

Currency Movement – FOREX Rates

Currency	08-12-2022	08-19-2022	Wk-on-Wk % Change
Indian Rupee (INR)	79.71	79.87	0.20
Euro (EUR)	1.0258	1.0034	-2.18
Japanese Yen (JPY)	133.48	136.93	2.58
Brazilian Real (BRL)	5.07	5.17	1.97
Chinese Yuan (CNY)	6.7425	6.8164	1.10
Singapore Dollar (SGD)	1.3711	1.3912	1.47
Tanzanian Shilling (TZS)	2327.00	2326.00	-0.04
Thai Baht (THB)	35.33	35.72	1.10
Mozambique New Metical (MZN)	64.11	64.11	0.00
Vietnam Dong (VND)	23392.00	23400.00	0.03
Indonesian Rupiah (IDR)	14665.00	14835.00	1.16
West African Franc (XOF)	633.00	647.00	2.21
Ghanaian New Cedi (GHS)	8.97	9.75	8.70
EURO West African Franc	649.33	649.20	-0.02

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	79.35	78.75	80.05	80.30
EURO	641	633	655	661
EURUSD	1.00	0.98	1.04	1.06

Indian rupee yet to confirm near term trend

- Indian rupee last week traded in the region of 79.24 and 79.87 and finally settled the week at 79.87 against the dollar as on Aug 19.
- Rupee since July 21st is confined in the broader range and only above 80 to signal further depreciation.
- Central banks across the globe sounded pretty hawkish on further interest rate hike to cool down inflationary pressures.
- As mentioned earlier, Indian rupee next move will depend on south west monsoon progress and how the food grains/oilseeds production is going to be, which is crucial in terms of tackling inflation, FII outflows in the near term, how crude oil/gold behaves, which is critical in terms of the behaviour of CAD and RBI/government measures to tackle the above.
- One can foresee rupee to trade in the broader region of 78.50 and 80.30 in the coming one to two weeks' time period (this is valid as long as 80 is not violated on two consecutive daily closing basis).

EUR/USD

EUR may trade sideways, may weaken further

- EUR last week traded in the region of 1.0268 and 1.0030 and settled the week at 1.0038 as on Aug 19.
- EUR after having hit a two-decades low is trying to stage a comeback. However, technical formation signals further weakness, as it failed to sustain the recent rebound.
- The US dollar index regains strength signalling that US fed is unlikely to halt the interest rate hike any time soon.
- The energy problem in European countries getting worse and German government has warned that the economy is stagnating as supply chain disruptions continue.

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