

HighLights:

U.S. new home sales increased more than expected, beating expectations and bolstering optimism over the state of the real estate market, official data showed on Friday.

In a report, the U.S. Commerce Department said new home sales rose by 2.9% to a seasonally adjusted 610,000 units in June from the prior month's revised reading of 593,000 (initially 569,000).

After the report, EUR/USD was trading at 1.1188 from around 1.1186 ahead of the release of the data, GBP/USD was at 1.2718 from 1.2714 earlier, while USD/JPY traded at 111.28 compared to 111.20 before the release.

The US dollar index, which tracks the greenback against a basket of six major rivals, was at 97.03, compared to 97.04 ahead of the report.

Analysts had expected a 5.4% increase from the previous month's initial reading to a total of 597,000 units in June.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	97.24	97.59	-0.35	-0.36
USD/INR (Spot)	64.53	64.58	-0.05	-0.08
USD/INR (Nse June)	64.53	64.61	-0.08	-0.12
EUR/INR (Spot)	72.3	72.05	0.25	0.35
EUR/INR (Nse June)	72.08	72.16	-0.08	-0.11
GBP/INR (Spot)	82.12	81.89	0.23	0.28
GBP/INR (Nse June)	82.2	81.87	0.33	0.40
JPY/INR (Nse June)	58.03	58.05	-0.02	-0.03

The dollar remained broadly lower against the other major currencies in quiet trade on Friday, as investors remained cautious following the previous session's disappointing U.S. data and as markets focused on developments in Europe.

Research group Markit earlier reported that its German flash manufacturing purchasing managers' index slipped to 59.3 in June from 59.5 the previous month, compared to expectations for a decline to 59.0.

Markit also said its French flash manufacturing PMI rose to 55.0 this month from 53.8 in April, beating expectations for a rise to 54.0. The French services PMI slipped to 55.3 from 56.9 however.

For the entire euro zone, the composite PMI, which includes manufacturing and service sector activity, declined to 55.7 in May from 56.8 the previous month, disappointing expectations for a downtick to only 56.2.

Meanwhile, the dollar remained under pressure following a report on Thursday by the U.S. Department of Labor showing that initial jobless claims in the week ending June 17 increased by 3,000 to 241,000 from the previous week's total of 238,000.

GBP/USD gained 0.34% to trade at 1.2725 after British Prime Minister Theresa May on Thursday laid out what she called a "fair deal" for EU citizens living in the U.K., saying that she did not want to split up families or for people to have to leave due to Brexit.

The U.S. dollar index, which measures the greenback's strength against a trade-weighted basket of six major currencies, was down 0.17% at 97.08, just off a one-week low of 96.95 hit overnight.

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 64.45 with SL of 64.20 for the target of 65.10 levels.

JPYINR



Technical View:

On a daily chart, the price has been trading in its falling channel pattern formation and price has faced the resistance of its upper band of channel at 58.20 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 has remained below 60 levels which indicates downside movement in the prices.

In addition, momentum indicator MACD has shown negative crossover which suggests further downside momentum in the prices on a daily chart.

So for trading perspective, one can sell JPYINR in the range of 58.20 with SL of 58.40 for the target of 57.60 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.19	64.36	64.44	64.53	64.61	64.7	64.87
JPYINR	57.72	57.86	57.95	58.00	58.09	58.14	58.28

GBPINR



Technical View:

On a daily chart, the price has been trading in falling wedge formation and price has faced resistance of its upper band of wedge pattern at 84.60 levels.

The pair has faced resistance of its horizontal trend line at 84.50 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 a daily chart, which gives the sign of bearishness in the prices.

A momentum indicator RSI has remained below 60 levels on a daily chart, which support our bearish view on the pair.

For now, we expect prices should move lower towards 81.20 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 faced the resistance near its upper band of the channel pattern at 73.50 levels.

The pair has given breakout of its horizontal trend line at 74 levels on the daily chart.

The pair has been trading below its 50 DSMA on a daily chart, which suggests further downside momentum can be seen in the prices.

On a daily chart momentum oscillator, RSI has remained below 60 levels, which suggests the possibilities of further downside momentum in the prices.

A momentum indicator MACD has shown negative crossover on a daily chart.

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

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	71.74	71.91	72.00	72.08	72.17	72.25	72.42
GBPINR	81.58	81.85	82.03	82.12	82.30	82.39	82.66

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
27.06.17	12:15 PM	French Prelim CPI m/m	0.0%		Actual > Forecast = Good for currency; EURINR
27.06.17	07:30 PM	CB Consumer Confidence	117.9		Actual > Forecast = Good for currency; USDINR
27.06.17	07:30 PM	Richmond Manufacturing Index	1		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



customercare@choiceindia.com

Vikas Chaudhari

Research Associate

vikas.chaudhari@choiceindia.com



www.choicebroking.in



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