

Currency Movement – FOREX Rates

Currency	06-24-2022	07-01-2022	Wk-on-Wk % Change
Indian Rupee (INR)	78.30	78.97	0.86
Euro (EUR)	1.0556	1.0428	-1.21
Japanese Yen (JPY)	135.18	135.34	0.12
Brazilian Real (BRL)	5.24	5.33	1.72
Chinese Yuan (CNY)	6.6878	6.6934	0.08
Singapore Dollar (SGD)	1.3855	1.3972	0.84
Tanzanian Shilling (TZS)	2328.00	2332.00	0.17
Thai Baht (THB)	35.45	35.65	0.56
Mozambique New Metical (MZN)	64.10	63.88	-0.34
Vietnam Dong (VND)	23247.00	23360.00	0.49
Indonesian Rupiah (IDR)	14845.00	14964.00	0.80
West African Franc (XOF)	620.00	627.75	1.25
Ghanaian New Cedi (GHS)	7.95	8.02	0.88
EURO West African Franc	654.35	654.80	0.07

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	78.45	78.05	79.30	79.65
EURO	649	644	661	666
EURUSD	1.03	1.01	1.07	1.09

Indian rupee weakness to continue in the near term

- Indian rupee last week traded in the region of 78.24 and 79.13 and finally settled the week at 78.97 against the dollar as on July 01.
- Rupee continue to remain weak and expect more weakness in the near term in line with decline in other global currencies.
- Considering India's growth potential, rupee depreciation is likely to be limited as most of the global as well as domestic events already factored in rupee depreciation.
- The government of India last week has hiked gold import duty to contain CAD and host of other measures including export tax on petroleum products.
- The South West monsoon is progressing well and the amount of rainfall in July and August is crucial and has to be watched carefully going forward, critical to agriculture growth.
- One can foresee rupee to trade in the broader region of 78.10 and 79.75 in the short term.

EUR/USD

EUR may trade sideways, yet to confirm clear trend

- EUR last week traded in the region of 1.0615 and 1.0365 and settled the week at 1.0425 as on July 01.
- EUR currently is holding on to its support around 1.0350, and failure to do so may signal further selling pressure.
- Today US markets are on a holiday and market participants keen to have a look at US monthly non-farm employment data later this week, which may gauge the economic activity.
- In Europe a slew of economic data to be out later in the day such as German trade, Eurozone PPI etc.,
- Global crude oil supply concern continues to persist with Libya facing further disruptions due to escalating political unrest and OPEC still struggling to come in terms with newly increased production quotas.

Technically EUR may trade in the broader region of 1.0100 and 1.0800 against the USD going forward.