

Currency Movement – FOREX Rates

Currency	04-01-2022	04-08-2022	Wk-on-Wk % Change
Indian Rupee (INR)	75.97	75.94	-0.04
Euro (EUR)	1.1053	1.0876	-1.60
Japanese Yen (JPY)	122.49	124.32	1.49
Brazilian Real (BRL)	4.66	4.70	0.86
Chinese Yuan (CNY)	6.3625	6.3610	-0.02
Singapore Dollar (SGD)	1.3562	1.3636	0.55
Tanzanian Shilling (TZS)	2316.00	2317.00	0.04
Thai Baht (THB)	33.49	33.59	0.30
Mozambique New Metical (MZN)	64.10	64.10	0.00
Vietnam Dong (VND)	22837.00	22860.00	0.10
Indonesian Rupiah (IDR)	14365.00	14360.00	-0.03
West African Franc (XOF)	590.00	601.00	1.86
Ghanaian New Cedi (GHS)	7.52	7.57	0.66
EURO West African Franc	652.13	653.65	0.23

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	75.60	75.25	76.40	76.75
EURO	647	641	659	665
EURUSD	1.07	1.06	1.11	1.13

Indian rupee may trade in the recent range

- Indian rupee last week traded in the region of 75.27 and 76.08 and finally settled the week at 75.94 against the dollar as on Apr 08.
- Rupee in the last one month or so has declined from the record low of 77.19 to test the low of 75.27 during last week and continued to remain highly volatile.
- If rupee settles below 75.50 then it has the potential to retest 75.10 and 74.85 levels in the short-term.
- The RBI as expected has not hiked the interest rates and reduced GDP forecast to 7.2 percent during FY 2022-23.
- However, in the medium-term rupee's next move will depend on the progress of Russia-Ukraine conflict, how the crude oil price to behave, inflationary pressures arising out of hike in petroleum products, spurt in essential food items and how the onset of South West monsoon is going to be etc.
- One can foresee rupee to trade in the broader range of 74.85 and 76.75 going forward.

EUR/USD

ECB meet and slew of economic indicators may hint about future EUR direction

- EUR last week traded in the region of 1.1056 and 1.0836 and settled the week at 1.0876 as on Apr 08.
- EURUSD is highly vulnerable considering the current complex scenario arising out of Russia-Ukraine conflict and on escalating commodity prices along with surge in US dollar index.
- The ECB march meeting minutes revealed that most of the members wants to have monetary policy action to contain inflation. Apart from that ECB may also consider Asset Purchasing Programme.
- Further move in EUR will depend on the slew of economic data to be released this week, which include US inflation, ZEW economic sentiment and Industrial production of Eurozone, ECB, BoC, RBNZ monetary policy decisions and how the Russia-Ukraine conflict unfolds.

EUR may trade in the broader region of 1.0600 and 1.1150 against the USD going forward.