

Currency Movement – FOREX Rates

Currency	12-09-2022	12-16-2022	Wk-on-Wk % Change
Indian Rupee (USDINR)	82.28	82.66	0.46
Japanese Yen (JPY)	136.56	136.69	0.10
Brazilian Real (BRL)	5.2400	5.3140	1.41
Chinese Yuan (CNY)	6.9559	6.9708	0.21
Singapore Dollar (SGD)	1.3527	1.3589	0.46
Tanzanian Shilling (TZS)	2329.00	2332.00	0.13
Thai Baht (THB)	34.64	34.88	0.69
Mozambique New Metical (MZN)	64.12	64.12	0.00
Vietnam Dong (VND)	23550.00	23580.00	0.13
Indonesian Rupiah (IDR)	15582.00	15595.00	0.08
West African Franc (XOF)	623.25	616.25	-1.12
Ghanaian New Cedi (GHS)	12.90	9.05	-29.84
EURO West African Franc (EURXOF)	656.28	652.24	-0.62
Euro (EURUSD)	1.0530	1.0582	0.49

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	82.00	81.60	83.00	83.20
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 82.40 and 82.89 and finally settled the week at 82.66 against the dollar as on Dec 16.
- As we rightly mentioned rupee depreciation continued during last week.
- Indian banks were exploring the possibility of extending rupee trade agreement with Bangladesh and African countries like Egypt, as part of its efforts to make rupee as an international currency.
- Indian rupee has not gained much in recent weeks despite softening dollar index, strong FII inflows and decline in crude oil price when compared to past months.
- Concerns remain without to widening current account deficit, FDI inflows not up to the mark with raising interest rates globally.
- Year-end dollar demand may keep pressure on the rupee in the near term.
- Indian rupee may trade in the broader region of 81.50 and 83.30 going forward.

EUR/USD

EURUSD may trade sideways

- EUR last week traded in the region of 1.0503 and 1.0736 and settled the week at 1.0581 as on Dec 16.
- Last week the US Fed, ECB, BoE all hiked the interest rates by 50 bps, as against 75 bps hike on earlier occasions. The ECB is expected to hike interest rates 'significantly' in the coming months to combat entrenched inflation, said its president Christian Lagarde. Also, the ECB is of the view that EU inflation will continue to remain high above the two percent target in 2025.

Technically EUR may trade in the broader region of 1.03 and 1.08 against the USD going forward. Only above 1.08 on weekly closing to signal clear bullishness.