

HighLights:

The dollar remained moderately higher against other major currencies in quiet trade on Wednesday, although U.S. political uncertainty and geopolitical tensions around the world continued to dominate investors' attention.

Sentiment on the greenback remained vulnerable as trade talks between the U.S. and Japan got underway this week, with markets awaiting indications of the direction U.S. trade policy could take under President Donald Trump, who campaigned on a protectionist platform.

Heightened tensions around North Korea, which has vowed to conduct more missile tests following Sunday's failed missile launch, also continued to weigh on the greenback.

U.S. Vice President Mike Pence said on Wednesday that Washington would work with its allies and China to put economic and diplomatic pressure on North Korea.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	99.76	99.5	0.26	0.26
USD/INR (Spot)	64.62	64.60	0.02	0.03
USD/INR (Nse Apr.)	64.64	64.68	(0.04)	(0.06)
EUR/INR (Spot)	69.27	69.32	(0.05)	(0.07)
EUR/INR (Nse Apr.)	69.34	69.07	0.27	0.39
GBP/INR (Spot)	82.81	82.96	(0.15)	(0.18)
GBP/INR (Nse Apr.)	83.09	81.96	1.13	1.36
JPY/INR (Nse Apr.)	59.35	59.41	(0.06)	(0.10)

Markets were also jittery ahead of the first round of the French presidential election, scheduled on Sunday April 23. The race tightened after a surge in polls for far-left candidate Jean-Luc Melenchon, who wants a referendum on the country's European Union membership.

Elsewhere, GBP/USD held steady at 1.2851 after hitting a six-month peak of 1.2904 on Tuesday, when U.K. Prime Minister Theresa May on Tuesday called a snap election for June 8.

Analysts expect May to win a substantial majority in the elections, securing her position ahead of talks with the European Union about the terms for Brexit.

USD/JPY climbed 0.55% to trade at 109.03, while USD/CHF eased up 0.09% to 0.9973.

The Australian and New Zealand dollars were weaker, with AUD/USD down 0.48% at 0.7524 and with NZD/USD declining 0.40% to 0.7015.

The U.S. dollar index, which measures the greenback's strength against a trade-weighted basket of six major currencies, was up 0.16% at 99.57, off the previous session's three-week low of 99.36.

The dollar held onto gains against other major currencies on Wednesday, recovering from the previous session's downbeat U.S. data, although U.S. political uncertainty was expected to limit the greenback's rise.

Sentiment on the greenback also remained vulnerable as trade talks between the U.S. and Japan got underway this week, with markets awaiting indications of the direction U.S. trade policy could take under President Donald Trump, who campaigned on a protectionist platform.

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 64.90 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 59.50 with SL of 59.75 for the target of 59 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.35	64.49	64.56	64.63	64.70	64.77	64.91
JPYINR	58.87	59.14	59.25	59.41	59.52	59.68	59.95

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 83.70 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
GBPINR	82.32	82.66	82.87	83.00	83.21	83.34	83.68
EURINR	69.02	69.18	69.26	69.34	69.42	69.50	69.66

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 69.90 levels in the coming trading session.

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
20.04.17	11:30 PM	German PPI m/m	0.2%	0.2%	Actual > Forecast = Good for currency; EURINR
20.04.17	06:00 PM	Philly Fed Manufacturing Index	32.8	25.6	Actual > Forecast = Good for currency; USDINR
20.04.17	06:00 PM	Unemployment Claims	234K	241K	Actual > Forecast = Good for currency; USDINR
20.04.17	10:45 PM	Treasury Sec Mnuchin Speaks			

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