

## HighLights:

The dollar fell broadly on Wednesday, sliding to two-week lows against the yen and a more than one-week trough versus the euro amid growing political tension in Washington.

The greenback in May posted its worst monthly performance against the euro in more than a year, even as the European Central Bank committed to keep its stimulus plan in the region.

"The dollar remains pressured by the mounting dysfunction in Washington that has all but eliminated hopes for a bold fiscal stimulus package from the Trump administration," said Omer Esiner, chief market analyst at Commonwealth Foreign Exchange in Washington.

President Donald Trump's administration has been the focus of independent investigations by the Federal Bureau of Investigation and several congressional panels over alleged Russian meddling in the 2016 presidential election and potential collusion by the Trump campaign.

Market Highlights				
	Close	Prev Cls.	Price Chg	Price Chg %
Doller Index	97.19	97.28	-0.09	-0.09
USD/INR (Spot)	64.51	64.63	-0.12	-0.19
USD/INR (Nse June)	64.72	64.88	-0.16	-0.25
EUR/INR (Spot)	72.31	72.29	0.02	0.03
EUR/INR (Nse June)	72.63	72.43	0.2	0.28
GBP/INR (Spot)	82.9	83.11	-0.21	-0.25
GBP/INR (Nse June)	83.22	83.55	-0.33	-0.39
JPY/INR (Nse June)	58.47	58.52	-0.05	-0.09

Pending home sales fell for a second straight month in April, hindered by a lack of supply, while an index of U.S. Midwest manufacturing activity rose in May.

These reports though have little bearing on expectations for next month's expected tightening by the Federal Reserve, although the number of hikes this year is still up for debate.

Currently, futures markets have priced in an 86 percent chance the Fed will raise rates by 25 basis points in June, but much could change depending on economic data in the run-up to that meeting, most notably Friday's jobs report.

Britain's pound, meanwhile, recovered on Wednesday after a poll showed the country's ruling Conservative party still in the lead, overriding a previous projection of a hung parliament in elections next week. late trade, the dollar was down 0.1 percent at 110.67 yen after earlier falling to two-week lows JPY= .

"Euro/dollar has now formed a strongly bullish technical trend that spans the past two months," said James Chen, head of research at Forex.com in Bedminster, New Jersey.

In China, the yuan surged to a more than six-month high against the dollar on views the Chinese central bank is now less inclined to markedly weaken its currency against the greenback. CNY/ .

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## 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 64.60 with SL of 64.40 for the target of 65 levels.

## JPYINR



### Technical View:

On a daily chart, the price has been trading in its falling channel pattern formation and price has taken the support of its lower band of channel at 56.40 levels.

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

On a daily chart momentum indicator, RSI has remained above 40 levels which indicates upside movement in the prices.

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

So for trading perspective, one can buy JPYINR in the range of 58.35 with SL of 58 for the target of 59 levels.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.08	64.32	64.41	64.56	64.65	64.8	65.04
<b>JPYINR</b>	56.11	56.37	56.50	56.63	56.76	56.89	57.15

## GBPINR



### Technical View:

On a daily chart, the price has given breakout of its falling wedge pattern at 82.50 levels. The pair has given breakout of its horizontal trend line at 82.40 levels on a daily chart.

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

Moreover, momentum indicator MACD has given positive crossover and MACD has remained above its signal line on a daily chart, which gives the sign of bullishness in the prices.

A momentum indicator RSI has remained above 50 levels on a daily chart, which support our bullish view on the stock.

For now, we expect prices should move higher towards 84 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 the channel pattern at 69 levels.

The pair has given breakout of its horizontal trend line at 70.60 levels on the daily chart.

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

On a daily chart momentum oscillator, RSI has remained above 60 levels, which suggests the possibilities of further upside momentum 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 73.20 levels in the coming trading session.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>EURINR</b>	69.69	69.98	70.08	70.27	70.37	70.56	70.85
<b>GBPINR</b>	82.03	82.70	82.96	83.37	83.63	84.04	84.71

Economic Indicators					
Date	Time	Data	Prior	Expected	Impact
01.06.17	1:20 PM	French Final Manufacturing PMI	54	54	Actual > Forecast = Good for currency; EURINR
01.06.17	1:25 PM	German Final Manufacturing PMI	59.4	59.4	Actual > Forecast = Good for currency; EURINR
01.06.17	2:00 PM	Manufacturing PMI	57.3	56.5	Actual > Forecast = Good for currency; GBPINR
01.06.17	05:45 PM	ADP Non-Farm Employment Change	177K	181K	Actual > Forecast = Good for currency; USDINR
01.06.17	06:00 PM	Unemployment Claims	234K	239K	Actual > Forecast = Good for currency; USDINR
01.06.17	07:30 PM	ISM Manufacturing PMI	54.8	54.7	Actual > Forecast = Good for currency; USDINR
01.06.17	08:30 PM	Crude Oil Inventories	-4.4M		

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