

## HighLights:

The dollar rose against a basket of major currencies on Thursday, mounting a recovery from its slump in the previous session, following President Trump's comments the currency was "getting too strong" while mostly upbeat economic data lifted sentiment.

The U.S. dollar index, which measures the greenback's strength against a trade-weighted basket of six major currencies, rose by 0.32% to 100.38 by 17:41 EDT.

The dollar suffered its biggest one-day slump in more than three weeks on Wednesday, after President Trump told the Wall Street Journal, he thinks the currency (dollar) is "getting too strong" and favored a low interest rate environment.

But the dollar mounted a recovery on Thursday, as investors seemed to cover short positions, ahead of the Good Friday holiday in the U.S. and Europe this week.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	100.14	100.49	(0.35)	(0.35)
USD/INR (Spot)	64.43	64.48	(0.05)	(0.08)
USD/INR (Nse Apr.)	64.60	64.50	0.10	0.15
EUR/INR (Spot)	68.53	68.48	0.05	0.07
EUR/INR (Nse Apr.)	68.76	68.69	0.07	0.10
GBP/INR (Spot)	81.03	80.75	0.28	0.35
GBP/INR (Nse Apr.)	81.09	80.94	0.15	0.18
JPY/INR (Nse Apr.)	59.63	59.19	0.44	0.74

Trump's comments modestly dampened expectations of a June rate hike, according to investing.com's fed rate monitor tool, the probability of a June rate hike eased to 49.5% from 52.8%, a day earlier.

Meanwhile, slower than expected growth in initial jobless claims and bullish consumer sentiment lifted sentiment while US producer prices dropped for the first time in seven months.

The Aussie gave up some early gains on Monday China GDP for the first quarter came in better than expected and the dollar fell on a trade-weighted basis as U.S. Vice President Mike Pence headed to the ceasefire line on the Korean peninsula known as the DMZ (de-militarized zone).

China on Monday reported first quarter GDP rose 1.3% on the quarter compared to the same period a year ago for an annual pace of 6.9%, beating expectations for the year comparison. A poll of analysts says quarter-on-quarter up 1.6% and year-on-year GDP up 6.8%. China also reported industrial production rose 7.6% in March, compared to a 6.3% gain seen and retail sales gained 10.9% against a 9.6% rise seen.

Last week, most major markets were shut for Good Friday, with the the dollar up against a basket of major currencies on Thursday, mounting a recovery from its slump in the previous session, following President Trump's comments the currency was "getting too strong" while mostly upbeat economic data lifted sentiment.

The Labor Department said on Thursday, initial jobless claims fell by 1,000 to a 234,000 for the week ended April 8 while the producer price index for final demand slipped 0.1% last month. The University of Michigan said its consumer sentiment index climbed to 98.0 in April, well above expectations of a fall to 96.5.

## USDINR



### Technical View:

On a weekly chart, the pair has given the breakdown of its horizontal channel pattern at 66 levels and price has faced the resistance of its horizontal trend line at 65.30 levels on a daily chart.

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

A momentum indicator RSI has remained below 40 levels, which suggest the possibilities of further downside in the prices.

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

So for trading perspective, one can sell USDINR in the range of 64.70 with SL of 65.90 for the target of 64.30 levels.

## JPYINR



### Technical View:

On a daily chart, the price has been trading in falling wedge pattern and price has faced the resistance of its upper band of the pattern at 59 levels.

On a daily chart, the pair has been trading in horizontal channel pattern from past few months and price has faced the resistance of its horizontal channel pattern at 59.25 levels.

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 is trading below 50 levels which indicate downside in the prices.

In addition, momentum indicator MACD has shown negative crossover which suggests a lack of strength in the prices on a daily chart.

So for trading perspective, one can sell JPYINR in the range of 59.65 with SL of 59.90 for the target of 59.10 levels.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.06	64.29	64.45	64.52	64.68	64.75	64.98
<b>JPYINR</b>	59.17	59.37	59.50	59.57	59.70	59.77	59.97

## GBPINR



### Technical View:

On a daily chart, the price has been trading at falling wedge pattern from past few months and price has taken the support of its lower band of the pattern at 80 levels.

The pair has been trading in “**Falling Channel**” pattern and price has taken the support of its lower band of the pattern at 80.20 levels on a daily chart.

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

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

A momentum indicator RSI has been taking support at 40 levels on a daily chart.

For now, we expect prices should move higher towards 81.65 levels in the coming trading sessions.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>GBPINR</b>	80.28	80.63	80.86	80.98	81.21	81.33	81.68
<b>EURINR</b>	67.95	68.30	68.53	68.65	68.88	69.00	69.35

## 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 68 levels.

The pair has taken the support of its horizontal trend line at 68.30 levels on the hourly chart.

The pair has been trading above its 10 HSMA on the hourly chart, which suggests further positive momentum can be seen in the prices.

On a daily chart momentum oscillator, RSI has remained in the oversold zone at 27 levels on a daily chart, which suggests the possibilities of bounce back 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 69.40 levels in the coming trading session.

## Economic Indicators

Date	Time	Data	Prior	Expected	Impact
18.04.17	06:00 PM	Building Permits	1.22M	1.25M	Actual > Forecast = Good for currency; USDINR
18.04.17	06:00 PM	Housing Starts	1.29M	1.25M	Actual > Forecast = Good for currency; USDINR
18.04.17	06:45 PM	Industrial Production m/m	0.0%	0.5%	Actual > Forecast = Good for currency; USDINR

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