

## Currency Movement – FOREX Rates

| Currency                         | 12-02-2022 | 12-09-2022 | Wk-on-Wk % Change |
|----------------------------------|------------|------------|-------------------|
| Indian Rupee (USDINR)            | 81.31      | 82.28      | 1.19              |
| Japanese Yen (JPY)               | 134.30     | 136.56     | 1.68              |
| Brazilian Real (BRL)             | 5.2189     | 5.2400     | 0.40              |
| Chinese Yuan (CNY)               | 7.0190     | 6.9559     | -0.90             |
| Singapore Dollar (SGD)           | 1.3517     | 1.3527     | 0.07              |
| Tanzanian Shilling (TZS)         | 2327.00    | 2329.00    | 0.09              |
| Thai Baht (THB)                  | 34.66      | 34.64      | -0.06             |
| Mozambique New Metical (MZN)     | 64.12      | 64.12      | 0.00              |
| Vietnam Dong (VND)               | 24350.00   | 23550.00   | -3.29             |
| Indonesian Rupiah (IDR)          | 15425.50   | 15582.00   | 1.01              |
| West African Franc (XOF)         | 654.15     | 623.25     | -4.72             |
| Ghanaian New Cedi (GHS)          | 14.00      | 12.90      | -7.86             |
| EURO West African Franc (EURXOF) | 689.34     | 656.28     | -4.80             |
| Euro (EURUSD)                    | 1.0538     | 1.0530     | -0.08             |

| Symbol | Support S1 | S2    | Resistance (R1) | R2    |
|--------|------------|-------|-----------------|-------|
| USDINR | 81.60      | 81.30 | 82.60           | 82.80 |
| EURXOF | 644        | 639   | 665             | 671   |
| EURUSD | 1.03       | 1.01  | 1.07            | 1.09  |

### Indian rupee may continue to trade with high volatility

- Indian rupee last week traded in the region of 81.23 and 82.77 and finally settled the week at 82.28 against the dollar as on Dec 09.
- As we rightly mentioned rupee has sharply depreciated during last week.
- During last week, the RBI has hiked the interest rates by 35 bps as expected, slightly lower than earlier hike of 50 bps.
- The Government of India has asked banks and trade bodies to explore the possibility of opening of rupee denominated accounts with more countries. Already rupee trade has been facilitated with Russia, Sri Lanka and Mauritius.
- Indian rupee may trade in the broader region of 80.50 and 83 going forward.

### EUR/USD

## **EURUSD may trade sideways**

- EUR last week traded in the region of 1.0441 and 1.0588 and settled the week almost unchanged at 1.0531 as on Dec 09.
- EUR may trade sideways as the market turns its focus on the key events such as US CPI for Nov and US fed meet on monetary policy and on ECB meet.
- EU showdown with Russia on capping of crude oil export price may increase the odds-on economic slowdown in the region.

Technically EUR may trade in the broader region of 1.02 and 1.08 against the USD going forward. Only above 1.08 on weekly closing to signal clear bullishness.