

## Currency Movement – FOREX Rates

Currency	09-30-2022	10-07-2022	Wk-on-Wk % Change
Indian Rupee (INR)	81.45	82.23	0.96
Euro (EUR)	0.9799	0.9741	-0.59
Japanese Yen (JPY)	144.75	145.33	0.40
Brazilian Real (BRL)	5.4154	5.1996	-3.98
Chinese Yuan (CNY)	7.1135	7.1160	0.04
Singapore Dollar (SGD)	1.4348	1.4329	-0.13
Tanzanian Shilling (TZS)	2325.00	2327.00	0.09
Thai Baht (THB)	37.77	37.58	-0.50
Mozambique New Metical (MZN)	64.12	64.12	0.00
Vietnam Dong (VND)	23855.00	23875.00	0.08
Indonesian Rupiah (IDR)	15225.00	15250.00	0.16
West African Franc (XOF)	675.25	658.00	-2.55
Ghanaian New Cedi (GHS)	10.37	10.57	1.93
EURO West African Franc (EURXOF)	661.68	640.96	-3.13

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	81.80	81.30	82.60	82.85
EURXOF	635	630	649	657
EURUSD	0.95	0.92	1.00	1.02

### Indian rupee may remain weak

- Indian rupee last week traded in the narrow region of 81.30 and 82.42 and finally settled the week at 82.23 against the dollar as on Oct 07.
- Last week the rupee touched its historic low of 82.42 against the dollar and this trend may continue in the near term.
- Weakness in domestic equities, higher interest rates and higher crude oil import bill may haunt the Indian rupee for some more time.
- Indian forex reserves down by more than USD 100 Billion from the all-time high of USD 642.45 billion.
- Untimely rains in North India may impact on the harvested kharif crop and this could further impact inflationary pressures going forward.
- Indian rupee could depreciate towards 82.60-83 in the near term.

### EUR/USD

**EURUSD failed to stay well above parity, signalling overall weakness in trend**

- EUR last week traded in the region of 0.9999 and 0.9725 and settled the week at 0.9737 as on Oct 07.
- EUR may continue to remain bearish based on the technical formation and moreover fundamentals also suggesting grim scenario going forward.
- Inflation at wholesale levels in the EU soared in August, up by 43.3% YoY, while Retail Sales in the same month were down 0.3% in the month, while German sales fell by 1.3%.
- Last week US employment figures present a mixed picture and this week data on CPI, which in all probably show that higher inflation is intact and may warrant further rate hikes.

Technically EUR may trade in the broader region of 0.95/0.92 and 0.98/1.00 against the USD going forward.