keeping an eye on a two-day meeting in Italy of finance chiefs from the G7 due to start on Friday.

Many participants at the G7 meeting will be looking to U.S. Treasury Secretary Steven Mnuchin to gauge Washington's intentions on issues where Trump has threatened to upset the group's consensus: protectionism and climate change.

The BoE's Monetary Policy Committee also voted 7-1 in favour of keeping interest rates on hold this month. New Zealand dollar eased 0.2 percent to \$0.6840 NPD=D3 , staying on the defensive after tumbling 1.3 percent on Thursday.

## USDINR



### Technical View:

On a daily chart, the pair has been trading in falling channel formation from past few weeks and faced the resistance of its upper band of the channel at 64.50 levels.

Moreover, prices have been trading below its 50 DSMA which gives the sign of bearishness in the prices.

A momentum indicator RSI has faced resistance of its horizontal trend line at 50 levels, which suggest the possibilities of downside in the prices.

In addition, momentum indicator MACD has shown negative crossover which suggests downside momentum can be seen in the prices on a daily chart.

So for trading perspective, one can sell USDINR in the range of 64.50 with SL of 64.70 for the target of 64.10 levels.

## JPYINR



### Technical View:

On a daily chart, the price has given the breakdown of its Horizontal channel pattern at 56.90 levels. The pair has been trading in falling channel formation on a daily chart.

Moreover, prices have been trading below its 50 DSMA which gives the sign of bearishness in the prices.

On a daily chart momentum indicator, RSI has remained below 50 levels which indicates downside movement in the prices.

In addition, momentum indicator MACD has shown negative crossover and remained below signal line which suggests further downside momentum in the prices on a daily chart.

So for trading perspective, one can sell JPYINR in the range of 56.80 with SL of 57.05 for the target of 56.30 levels.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.08	64.32	64.41	64.56	64.65	64.8	65.04
<b>JPYINR</b>	56.11	56.37	56.50	56.63	56.76	56.89	57.15

## GBPINR



### Technical View:

On a daily chart, the price has been trading at falling wedge pattern from past few weeks and price has faced resistance of its upper band of wedge pattern at 84 levels.

The pair has faced the resistance of its horizontal trend line at 84.20 levels on a daily chart.

Moreover, prices have been trading below its 21 HSMA, which suggest short term trend looks weak.

Moreover, momentum indicator MACD has given negative crossover on a daily chart, which gives the sign of bearishness in the prices.

A momentum indicator RSI has faced resistance of its horizontal trend line at 62 levels on a daily chart.

For now, we expect prices should move lower towards 83.30 levels in the coming trading sessions.

## EURINR



### Technical View:

On a daily chart, prices have been trading in falling channel pattern from past few weeks and price has faced the resistance of its upper band of the channel pattern at 70.20 levels.

The pair has taken the faced resistance of its horizontal trend line at 70.40 levels on the daily chart.

The pair has been trading below its 100 DSMA on a daily chart, which suggests further positive momentum can be seen in the prices.

On a daily chart momentum oscillator, RSI has remained below 60 levels, which suggests the possibilities of downside in the prices.

A momentum indicator MACD has shown negative crossover on the hourly chart.

For now, we can expect prices should move lower towards 69.60 levels in the coming trading session.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>EURINR</b>	69.69	69.98	70.08	70.27	70.37	70.56	70.85
<b>GBPINR</b>	82.03	82.70	82.96	83.37	83.63	84.04	84.71

## Economic Indicators

Date	Time	Data	Prior	Expected	Impact
15.05.17	05:20 AM	PPI y/y	1.4%	1.8%	Actual > Forecast = Good for currency; JPYINR
15.05.17	07:30 AM	Industrial Production y/y	7.6%	7.0%	Actual > Forecast = Good for currency; CNY
15.05.17	07:30 AM	Retail Sales y/y	10.9%	10.8%	Actual > Forecast = Good for currency; CNY

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