

HighLights:

The dollar extended gains against the yen on Wednesday after U.S. Treasury Secretary Steven Mnuchin confirmed that the Trump administration's tax plan will include a 15% corporate tax rate.

Mnuchin said that U.S. President Donald Trump wants to slash the corporate tax rate to 15% from 35% currently.

The dollar held onto modest gains against other major currencies on Wednesday, as investors eyed a highly-anticipated tax reform announcement due later in the day from U.S. President Donald Trump's administration.

The dollar was boosted by reports the U.S. tax reform proposals would include cutting the corporate tax rate and lower taxes on offshore earnings of U.S. companies overseas.

Investors were also still digesting centrist candidate Emmanuel Macron's victory in the first round of France's presidential election on Sunday.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	99.08	98.85	0.23	0.23
USD/INR (Spot)	64.08	64.26	(0.18)	(0.28)
USD/INR (Nse Apr.)	64.02	64.29	(0.27)	(0.42)
EUR/INR (Spot)	69.76	70.28	(0.52)	(0.75)
EUR/INR (Nse Apr.)	69.97	69.98	(0.01)	(0.01)
GBP/INR (Spot)	82.40	82.53	(0.13)	(0.16)
GBP/INR (Nse Apr.)	82.10	82.45	(0.35)	(0.43)
JPY/INR (Nse Apr.)	57.45	58.21	(0.76)	(1.32)

The threat of a U.S. government shutdown this weekend also receded after Trump indicated that he is flexible about waiting to secure funding for his promised border wall with Mexico, in a shift that could clear the way for lawmakers to reach a deal.

Earlier Wednesday, the Australian Bureau of Statistics reported that the consumer price index rose 0.5% in the first quarter, confounding expectations for a 0.6% gain, after a 0.5% rise in the three months to December.

Meanwhile, USD/CAD was little changed at 1.3573, after climbing to a 14-month high of 1.3626 on Tuesday amid concerns over an escalating trade dispute between Canada and the U.S.

Earlier Wednesday, the Australian Bureau of Statistics reported that the consumer price index rose 0.5% in the first quarter, confounding expectations for a 0.6% gain, after a 0.5% rise in the three months to December.

USD/JPY eased up 0.09% to 111.19, easing off a one-week trough of 110.97 hit earlier in the session, while USD/CHF was almost unchanged at 0.9942.

The Australian and New Zealand dollars were weaker, with AUD/USD down 0.42% at 0.7504 and with NZD/USD declining 0.62% to 0.6912.

The U.S. dollar index, which measures the greenback's strength against a trade-weighted basket of six major currencies, was up 0.24% to 98.96.

The index touched a low of 98.56 on Tuesday, the weakest since November 10, pressured lower by the stronger euro.

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 64.20 with SL of 64.45 for the target of 63.70 levels.

JPYINR



Technical View:

On a daily chart, the price has been trading in falling channel pattern and price has faced the resistance of its upper band of the pattern at 59.60 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 59.50 levels.

Moreover, prices have been trading below its 200 DSMA which gives the sign of bearishness in the prices.

On a daily chart momentum indicator, RSI is trading below 60 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 57.65 with SL of 57.90 for the target of 57.15 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	63.46	63.76	63.89	64.06	64.19	64.36	64.66
JPYINR	56.50	57.06	57.26	57.62	57.82	58.18	58.74

GBPINR



Technical View:

On a daily chart, the price has been trading at falling wedge pattern from past few months and price has faced the resistance of its upper band of the pattern at 83 levels.

The pair has been trading in “**Falling Channel**” pattern and price has faced the resistance of its upper band of the pattern at 82.80 levels on a daily chart.

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

Moreover, momentum indicator MACD has given negative crossover on the 4 hourly chart, which gives the sign of bearishness in the prices.

A momentum indicator RSI has faced the resistance at 60 levels on a daily chart.

For now, we expect prices should move lower towards 82.70 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
GBPINR	81.51	81.85	81.98	82.19	82.32	82.53	82.87
EURINR	69.49	69.77	69.87	70.05	70.15	70.33	70.61

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 70.60 levels in the coming trading session.

Economic Indicators					
Date	Time	Data	Prior	Expected	Impact
27.04.17	9:20 AM	Monetary Policy Statement			More hawkish than expected = Good for currency; JPYINR
27.04.17	Tentative	BOJ Outlook Report			More hawkish than expected = Good for currency; JPYINR
27.04.17	Tentative	BOJ Policy Rate	-0.10%	-0.10%	Actual > Forecast = Good for currency; JPYINR
27.04.17	12:00 PM	BOJ Press Conference			More hawkish than expected = Good for currency; JPYINR
27.04.17	05:15 PM	Minimum Bid Rate	0.00%	0.00%	Actual > Forecast = Good for currency; EURINR
27.04.17	06:00 PM	ECB Press Conference			More hawkish than expected = Good for currency; EURINR
27.04.17	06:00 PM	Core Durable Goods Orders m/m	0.5%	0.4%	Actual > Forecast = Good for currency; USDINR
27.04.17	06:00 PM	Unemployment Claims	244K	241K	Actual < Forecast = Good for currency; USDINR

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