

HighLights:

The dollar was hovering near three-week highs against other major currencies on Tuesday, amid fresh geopolitical tensions between the U.S. and North Korea and despite mixed messages by Federal Reserve officials.

The yen remained supported on Tuesday amid heightened tensions on the Korean Peninsula, and as investors awaited fresh indications on the direction of U.S. monetary policy.

The New Zealand dollar moved lower against its U.S. counterpart on Tuesday, while the Australian dollar held steady after the release of downbeat New Zealand business confidence data and amid fresh geopolitical concerns.

The yen stood tall on Tuesday after tensions on the Korean peninsula flared-up anew amid an escalating war of words between North Korea and the United States, while the euro struggled near a four-week low versus the dollar.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	93	92.57	0.43	0.46
USD/INR (Spot)	65.44	65.10	0.34	0.52
USD/INR (Nse Sep)	65.46	64.84	0.62	0.96
EUR/INR (Spot)	77.16	77.28	-0.12	-0.16
EUR/INR (Nse Sep)	77.17	77.15	0.02	0.03
GBP/INR (Spot)	87.88	87.80	0.08	0.09
GBP/INR (Nse Sep)	87.92	87.39	0.53	0.61
JPY/INR (Nse Sep)	58.52	57.66	0.86	1.49

The U.S. apartment vacancy rate increased marginally in the third quarter from the second, according to a report from Reis Inc. The vacancy rates increased in 50 of 79 metros as many saw high construction that exceeded demand, the real estate research firm said.

U.S. companies' borrowing to spend on capital investment rose 1.3 percent in August from a year earlier, the Equipment Leasing and Finance Association (ELFA) said.

U.S. Commerce Secretary Wilbur Ross said China needed to "guarantee fair and reciprocal treatment for U.S. firms" as he tried to strike an upbeat tone on a visit to Beijing amid trade tensions between the two countries.

When the global financial crisis erupted in 2008, some expat French bankers who lost their jobs in London returned home to collect unemployment benefits of more than 7,000 euros (\$8,000) a month.

Developing Asia is on track to grow faster this year and next, the Asian Development Bank said on Tuesday, buoyed by a pick-up in world trade and China's expansion, but it flagged risks from tightening U.S. monetary policy. Developing Asia is expected to grow by 5.9 and 5.8 percent in 2017 and 2018, respectively, the Manila-based lender said.

Japanese Finance Minister Taro Aso said on Tuesday that the government would need to craft a new time frame for achieving its budget-balancing goal, currently set at fiscal 2020/21.

The Asian Development Bank raised its outlook for China's economic growth this year on the back of strong domestic consumption, an export recovery and solid growth in services.

USDINR



Technical View:

In a daily chart, USDINR has given a breakout of the falling channel and moved up strongly. So, the trend is expected to remain upward.

Moreover, price has moved above 50 SMA as well as 100 SMA; however, proximity to 200 SMA is expected to produce resistance.

In addition, momentum indicator MACD has shown positive crossover on the daily charts which suggests near term upside momentum in the prices.

For now, we expect prices should move higher towards 65.60 levels in the coming trading sessions.

JPYINR



Technical View:

In a daily chart, JPYINR has failed to capitalize the upside breakout which attracted the selling pressure in the pair.

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	64.73	65.04	65.23	65.35	65.54	65.66	65.97
JPYINR	58.04	58.27	58.40	58.50	58.63	58.73	58.96

GBPINR



Technical View:

In a daily chart, the price has given a wedge breakout which suggests, strong upward move over the short to medium term. However, price may find resistance around the earlier trading range high (pegged around 89.20).

Moreover, price has been trading above its major SMAs indicates bullish movement in the price.

In addition, momentum indicator MACD has shown positive crossover on the daily charts which suggests near term upside momentum in the prices.

For now, we expect prices should move higher towards 89 levels in the coming trading sessions.

EURINR



Technical View:

In a daily chart, the price has found support at the lower band of the rising channel pattern. The pattern suggests, continuation of its upwards movement in the days to come.

Moreover, price has been trading above its major SMAs indicates bullish movement in the price.

In addition, momentum indicator MACD has shown positive crossover on the daily charts which suggests near term upside momentum in the prices

For now, we can expect prices should move higher towards the 79 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
EURINR	76.33	76.78	76.94	77.23	77.39	77.68	78.13
GBPINR	86.79	87.38	87.61	87.97	88.20	88.56	89.15

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
27.09.2017	01:30 PM	M3 Money Supply y/y	0.0%	0.2%	'Actual' greater than 'Forecast' is good for currency; EURINR
27.09.2017	6:00 PM	Core Durable Goods Orders m/m	0.6%	0.2%	'Actual' greater than 'Forecast' is good for currency; USDINR
27.09.2017	6:00 PM	Durable Goods Orders m/m	-6.8%	1.1%	'Actual' greater than 'Forecast' is good for currency; USDINR
27.09.2017	7:30 PM	Pending Home Sales m/m	-0.8%	-0.5%	'Actual' greater than 'Forecast' is good for currency;
27.09.2017	11:30 PM	FOMC Member Brainard Speaks			More hawkish than expected is good for currency; USDINR

Kkunal Parar
Sr. Research Associate
Kkunal.parar@choiceindia.com

Vikas Chaudhri
Research Associate
vikas.chaudhri@choiceindia.com

Rupak De
Research Associate
rupak.de@choiceindia.com

Sachin Gupta
Research Associate
sachin.gupta@choiceindia.com



customercare@choiceindia.com



www.choicebroking.in



Disclaimer

This is solely for information of clients of Choice Broking and does not constitute 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 unsuited. 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.