

Currency Movement – FOREX Rates

Currency	04-29-2022	05-06-2022	Wk-on-Wk % Change
Indian Rupee (INR)	76.45	76.88	0.56
Euro (EUR)	1.0541	1.0548	0.07
Japanese Yen (JPY)	129.83	130.57	0.57
Brazilian Real (BRL)	4.97	5.08	2.21
Chinese Yuan (CNY)	6.6080	6.6665	0.89
Singapore Dollar (SGD)	1.3835	1.3856	0.15
Tanzanian Shilling (TZS)	2320.00	2325.00	0.22
Thai Baht (THB)	34.24	34.34	0.29
Mozambique New Metical (MZN)	64.10	63.79	-0.48
Vietnam Dong (VND)	22962.00	22956.50	-0.02
Indonesian Rupiah (IDR)	14495.00	14550.00	0.38
West African Franc (XOF)	617.50	624.71	1.17
Ghanaian New Cedi (GHS)	7.52	7.55	0.40
EURO West African Franc	650.91	658.95	1.24

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	76.64	76.37	77.60	77.95
EURO	652	647	662	668
EURUSD	1.04	1.02	1.07	1.09

Indian rupee at record low, expected to weaken further

- Indian rupee last week traded in the region of 75.98 and 76.97 and finally settled the week on a weaker note at 76.88 against the dollar as on May 06.
- Rupee early today touched the all-time low 77.46, signalling room for further weakness going forward.
- The RBI has surprised the markets with a rate hike of 40 bps during last week and US fed as expected hiked interest rate by 50 bps and BoE hiked the rates steeply by 100 bps.
- Firmness in US dollar index, crude oil prices at elevated levels, soaring inflation, FII outflows and uptick in interest rate cycle may result in further weakness in rupee.
- One can foresee rupee to trade in the broader range of 76.25 and 77.95 going forward.

EUR may trade sideways, yet to confirm signs of revival

- EUR last week traded in the region of 1.0642 and 1.0481 and settled the week almost unchanged at 1.0543 as on May 06.
- Technically EUR is oversold and showing signs of temporary reversal but one has to wait for the confirmation on the same by this weekend.

- Global economic slowdown, prolonged Russia-Ukraine standoff amid piling up of economic sanctions against Russia by Western Countries revives the talk about recession in eurozone countries.
- Technically EUR and may trade in the broader region of 1.0300 and 1.0900 against the USD going forward and breach of that lower support will invite further selling pressure.