

## Currency Movement - Forex rates in USD

Currency	08-16-19	08-23-19	Wk-on-Wk % Change
Indian Rupee (INR)RBI ref rate	71.15	71.73	-0.81
Euro (EUR)	1.10	1.11	-1.29
Japanese Yen (JPY)	106.36	105.39	0.92
Brazilian Real (BRL)	4.00	4.12	-2.91
Chinese Yuan (CNY)	7.04	7.09	-0.74
Singapore Dollar (SGD)	1.38	1.39	-0.49
Tanzanian Shilling (TZS)	2294.00	2294.00	0.00
Thai Baht (THB)	30.91	30.60	1.01
Mozambique New Metical (MZN)	59.95	60.50	-0.91
Vietnam Dong (VND)	23211.00	23198.00	0.06
Indonesian Rupiah (IDR)	14230.00	14210.00	0.14
Benin CFA Franc BCEAO (XOF)	583.50	587.20	-0.63
Ghanaian New Cedi (GHS)	5.45	5.45	0.00

### Indian rupee set to weaken further

Indian rupee last week weakened further against the dollar in line with weakness in most other emerging market currencies and on escalation of US-China trade war. Moreover, rupee continue to remain weak since July this year due to economic slowdown as well as sell off in domestic stock markets by FPIs. The Finance Minister announced slew of measures to boost the economy as well as allaying FPI fears. But considering the fragile global economic scenario things may not favour rupee for the time being.



Indian rupee last week was traded in the region of 71.05 and 72.04 and finally settled the week at 71.65 against the dollar as on Aug-23-2019. Support is seen in the region of 71.50 and 70 levels. At the same time 72.45-72.80 will act as near term resistance. If rupee sustains well above 73 then expect further rupee depreciation going forward and may test the October-2018 all-time low of closer to 74.50 levels going forward.

### Brazil real may weaken further amid escalating US-China trade war

Brazil real last week has weakened to its lowest level against the dollar since Sep-2018 due to rising trade tensions between US and China. Real is all set to touch a new record low of closer to 4.30 against the dollar going forward. The central bank of Brazil on last Wednesday has started selling part of its U.S. dollar reserves to prop up the real for the first time since 2009.



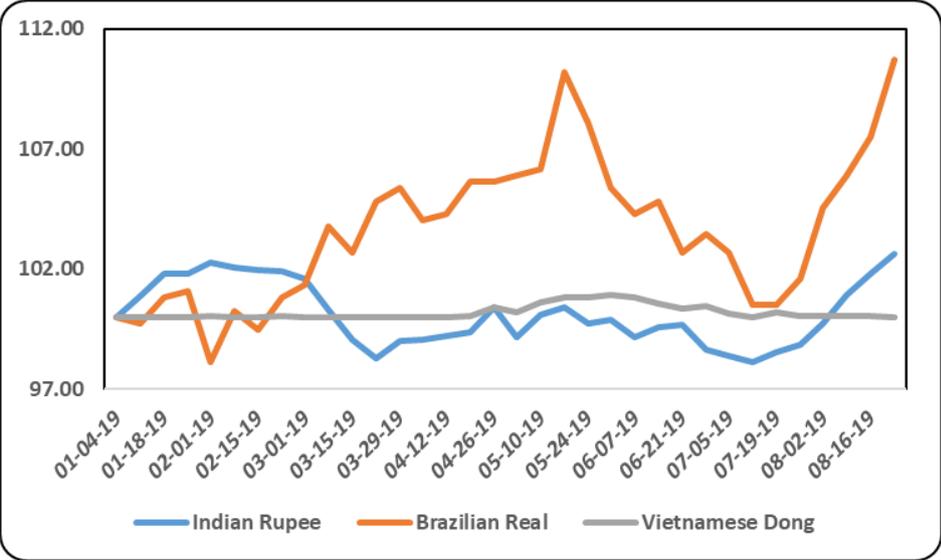
Brazil real last week was traded in the region of 3.9896 and 4.1311 and finally settled the week at 4.1181 against the dollar as on Aug-23-2019. Support is seen at 4.00 and then at 3.95-3.90 levels. In case settles well above 4.10 then expect further weakness towards 4.25-4.30 levels going forward.

## **Vietnam dong may trade firm**

Last week Vietnamese dong was traded in the region of 23,215 and 23,195 and finally settled the week at 23,198. Dong may trade sideways to lower bias with support is seen at around 23150-23100. Upside is being capped at around 23250-23300 levels going forward.

## **Comparative Movement of Currencies Jan-04-2019 to 23-Aug-2019**

**Vis-à-vis USD in cashew processing regions (Weeks starting from Jan' 2019 and value indexed to 100)**



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