

HighLights:

- Indian Rupee remained under pressure to 65.53 on Thursday
- US Unemployment Claims rose to 258,000 w/e 17th Mar'17
- GfK German Consumer Climate fell to 9.8-mark in March
- UK's Retail Sales grew by 1.4 percent in previous month

Indian Rupee remained under pressure for second consecutive day and erased its earlier gains to depreciated around 8 paise to end at 65.53 against the US dollar on Thursday. The currency depreciated on account of dollar demand from importers and banks. Further, downside in Asian currencies kept pressure on the Indian Rupee.

However, sharp downside in the Rupee was prevented due to inflow of foreign funds in equities and debt markets coupled with upbeat domestic market sentiments. So far this year, rupee gained 3.65%, while foreign institutional investors have bought \$4.6 billion and \$2.26 million from local equity and debt markets, respectively. Indian Rupee moved in the range of 65.38 to 65.57 in Thursday's trade.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	99.81	99.75	0.06	0.06
USD/INR (Spot)	65.47	65.37	0.10	0.15
USD/INR (Nse Mar.)	65.50	65.52	(0.02)	(0.03)
EUR/INR (Spot)	70.55	70.64	(0.09)	(0.13)
EUR/INR (Nse Mar.)	70.61	70.72	(0.11)	(0.16)
GBP/INR (Spot)	81.94	81.52	0.42	0.51
GBP/INR (Nse Mar.)	82.01	81.65	0.36	0.44
JPY/INR (Nse Mar.)	58.99	58.88	0.11	0.19

The Reserve Bank of India (RBI) fixed reference rate for the dollar was seen at 65.4220 and Euro stood at 70.6688 as on 23rd Mar'17.

For the month of March 2017, FII inflows in equities totalled at Rs.21171.18 crores (\$3193.86 million) as on 23rd March 2017. Year to date basis, net capital inflows stood at Rs.29896.76 crores (\$4496.30 million) as on 23rd March 2017.

US Dollar Index grew marginally around 0.1 percent in Thursday's trading session due to mixed economic data from the country. Further, rise in risk aversion in global market sentiments which led to increase in demand for the low yielding currency kept the currency in positive territory.

US Unemployment Claims rose by 15,000 to 258,000 for the week ending on 17th Mar'17 as against a rise of 243,000 in previous week. New Home Sales expanded to 592,000 in February from 558,000 in January.

Euro against dollar fell around 0.1 percent on Thursday on account of strength in the dollar index. Further, weak global market sentiments coupled with mixed economic data from the region kept pressure on the currency.

GfK German Consumer Climate fell by 0.2 points to 9.8-mark in March from a rise of 10-level in February. Euro Zone Consumer Confidence was at negative 5-mark in March with respect to fall of 6-level in February.

The Sterling Pound grew around 0.4 percent in Thursday's trade on account of favourable economic data from the country. However, stronger dollar along with weak global market sentiments prevented sharp gains in the currency.

UK's Retail Sales grew by 1.4 percent in February as against a decline of 0.5 percent in January. Confederation of British Industry (CBI) Realized Sales remained unchanged at 9-mark in March.

The Japanese Yen against dollar appreciated around 0.3 percent in Thursday's trading session due to rise in risk aversion in global market sentiments which led to increase in demand for the low yielding currency.

USDINR



Technical View:

The pair has given a breakdown of its “**Symmetrical Triangle**” pattern at 66.60 levels on a daily chart.

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

Furthermore, the price has shown a breakdown of its consolidation range from 67.40 to 66.60 levels on a daily chart.

A momentum indicator RSI has remained below 45 levels, which suggest further negative momentum can be seen in the prices.

In addition, momentum indicator MACD has shown negative crossover and moving below its signal line on a daily chart.

So for trading perspective, one can sell USDINR in the range of 65.60 with SL of 65.80 for the target of 65.20 levels.

JPYINR



Technical View:

On a daily chart, the pair has been trading in horizontal channel pattern from past few months and price has taken the support of its horizontal channel pattern at 57.25 levels.

Moreover, prices have been trading above its 10 HSMA which gives the sign of bullishness in the prices.

On a daily chart momentum indicator, RSI is taking support at 30 levels which indicate pullback in the prices.

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

So for trading perspective, one can buy JPYINR in the range of 58.80 with SL of 58.50 for the target of 59.40 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	65.24	65.36	65.43	65.48	65.55	65.60	65.72
JPYINR	58.23	58.57	58.77	58.91	59.11	59.25	59.59

GBPINR



Technical View:

The pair has been trading in “**Falling Wedge**” pattern from past few weeks and price has taken the support of its lower band of the pattern at 80 levels on a daily chart.

Moreover, prices have been trading above 10 HSMA, which suggest short term trend looks up.

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

A momentum indicator RSI has been trading near its support levels on the daily chart, which suggests the possibilities of further upside momentum in the prices.

For now, we expect prices should move higher towards 82.60 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 channel pattern at 69.60 levels.

The price has taken the support of its falling trend line at 69.50 levels on daily 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 been taking support at 35 levels on a daily chart, which suggests bullishness in the prices.

A momentum indicator MACD has shown positive crossover on the hourly chart, which supports our bullish view on the prices.

For now, we can expect prices should move higher towards 71.30 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
GBPINR	81.07	81.48	81.74	81.89	82.15	82.30	82.71
EURINR	70.24	70.44	70.52	70.64	70.72	70.84	71.04

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
24.03.17	07:00 AM	Flash Manufacturing PMI	53.3	53.5	Actual > Forecast = Good for currency; JPYINR
24.03.17	03:30 PM	Flash Services PMI	55.5	55.4	Actual > Forecast = Good for currency; EURINR
24.03.17	07:00 PM	Core Durable Goods Orders m/m	0.0%	0.5%	Actual > Forecast = Good for currency; USDINR
24.03.17	07:00 PM	Durable Goods Orders m/m	2.0%	1.0%	Actual > Forecast = Good for currency; USDINR
24.03.17	08:15 PM	Flash Services PMI	53.8	53.9	Actual > Forecast = Good for currency; USDINR

Contact Us

Kkunal Parar

Sr. Research Associate

Kkunal.parar@choiceindia.com

Amit Pathania

Research Associate

amit.pathania@choiceindia.com

Anish Vyas

Sr. Research Associate

anish.vyas@choiceindia.com

Vikas Chaudhari

Research Associate

vikas.chaudhari@choiceindia.com



customercare@choiceindia.com



www.choicebroking.in



Disclaimer

This is solely for information of clients of Choice Broking and does not construe to be an investment advice. It is also not intended as an offer or solicitation for the purchase and sale of any financial instruments. Any action taken by you on the basis of the information contained herein is your responsibility alone and Choice Broking its subsidiaries or its employees or associates will not be liable in any manner for the consequences of such action taken by you. We have exercised due diligence in checking the correctness and authenticity of the information contained in this recommendation, but Choice Broking or any of its subsidiaries or associates or employees shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this recommendation or any action taken on basis of this information. Technical analysis studies market psychology, price patterns and volume levels. It is used to forecast future price and market movements. Technical analysis is complementary to fundamental analysis and news sources. The recommendations issued herewith might be contrary to recommendations issued by Choice Broking in the company research undertaken as the recommendations stated in this report is derived purely from technical analysis. Choice Broking has based this document on information obtained from sources it believes to be reliable but which it has not independently verified; Choice Broking makes no guarantee, representation or warranty and accepts no responsibility or liability as to its accuracy or completeness. The opinions contained within the report are based upon publicly available information at the time of publication and are subject to change without notice. The information and any disclosures provided herein are in summary form and have been prepared for informational purposes. The recommendations and suggested price levels are intended purely for trading purposes. The recommendations are valid for the day of the report however trading trends and volumes might vary substantially on an intraday basis and the recommendations may be subject to change. The information and any disclosures provided herein may be considered confidential. Any use, distribution, modification, copying, forwarding or disclosure by any person is strictly prohibited. The information and any disclosures provided herein do not constitute a solicitation or offer to purchase or sell any security or other financial product or instrument. The current performance may be unaudited. Past performance does not guarantee future returns. There can be no assurance that investments will achieve any targeted rates of return, and there is no guarantee against the loss of your entire investment.

POTENTIAL CONFLICT OF INTEREST DISCLOSURE (as on date of report) Disclosure of interest statement – • Analyst interest of the stock /Instrument(s): - No. • Firm interest of the stock / Instrument (s): - No.