

HighLights:

The U.S. dollar held steady near two-week lows against other major counterparts on Friday, as investors remained cautious ahead of a highly-anticipated U.S. inflation report due later in the day.

The U.S. dollar slipped lower against other major counterparts on Friday, erasing gains posted after the previous session's upbeat U.S. data, as investors remained cautious ahead of a highly-anticipated U.S. inflation report due later in the day.

The euro remained mildly supported as Catalonia stopped short of formally declaring independence from Spain this week.

European Central Bank President Mario Draghi reiterated in a speech on Thursday that the ECB's asset purchases would continue until officials see a sustained improvement in the outlook for inflation.

China is Australia's biggest export partner and New Zealand's second biggest export partner.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	93.06	92.91	0.15	0.16
USD/INR (Spot)	64.93	65.05	-0.12	-0.18
USD/INR (Nse Oct)	65.03	65.2	-0.17	-0.26
EUR/INR (Spot)	76.7	77.13	-0.43	-0.56
EUR/INR (Nse Oct)	76.91	77.39	-0.48	-0.62
GBP/INR (Spot)	86.18	85.42	0.76	0.89
GBP/INR (Nse Oct)	86.49	85.70	0.79	0.92
JPY/INR (Nse Oct)	58.01	58.14	-0.13	-0.22

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.

The Aussie ticked higher on Friday in early Asia ahead of Chinese trade data that will give insight on exports from Australia to its key trading partner.

The dollar rose against a basket of major currencies on Thursday after a duo of upbeat economic reports on wholesale inflation and jobless claims lifted investor expectations for a solid-quarter economic growth.

The Federal Reserve minutes showed Fed members were increasingly concerned that the slowdown in inflation may not as transitory as anticipated.

Most Federal Reserve policymakers supported the notion that a gradual approach to increasing interest rates will be warranted, according to the minutes of the Fed's last policy meeting on September 19-20 released on Wednesday.

Euro zone industrial output rose by far more than expected and at its highest rate in nine months in August as production of capital goods, such as machinery, rose sharply, boding well for economic growth in the second half of the year.

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The details of the meeting, at which the U.S. central bank voted to raise interest rates, also showed Fed members were increasingly concerned that the slowdown in inflation may not as transitory as anticipated.

USDINR



JPYINR



Technical View:

On the daily chart, USDINR has given rising trend line breakout and traded below the DOJI candle, which has formed in the previous trading sessions, which suggest further weakness in the pair for the upcoming day.

Moreover, MACD has shown negative cross over in the prices. Furthermore, 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 64.70 levels in the coming trading sessions.

Technical View:

In a daily chart, JPYINR is trading below the rising channel from last couple of the week, which indicate further weakness in the prices for few 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 57.90 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.77	64.90	64.96	65.03	65.09	65.16	65.29
JPYINR	57.61	57.83	57.92	58.05	58.14	58.27	58.49

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.

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 87.30 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 upcoming day .

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 and 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 77.80 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	76.24	76.63	76.99	77.02	77.16	77.41	77.80
GBPINR	85.52	85.97	86.23	86.42	86.68	86.87	87.32

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
16.10.2017	06:00PM	Foreign Securities Purchases	23.95B		'Actual' greater than 'Forecast' is good for currency; CADINR
16.10.2017	06:00PM	Empire State Manufacturing Index	24.4		'Actual' greater than 'Forecast' is good for currency; USDINR

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