

HighLights:

- China's Manufacturing PMI grew to 51.8-mark in March
- US Final GDP surged by 2.1 percent in fourth quarter of 2016
- Spanish Flash CPI dropped to 2.3 percent in current month
- Japan's Unemployment Rate fell to 2.8 percent in February

China's Manufacturing Purchasing Managers' Index (PMI) grew by 0.2 points to 51.8-mark in March as against a rise of 51.6-level in February. Non-Manufacturing PMI increased by 0.9 points to 55.1-level in last month from 54.2-mark in February.

Indian Rupee retreated from its high ending the three day rally and depreciated marginally around 1 paise to end at 64.92 against the US dollar on Thursday. The currency depreciated as traders avoided taking long positions ahead of the end of the fiscal year 2017. However, inflow of foreign funds in equities and debt markets along with upbeat domestic market sentiments restricted sharp downside movement in the currency.

So far this year, rupee has gained 4.3%, while foreign institutional investors have bought \$4.86 billion and \$3.09 billion from local equity and debt markets, respectively. Indian Rupee moved in the range of 64.88 to 64.99 in Thursday's trade. The Reserve Bank of India (RBI) fixed reference rate for the dollar was seen at 64.9325 and Euro stood at 69.8739 as on 30th Mar'17. For the month of March 2017, FII inflows in equities totalled at Rs.31467.33 crores (\$4774.06 million) as on 30th March 2017. Year to date basis, net capital inflows stood at Rs.40192.91 crores (\$6076.50 million) as on 30th March 2017.

US Dollar Index rose around 0.44 percent in Thursday's trading session due to favourable economic data from the country. However, sharp upside in the currency was capped as a result of rise in risk appetite in global market sentiments which led to decline in demand for the low yielding currency.

US Final Gross Domestic Product (GDP) surged by 2.1 percent in Q4 of 2016 as against a rise of 1.9 percent in previous quarter. Unemployment Claims plunged by 3,000 to 258,000 for the week ending on 24th Mar'17 from 261,000 in prior week. Final GDP Price Index grew by 2.1 percent in fourth quarter of 2016 with respect to 2 percent in Q3 of 2016.

Euro against dollar fell around 0.85 percent on Thursday on account of strength in the dollar index. However, upbeat global market sentiments cushioned sharp fall in the currency. Spanish Flash Consumer Price Index (CPI) dropped to 2.3 percent in March as against a rise of 3 percent in February.

The Sterling Pound grew around 0.28 percent in Thursday's trade on account of upbeat global market sentiments. However, strength in the dollar index restricted sharp gains in the currency.

The Japanese Yen against dollar depreciated around 0.8 percent in Thursday's trading session due to rise in risk appetite in global market sentiments which led to decline in demand for the low yielding currency. Japan's Household Spending plunged by 3.8 percent in February as against a drop of 1.2 percent in January. Unemployment Rate fell to 2.8 percent in February from 3 percent a month ago.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	100.13	99.96	0.17	0.17
USD/INR (Spot)	64.92	64.78	0.14	0.22
USD/INR (Nse Apr.)	65.11	65.13	(0.02)	(0.03)
EUR/INR (Spot)	69.74	69.84	(0.10)	(0.14)
EUR/INR (Nse Apr.)	70.07	70.40	(0.33)	(0.47)
GBP/INR (Spot)	80.86	80.55	0.31	0.38
GBP/INR (Nse Apr.)	81.19	81.18	0.01	0.01
JPY/INR (Nse Apr.)	58.66	58.79	(0.13)	(0.22)

USDINR



Technical View:

The pair has given a breakdown of its “**Symmetrical Triangle**” pattern at 66.60 levels on a daily chart.

Moreover, prices have been trading below its 50 DSMA which gives the sign of bearishness in the prices.

Furthermore, the price has shown a breakdown of its consolidation range from 67.40 to 66.60 levels on a daily chart.

A momentum indicator RSI has remained below 45 levels, which suggest further negative momentum can be seen in the prices.

In addition, momentum indicator MACD has shown negative crossover and moving below its signal line on a daily chart.

So for trading perspective, one can sell USDINR in the range of 65.20 with SL of 65.40 for the target of 64.80 levels.

JPYINR



Technical View:

On a daily chart, the pair has been trading in horizontal channel pattern from past few months and price has taken the support of its horizontal channel pattern at 57.25 levels.

Moreover, prices have been trading above its 10 HSMA which gives the sign of bullishness in the prices.

On a daily chart momentum indicator, RSI is taking support at 30 levels which indicate pullback in the prices.

In addition, momentum indicator MACD has shown positive crossover which suggests strength in the prices on a daily chart.

So for trading perspective, one can buy JPYINR in the range of 58.60 with SL of 58.40 for the target of 59 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.90	65.01	65.06	65.12	65.17	65.23	65.34
JPYINR	58.24	58.45	58.56	58.66	58.77	58.87	59.08

GBPINR



Technical View:

The pair has been trading in “**Falling Wedge**” pattern from past few weeks and price has taken the support of its lower band of the pattern at 80 levels on a daily chart.

Moreover, prices have been trading above 10 HSMA, which suggest short term trend looks up.

Moreover, momentum indicator MACD has given positive crossover on the hourly chart, which gives the sign of bullishness in the prices.

A momentum indicator RSI has been trading near its support levels on the daily chart, which suggests the possibilities of further upside momentum in the prices.

For now, we expect prices should move higher towards 81.80 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 channel pattern at 69.60 levels.

The price has taken the support of its falling trend line at 69.50 levels on daily 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 been taking support at 35 levels on a daily chart, which suggests bullishness in the prices.

A momentum indicator MACD has shown positive crossover on the hourly chart, which supports our bullish view on the prices.

For now, we can expect prices should move higher towards 70.90 levels in the coming trading session.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
GBPINR	80.46	80.78	81.00	81.10	81.32	81.42	81.74
EURINR	69.64	69.87	69.98	70.10	70.21	70.33	70.56

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
31.03.17	05:00 AM	Unemployment Rate	3.0%	3.0%	Actual < Forecast = Good for currency; JPYINR
31.03.17	02:00 PM	Current Account	-25.5B	-16.3B	Actual > Forecast = Good for currency; GBPINR
31.03.17	06:00 PM	Personal Spending m/m	0.2%	0.2%	Actual > Forecast = Good for currency; USDINR
31.03.17	06:00 PM	Personal Income m/m	0.4%	0.4%	Actual > Forecast = Good for currency; USDINR
31.03.17	07:30 PM	Revised UoM Consumer Sentiment	97.6	97.8	Actual > Forecast = Good for currency; USDINR

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