

## Currency Movement - FOREX Rates

Currency	03-11-2022	03-18-2022	Wk-on-Wk % Change
Indian Rupee (INR)	76.36	76.15	-0.28
Euro (EUR)	1.0912	1.1055	1.31
Japanese Yen (JPY)	117.29	119.17	1.60
Brazilian Real (BRL)	5.07	5.02	-0.99
Chinese Yuan (CNY)	6.3398	6.3609	0.33
Singapore Dollar (SGD)	1.3643	1.3547	-0.70
Tanzanian Shilling (TZS)	2316.00	2313.00	-0.13
Thai Baht (THB)	33.32	33.29	-0.09
Mozambique New Metical (MZN)	64.10	64.10	0.00
Vietnam Dong (VND)	22878.00	22860.00	-0.08
Indonesian Rupiah (IDR)	14302.50	14340.00	0.26
West African Franc (XOF)	598.67	588.75	-1.66
Ghanaian New Cedi (GHS)	7.10	7.45	4.93
EURO West African Franc	653.21	650.51	-0.41

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	75.70	75.35	76.65	77.15
EURO	643	637	656	662
EURUSD	1.09	1.07	1.12	1.14

### Indian rupee may trade range-bound in the near term

- Indian rupee last week traded in the region of 76.70 and 75.76 and finally settled the week at 76.15 against the dollar as of Mar 18.
- Indian rupee reversed from record lows due to strong recovery in Indian markets, the reversal in crude oil prices and on RBI had scheduled a two-year sell-buy swap with banks worth \$5 billion with the aim of elongating its forward dollar/rupee contracts that mature in the coming months.
- Geo-political tensions arising out of the Russia-Ukraine war which enters the fourth week and still not showing any signs of de-escalation may add further volatility in the commodity markets.
- One can foresee the rupee to trade in the broader range of 75.30 and 77.00 going forward.

### EUR/USD

**Volatility to stay in EURUSD, unlikely to gain much in the near term**

- EUR last week traded in the region of 1.0899 and 1.1137 and settled the week at 1.1050 as of Mar 18.
- EURUSD is highly vulnerable considering the current complex scenario arising out of the Russia-Ukraine conflict and on escalating commodity prices along with a surge in the US dollar index.
- The US central bank hiked the main rate by 25 bps to a 0.25%-0.50% range, as expected, but surprised market participants with hawkish announcements for the upcoming meetings. The dot plot included six more rate hikes for this year, while Chairman Jerome Powell said that they made “excellent progress” on their plan for reducing the balance sheet, adding details that could be agreed by the time of the May meeting.
- The German March ZEW survey showed that Economic Sentiment plummeted to -39.3 in the country and to -38.7 for the whole EU.

EUR may trade in the broader region of 1.0800 and 1.1350 against the USD going forward.