

Highlights:

The dollar edged down on Tuesday, stepping back from recent highs as market attention turns to who will be the next head of the U.S. central bank.

President Donald Trump told reporters on Monday he is "very, very close" to deciding who should chair the Federal Reserve after interviewing five candidates for the position. include current Fed Chair Janet Yellen .

The Sri Lankan rupee ended weaker on Monday, as demand for the U.S. dollar by importers surpassed mild exporter selling of the green-back.

The dollar touched a three-month high against the yen on Monday, with an emphatic election victory for Japan's ruling party keeping yen -weakening stimulus measures at the heart of government policy.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	93.79	93.98	-0.19	-0.20
USD/INR (Spot)	65.13	65.01	0.12	0.18
USD/INR (Nse Oct)	65.11	65.05	0.06	0.09
EUR/INR (Spot)	76.53	76.31	0.22	0.29
EUR/INR (Nse Oct)	76.62	76.4	0.22	0.29
GBP/INR (Spot)	85.70	85.60	0.1	0.12
GBP/INR (Nse Oct)	85.84	85.67	0.17	0.20
JPY/INR (Nse Oct)	57.28	57.14	0.14	0.25

The dollar made its biggest daily gain in a month on Friday and posted a weekly increase for the fifth time in six weeks as progress on U.S. tax reforms raised prospects of a fiscal lift to the economy, bolstering investor appetite for risk.

China on Thursday reported third quarter GDP came in as expected to show a gain of 1.7% on quarter and 6.8% rise on year while industrial production rose 6.6%, more than the 6.2% increase seen in September and fixed asset investment gained 7.5%, below the 7.7% gain seen. Retail sales in China rose 10.3%, beating the expected up 10.2% increase.

Worry that rising consumer prices will threaten the Indian central bank's inflation target of 4 percent led the majority of the Reserve Bank of India's monetary policy committee to vote to keep rates steady, according to minutes issued on Wednesday.

China's new home prices registered a second straight month of weak growth in September, with prices in the biggest markets slipping and gains in smaller cities slowing as government measures to cool a long property boom took hold.

Private sector growth across the euro zone slowed more sharply than predicted this month, a survey showed on Tuesday, but stayed strong even though firms increased prices at the steepest rate in over six years.

Japanese manufacturing activity expanded in October at a slower pace than the previous month as output and new orders growth eased in a sign final demand is moderating, a preliminary gauge of activity showed on Tuesday.

Japan's economy grew for the sixth consecutive quarter in April-June this year due to a pickup in consumer spending and capital expenditure, which is the longest streak in a decade.

USDINR



Technical View:

In a daily chart, USDINR has given a breakout of the falling channel and moved up strongly but on the upper side it has faced a resistance of the daily trend line & pullback from the upper range, which indicate short term correction in the pair.

Moreover, 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 64.50 levels in the coming trading sessions.

JPYINR



Technical View:

In a daily chart, JPYINR has been hovering within a falling channel and expected to continue its downwards move in the days to come.

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 56.50 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.64	64.85	65.12	65.06	65.19	65.27	65.49
JPYINR	56.89	57.09	57.19	57.29	57.38	57.48	57.68

GBPINR



Technical View:

In a daily chart, the price has formed a rounding top and fallen towards its symmetrical triangle breakout point.

Moreover, price has fallen below its 21 EMA indicates bullish movement in the price.

In addition, momentum indicator RSI has shown negative crossover on the daily charts and falling.

For now, we expect prices should move lower towards 84.80 levels in the coming trading sessions.

EURINR



Technical View:

In a daily chart, the price has given breakdown of its rising channel pattern, so the pattern suggests, reversal of the upwards movement in the days to come.

Moreover, price has fallen below its 21 EMA indicates bullish movement in the price.

In addition, momentum indicator RSI has shown negative crossover on the daily charts and falling.

For now, we can expect prices should move lower towards the 75.10 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	75.89	76.22	76.42	76.54	76.74	76.86	77.17
GBPINR	85.27	85.55	85.70	85.84	85.92	86.18	86.56

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
25/10/2017	06:00 PM	Core Durable Goods Orders m/m	0.5%	0.5%	'Actual' greater than 'Forecast' is good for currency; USDINR
25/10/2017	06:00 PM	Durable Goods Orders m/m	2.0%	1.1%	'Actual' greater than 'Forecast' is good for currency; USDINR
25/10/2017	07:30 PM	Overnight Rate	60.6	60.1	'Actual' greater than 'Forecast' is good for currency; CADINR
25/10/2017	07:15 PM	New Home Sales	560K	556K	'Actual' greater than 'Forecast' is good for currency; USDINR
25/10/2017	08:45PM	BOC Press Conference			"More hawkish than expected is good for currency; CADINR

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