

### Highlights:

- Indian Rupee closed near 17-month high to 65.28 on Tuesday
- US Current Account was at deficit of \$112 billion in Q4 of 2016
- UK's Consumer Price Index (CPI) grew by 2.3 percent in February
- Japan's Trade Balance at a surplus of 0.68 trillion Yen in February

Indian Rupee continued to rise and close near to 17-month high and appreciated around 8 paise to end at 65.28 against the US dollar on Tuesday. The currency appreciated on account of selling of dollars from exporters and banks. Further, inflow of foreign funds in equity and debt markets led to positive movement in the currency.

So far this year, rupee gained 4.2% while foreign institutional investors have bought \$4.23 billion and \$1.28 million from local equity and debt markets, respectively. Traders are awaiting Fed chairwoman's Janet Yellen's speech on Thursday for further cues.

Indian Rupee moved in the range of 65.21 to 65.44 in Tuesday's trade. The Reserve Bank of India (RBI) fixed reference rate for the dollar was seen at 65.3117 and Euro stood at 70.2950 as on 21<sup>st</sup> Mar'17.

For the month of March 2017, FII inflows in equities totalled at Rs.19343.30 crores (\$2914.08 million) as on 21<sup>st</sup> March 2017. Year to date basis, net capital inflows stood at Rs.28068.88 crores (\$4216.52 million) as on 21<sup>st</sup> March 2017.

US Dollar Index plunged around 0.62 percent in Tuesday's trading session due to unfavourable economic data from the country. However, sharp downside in the currency was prevented as a result of rise in risk aversion in global market sentiments which led to increase in demand for the low yielding currency.

US Current Account was at deficit of \$112 billion in Q4 of 2016 as against a deficit of \$116 billion in previous quarter. The Conference Board (CB) Leading Index gained by 1.2 percent in February from 0.9 percent in January.

Euro against dollar grew around 0.7 percent on Tuesday on account of weakness in the dollar. However, weak global market sentiments capped sharp gains in the currency.

The Sterling Pound surged around 1 percent in Tuesday's trade on account of weaker dollar coupled with favourable economic data from the country. However, weak global market sentiments prevented sharp gains in the currency.

UK's Consumer Price Index (CPI) grew by 2.3 percent in February as against a rise of 1.8 percent in January. Producer Price Index (PPI) Input plunged by 0.4 percent in previous month from a gain of 1.6 percent in January. Public Sector Net Borrowing was at a surplus of 1.1 billion Pounds in February when compared to a deficit of 11.7 billion Pounds a month ago. Retail Price Index (RPI) expanded by 3.2 percent in February with respect to 2.6 percent in January. Confederation of British Industry (CBI) Industrial Order Expectations remained unchanged at 8-mark in March.

The Japanese Yen against dollar appreciated around 0.75 percent in Tuesday's trading session due to rise in risk aversion in global market sentiments which led to increase in demand for the low yielding currency. Japan's Trade Balance at a surplus of 0.68 trillion Yen in February from a surplus of 0.20 trillion Yen in January.

Market Highlights				
	Last	Prev Cl.	Price Chng	Price Chng %
Dollar Index	99.93	100.37	(0.44)	(0.44)
USD/INR (Spot)	65.24	65.31	(0.07)	(0.11)
USD/INR (Nse Mar.)	65.33	65.43	(0.10)	(0.15)
EUR/INR (Spot)	70.48	70.18	0.30	0.43
EUR/INR (Nse Mar.)	70.58	70.41	0.17	0.24
GBP/INR (Spot)	81.36	80.71	0.65	0.80
GBP/INR (Nse Mar.)	81.45	81.26	0.19	0.23
JPY/INR (Nse Mar.)	58.08	58.03	0.05	0.09

## 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 65.40 with SL of 65.60 for the target of 65 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 with SL of 57.70 for the target of 58.60 levels.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>USDINR</b>	64.93	65.15	65.24	65.37	65.46	65.59	65.81
<b>JPYINR</b>	57.33	57.68	57.88	58.03	58.23	58.38	58.73

## 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 82 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 71.20 levels in the coming trading session.

### Pivot levels for the Day

	S3	S2	S1	Pivot	R1	R2	R3
<b>GBPINR</b>	79.68	80.45	80.94	81.22	81.71	81.99	82.76
<b>EURINR</b>	69.98	70.25	70.41	70.52	70.68	70.79	71.06

Economic Indicators					
Date	Time	Data	Prior	Expected	Impact
22.03.17	06:20 AM	Trade Balance	0.16T	0.55T	Actual > Forecast = Good for currency; JPYINR
22.03.17	03:30 PM	Current Account	31.0B	29.3B	Actual > Forecast = Good for currency; EURINR
22.03.17	06:30 PM	Existing Home Sales	5.69M	5.59M	Actual > Forecast = Good for currency; USDINR
22.03.17	09:00 PM	Crude Oil Inventories	-0.2M		

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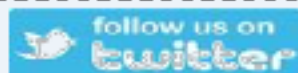
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