

Currency Movement – FOREX Rates

Currency	07-08-2022	07-15-2022	Wk-on-Wk % Change
Indian Rupee (INR)	79.25	79.83	0.73
Euro (EUR)	1.0183	1.0087	-0.94
Japanese Yen (JPY)	136.08	138.53	1.80
Brazilian Real (BRL)	5.25	5.41	3.05
Chinese Yuan (CNY)	6.6945	6.7565	0.93
Singapore Dollar (SGD)	1.3976	1.3998	0.16
Tanzanian Shilling (TZS)	2328.00	2327.00	-0.04
Thai Baht (THB)	35.86	36.62	2.12
Mozambique New Metical (MZN)	63.80	64.10	0.47
Vietnam Dong (VND)	23357.50	23450.00	0.40
Indonesian Rupiah (IDR)	14975.00	14990.00	0.10
West African Franc (XOF)	643.25	651.00	1.20
Ghanaian New Cedi (GHS)	8.12	8.12	0.00
EURO West African Franc	655.02	656.66	0.25

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	79.45	78.95	80.30	80.60
EURO	651	647	661	666
EURUSD	0.98	0.95	1.04	1.06

Indian rupee breaches 80, what next?

- Indian rupee last week traded in the region of 79.25 and 80.04 and finally settled the week at 79.83 against the dollar as on July 15.
- Rupee we rightly pointed out has breached 80 level and one have to wait for clarity whether weakness to continue going forward or there may be a temporary reprieve.
- The RBI and the Government of India is working on measures to arrest steep fall in Indian currency and they want to ensure to curb volatile move in rupee.
- Indian rupee so far in 2022 has depreciated by about seven percent and this is mainly attributed to USD strength across global currencies.
- One can foresee rupee to trade in the broader region of 78.95 and 80.30 in the short term.

EUR/USD

EUR rebounds after hitting parity, but overall weakness to stay

- EUR last week traded in the region of 1.0183 and 0.9950 and settled the week at 1.0085 as on July 15.

- EUR has declined to its lowest levels since September 2002. Technical formation signals further weakness below parity not ruled out, although it could slightly in the near term for the recent fall.
- This week ECB policy meeting will be closed watched as it is expected to increase the policy rates for the first time since July 2011. Moreover, ECB roadmap/statement will be watched closely.
- This week US data on housing and Philly Fed manufacturing index will be watched closely by US fed before deciding on the quantum of hike on interest rates in its next week meeting.

Technically EUR may trade in the broader region of 0.98/0.95 and 1.0500 against the USD going forward.