

## HighLights:

U.S. new home sales declined much more than expected in April, dampening optimism over the U.S. housing market, official data showed on Tuesday.

New home sales tumbled by 11.4% to a seasonally adjusted 569,000 units last month, compared to expectations for a decline of 1.5% to 610,000, the Commerce Department said in a report.

New home sales in March were revised up to 642,000 units from a previously reported 621,000 units.

The US dollar index, which tracks the greenback against a basket of six major rivals, was at 96.92, compared to 96.86 ahead of the report.

The dollar struggled near six month lows against a basket of the other major currencies on Tuesday as investors waited for U.S. President Donald Trump's budget proposal to be presented to Congress.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	96.96	96.98	-0.02	-0.02
USD/INR (Spot)	64.86	64.51	0.35	0.54
USD/INR (Nse May)	64.89	64.59	0.3	0.46
EUR/INR (Spot)	72.82	72.5	0.32	0.44
EUR/INR (Nse May)	72.92	72.59	0.33	0.45
GBP/INR (Spot)	84.12	83.86	0.26	0.31
GBP/INR (Nse May)	84.19	83.96	0.23	0.27
JPY/INR (Nse May)	58.34	57.99	0.35	0.60

Trump's budget proposals include cuts to Medicaid and changes to other assistance programs for low-income citizens and aims to cut spending by \$3.6 trillion over 10 years, balancing the budget by the end of the decade.

The index has given up all the gains it had made following the presidential election in November amid fears that the U.S. political system could become engulfed by crisis, preventing lawmakers from pushing through tax or spending reforms.

Recent weeks have seen a steady stream of revelations surrounding the FBI's investigation into alleged Russian interference in November's presidential election and reports that Trump attempted to interfere with the judicial process.

Meanwhile, in the UK, GBP/USD weathered a terrorist attack in Manchester, England, to trade roughly flat against the dollar at \$1.2981.

Sterling came under pressure at the start of the week, after polls over the weekend showed the Labour Party had narrowed the large lead that had been enjoyed by the Conservative Party.

EUR/USD retreated from a six-month high to trade at \$1.1194, down 0.38%, despite the release of upbeat Eurozone economic data.

The euro is one the best performing currencies against the dollar, up nearly 7% year-to-date, as Emmanuel Macron's election victory against anti-EU Marine Le Pen, earlier this month, quelled fears that France would exit the European Union.

After the report, which was released simultaneously with the Richmond manufacturing index, EUR/USD was trading at 1.1226 from around 1.1233 ahead of the release of the data, GBP/USD was at 1.2985 from 1.2988 earlier, while USD/JPY was at 111.11 from 111.13 earlier.

## 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 64.78 with SL of 64.48 for the target of 65.35 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 58.22 with SL of 58 for the target of 58.70 levels.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.08	64.32	64.41	64.56	64.65	64.8	65.04
<b>JPYINR</b>	56.11	56.37	56.50	56.63	56.76	56.89	57.15

## GBPINR



### Technical View:

On a daily chart, the price has given breakout of its falling wedge pattern at 83.70 levels. The pair has given breakout of its horizontal trend line at 83.90 levels on a daily chart.

Moreover, prices have been trading above its 50 DSMA, which suggest short term trend looks up.

Moreover, momentum indicator MACD has given positive crossover and MACD has remained above its signal line on a daily chart, which gives the sign of bullishness in the prices.

A momentum indicator RSI has remained above 50 levels on a daily chart, which support our bullish view on the stock.

For now, we expect prices should move higher towards 84.80 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 73.70 levels in the coming trading session.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>EURINR</b>	69.69	69.98	70.08	70.27	70.37	70.56	70.85
<b>GBPINR</b>	82.03	82.70	82.96	83.37	83.63	84.04	84.71

## Economic Indicators

Date	Time	Data	Prior	Expected	Impact
24.05.17	06:15 PM	ECB President Draghi Speaks			More hawkish than expected = Good for currency; EURINR
24.05.17	07:30 PM	Existing Home Sales	5.65M	5.71M	Actual > Forecast = Good for currency; USDINR
24.05.17	07:30 PM	Crude Oil Inventories	-1.8M	-2.4M	
24.05.17	11:30 PM	FOMC Meeting Minutes			More hawkish than expected = Good for currency; USDINR

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