

HighLights:

The dollar held steady against other major currencies on Wednesday, as investors remained cautious ahead of the Federal Reserve's highly-anticipated rate decision and amid ongoing political woes in the U.S.

Later Wednesday, the Fed was widely expected to raise interest rates by 25 basis points from 1.00% to 1.25%.

Market participants were especially awaiting Fed Chair Janet Yellen's comments following the decision for indications on the future pace of rate hikes.

Investors were also cautious as more than 190 Democratic lawmakers sued President Donald Trump accusing him of receiving funds from foreign governments through his firms and thus of violating the constitution.

GBP/USD fell 0.19% to 1.2730, off session highs of 1.2797 after the U.K. Office for National Statistics said the claimant count increased by 7,300 in May, compared to expectations for a gain of 20,300 people.

The unemployment rate was unchanged at 4.6% in April, in line with expectations and at its lowest level since 1975.

The report also showed that the average earnings index rose by 2.1% in the three months to April, missing forecasts for a 2.4% increase. Excluding bonuses, wages rose by just 1.7%.

Meanwhile, political uncertainty persisted in the U.K., with Prime Minister Theresa May facing calls to soften her stance on Brexit days before negotiations on leaving the EU begin.

May was set to resume talks with Northern Ireland's Democratic Unionist Party (DUP) on a deal to secure their support in parliament after the Prime Minister failed to win an outright majority in last week's election.

The pound trimmed gains against the U.S. dollar on Wednesday, after the release of mixed U.K. data, while sentiment on the greenback also remained fragile ahead of the Federal Reserve's highly-anticipated interest rate decision.

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Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	97.06	96.98	0.08	0.08
USD/INR (Spot)	64.3	64.37	-0.07	-0.11
USD/INR (Nse June)	64.42	64.41	0.01	0.02
EUR/INR (Spot)	72.02	72.13	-0.11	-0.15
EUR/INR (Nse June)	72.25	72.23	0.02	0.03
GBP/INR (Spot)	81.87	82.1	-0.23	-0.28
GBP/INR (Nse June)	82.11	82.06	0.05	0.06
JPY/INR (Nse June)	58.64	58.62	0.02	0.03

USDINR



Technical View:

On a weekly chart, the pair has been trading in its horizontal channel pattern formation from past few weeks and taken the support of its lower band of the channel at 64 levels.

On a weekly chart, the pair has formed hammer candle stick pattern, which is bullish reversal candle stick pattern.

Moreover, prices have been trading above its 21 DSMA which gives the sign of bullishness in the prices.

A momentum indicator RSI has taken of its horizontal trend line at 30 levels, which suggest the possibilities of upside momentum in the prices.

So for trading perspective, one can buy USDINR in the range of 64.30 with SL of 64.10 for the target of 64.70 levels.

JPYINR



Technical View:

On a daily chart, the price has been trading in its falling channel pattern formation and price has taken the support of its lower band of channel at 56.40 levels.

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

On a daily chart momentum indicator, RSI has remained above 40 levels which indicates upside movement in the prices.

In addition, momentum indicator MACD has shown positive crossover which suggests further upside momentum in the prices on a daily chart.

So for trading perspective, one can buy JPYINR in the range of 58.35 with SL of 58.10 for the target of 59.10 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.13	64.27	64.34	64.41	64.48	64.55	64.69
JPYINR	58.09	58.29	58.37	58.49	58.57	58.69	58.89

GBPINR



Technical View:

On a weekly chart, the price has been trading in falling wedge formation and price has faced resistance of its upper band of wedge pattern at 84.60 levels.

The pair has faced resistance of its horizontal trend line at 84.50 levels on a daily chart.

Moreover, prices have been trading below its 21 DSMA, 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 remained below 60 levels on a daily chart, which support our bearish view on the pair.

For now, we expect prices should move lower towards 81.30 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 taken the support of its lower band of the channel pattern at 69 levels.

The pair has given breakout of its horizontal trend line at 70.60 levels on the daily chart.

The pair has been trading above its 50 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 above 60 levels, which suggests the possibilities of further upside momentum in the prices.

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

For now, we can expect prices should move higher towards 73.10 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	71.91	72.09	72.17	72.27	72.35	72.45	72.63
GBPINR	81.24	81.70	81.91	82.16	82.37	82.62	83.08

Economic Indicators					
Date	Time	Data	Prior	Expected	Impact
15.06.17	02:00 PM	Retail Sales m/m	2.3%	-0.9%	Actual < Forecast = Good for currency; GBPINR
15.06.17	04:30 PM	MPC Official Bank Rate Votes	1-0-7	1-0-7	More hawkish than expected = Good for currency; GBPINR
15.06.17	04:30 PM	Monetary Policy Summary			More hawkish than expected = Good for currency; GBPINR
15.06.17	04:30 PM	Official Bank Rate	0.25%	0.25%	Actual > Forecast = Good for currency; GBPINR
15.06.17	06:00 PM	Unemployment Claims	245K	241K	Actual < Forecast = Good for currency; USDINR
15.06.17	06:00 PM	Philly Fed Manufacturing Index	38.8	25.5	Actual > Forecast = Good for currency; USDINR

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