

Currency Movement – FOREX Rates

Currency	12-23-2022	12-30-2022	Wk-on-Wk % Change
Indian Rupee (USDINR)	82.75	82.66	-0.11
Japanese Yen (JPY)	132.79	131.11	-1.27
Brazilian Real (BRL)	5.1652	5.2860	2.34
Chinese Yuan (CNY)	6.9880	6.9625	-0.36
Singapore Dollar (SGD)	1.3517	1.3398	-0.88
Tanzanian Shilling (TZS)	2329.00	2327.00	-0.09
Thai Baht (THB)	34.76	34.61	-0.43
Mozambique New Metical (MZN)	64.12	64.12	0.00
Vietnam Dong (VND)	23560.00	23610.00	0.21
Indonesian Rupiah (IDR)	15590.00	15565.00	-0.16
West African Franc (XOF)	616.25	615.00	-0.20
Ghanaian New Cedi (GHS)	10.00	9.98	-0.20
EURO West African Franc (EURXOF)	651.96	615.00	-5.67
Euro (EURUSD)	1.0614	1.0702	0.83

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	82.30	81.90	83.00	83.20
EURXOF	605	600	635	645
EURUSD	1.05	1.03	1.09	1.10

Indian rupee may trade in the recent range

- Indian rupee last week traded in the narrow band of 82.92 and 82.64 and finally settled the week at 82.66 against the dollar as on Dec 30.
- Much needed direction of rupee will be known in the first couple of weeks of this year.
- In 2022, rupee has fallen by about 11 percent, the worst since 2013. Rupee has traded in the broader region of 74.33 (Feb-2022) and 82.28(Oct-2022) and finally settled the year 2022 at 82.66.
- Current account deficit, geo-political tensions, reducing interest rate differentials between India and US pose key challenges going ahead.
- This year Union Budget is key in terms of key reforms as it is most likely to be the full-fledged budget before the end of Modi's second tenure as PM.
- Indian rupee may trade in the broader region of 82.00 and 83.30 in the near term.

EUR/USD

EURUSD stays at crucial level, upcoming data key to further direction

- EUR last week traded in the region of 1.0596 and 1.0713 and settled the week at 1.0703 as on Dec 30.
- During 2022 EUR traded in the region of 1.1495 (Feb-2022) and 0.9532 (Sep-2022) and then rebound to settle the year above 1.07.
 - ECB President Christine Lagarde is of the view that higher wage rates will add further fuel to the existing firmer inflation and ECB won't allow inflation to go out of hand.
 - This week's German consumer price data and US manufacturing PMI will be in greater focus.

As we rightly mentioned EUR is slowly inching towards 1.08 against the USD and only above 1.08 on weekly closing to signal clear bullishness.