

HighLights:

The dollar held steady against other major currencies on Wednesday, as investors remained cautious amid ongoing geopolitical tensions around the world.

Earlier in the week, a U.S. Navy strike group was sent toward the western Pacific - a force U.S. President Donald Trump described as an "armada".

Meanwhile, U.S. Secretary of State Rex Tillerson was expected in Moscow on Wednesday where he was set to meet with his Russian counterpart Sergey Lavrov to discuss Ukraine, counterterrorism, bilateral relations and other issues, including the Korean Peninsula and Syria.

U.S. import prices declined as expected in March while export prices increased slightly more than forecast, official data showed on Friday.

In a report, the U.S. Bureau of Labor Statistics said import prices decreased by a seasonally adjusted 0.2% last month, in line with forecasts. Import prices rose by 0.4% in February, revised from an initial 0.2% gain.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	100.73	100.71	0.02	0.02
USD/INR (Spot)	64.69	64.66	0.03	0.05
USD/INR (Nse Apr.)	64.77	64.63	0.14	0.22
EUR/INR (Spot)	68.59	68.44	0.15	0.22
EUR/INR (Nse Apr.)	68.77	68.68	0.09	0.13
GBP/INR (Spot)	80.86	80.77	0.09	0.11
GBP/INR (Nse Apr.)	81.02	80.39	0.63	0.78
JPY/INR (Nse Apr.)	59.16	58.49	0.67	1.13

Export prices rose by a seasonally adjusted 0.2% in March, above forecasts for a 0.1% increase. That followed a 0.4% gain a month earlier.

Following the report, EUR/USD was trading at 1.0601 from around 1.0603 ahead of the data, GBP/USD was at 1.244 from 1.2495 earlier, while USD/JPY changed hands at 109.57 compared to 109.58 earlier.

The US dollar index, which tracks the greenback against a basket of six major rivals, was at 100.64, compared to 100.62 ahead of the report.

Meanwhile, U.S. stock futures pointed to a lower open. The Dow futures pointed to a decline of 10 points, or 0.05%, the S&P 500 futures indicated a drop of 4 points, or 0.16%, while the Nasdaq 100 futures lost 7 points, or 0.13%.

Elsewhere, in the commodities market, gold futures traded at \$1,277.85 a troy ounce, compared to \$1,278.05 ahead of the data, while crude oil traded at \$53.62 a barrel from \$53.57 earlier.

Elsewhere, GBP/USD eased up 0.11% to 1.25023 after the U.K. Office for National Statistics said the unemployment rate remained unchanged at an 11-year low of 4.7% in February, in line with expectations.

Meanwhile, the average earnings index rose 2.3% in the three months to February, compared to forecasts for an increase of 2.2%. Excluding bonuses, wages rose by 2.2%, beating forecasts for a 2.1% gain.

The yen gained momentum in the market amid a decline of equity prices in Wall Street and a rally in US bonds. Also the sharp slide of the USD/JPY boosted the Japanese currency in the market.

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 64.85 with SL of 65.05 for the target of 64.30 levels.

JPYINR



Technical View:

On a daily chart, the price has been trading in falling wedge pattern and price has faced the resistance of its upper band of the pattern at 59 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 59.25 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 is trading below 50 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 59.25 with SL of 58.75 for the target of 59.50 levels.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
USDINR	64.34	64.54	64.66	64.74	64.86	64.94	65.14
JPYINR	58.57	58.86	59.01	59.15	59.30	59.44	59.73

GBPINR



Technical View:

On a daily chart, the price has given the breakdown of its falling wedge pattern 80.20 levels.

The pair has been trading in “**Falling Channel**” pattern from past few weeks and price has faced the resistance of its upper band of the pattern at 82 levels on a daily chart.

Moreover, prices have been trading below 50 HSMA, which suggest short term trend looks down.

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 been trading near its resistance levels on the daily chart.

For now, we expect prices should move lower towards 80.30 levels in the coming trading sessions.

Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
GBPINR	80.30	80.62	80.82	80.94	81.14	81.26	81.58
EURINR	68.16	68.45	68.61	68.74	68.90	69.03	69.32

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 of its upper band of channel pattern at 71.20 levels.

The pair has taken the resistance of its horizontal trend line at 70.10 levels o daily chart.

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

On a daily chart momentum oscillator, RSI has remained below 40 levels on a daily chart, which suggests bearishness in the prices.

A momentum indicator MACD has shown negative crossover on a daily chart, which supports our bearish view on the prices.

For now, we can expect prices should move lower towards 68 levels in the coming trading session.

Economic Indicators

Date	Time	Data	Prior	Expected	Impact
13.04.17	07:00 PM	PPI m/m	0.3%	0.0%	Actual > Forecast = Good for currency; USDINR
13.04.17	07:00 PM	Unemployment Claims	234K	242K	Actual < Forecast = Good for currency; USDINR
13.04.17	08:30 PM	Prelim UoM Consumer Sentiment	96.9	97.1	Actual > Forecast = Good for currency; USDINR

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