

Currency Movement – FOREX Rates

Currency	06-10-2022	06-17-2022	Wk-on-Wk % Change
Indian Rupee (INR)	77.81	78.04	0.30
Euro (EUR)	1.0515	1.0498	-0.16
Japanese Yen (JPY)	134.42	134.96	0.40
Brazilian Real (BRL)	4.98	5.15	3.41
Chinese Yuan (CNY)	6.7081	6.7160	0.12
Singapore Dollar (SGD)	1.3876	1.3897	0.15
Tanzanian Shilling (TZS)	2326.00	2327.00	0.04
Thai Baht (THB)	34.72	35.24	1.50
Mozambique New Metical (MZN)	64.10	64.10	0.00
Vietnam Dong (VND)	23177.00	23220.00	0.19
Indonesian Rupiah (IDR)	14550.00	14821.00	1.86
West African Franc (XOF)	613.25	620.00	1.10
Ghanaian New Cedi (GHS)	7.95	7.97	0.25
EURO West African Franc	644.83	650.88	0.94

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	77.70	77.45	78.30	78.60
EURO	644	639	656	663
EURUSD	1.03	1.01	1.06	1.08

Indian rupee settles the week at a new record low of 78.04

- Indian rupee last week traded in the region of 78.31 and 77.92 and finally settled the week at 78.04 against the dollar as on June 17.
- Rupee lasty week settled at its record low amid strong dollar and persistent foreign fund outflows.
- The RBI may use its forex reserves to arrest sharp fall of the rupee going forward.
- As expected, the US fed in its last week meeting has hiked the interest rates by 75 bps and hints at further hikes going forward.
- Higher inflation, steep hike in interest rates may result in likelihood of US recession by Q4 of 2022, even though it may be severe.
- One can foresee rupee to trade in the broader range of 77.45 and 78.60 in the short term.

EUR/USD

EUR may trade sideways

- EUR last week traded in the region of 1.0357 and 1.0601 and settled the week at 1.0495 as on Jun 17.
- EUR failed to stay above 1.08 may signal further weakness, if it fails to hold on to the support of 1.03.
- Last week the in a surprise move the Swiss national bank hiked the key rates by 50 bps, the first of its kind since 2007 and Bank of England has warned that inflation could hit as high as 11 percent going forward, after having hiked the interest rates by 25 bps, the fifth hike in a row.

Technically EUR may trade in the broader region of 1.0300 and 1.0800 against the USD going forward.