

Currency Report – 15 Jan 2021

Currency Movement - FOREX Rates

Currency	01-08-2020	01-15-2021	Wk-on-Wk % Change
Indian Rupee (INR) RBI-FBIL ref rate	73.33	73.02	-0.42
Euro (EUR)	1.22	1.21	-0.82
Japanese Yen (JPY)	103.97	103.87	-0.10
Brazilian Real (BRL)	5.42	5.30	-2.21
Chinese Yuan (CNY)	6.47	6.48	0.15
Singapore Dollar (SGD)	1.32	1.33	0.76
Tanzanian Shilling (TZS)	2319.00	2314.00	-0.22
Thai Baht (THB)	30.15	30.09	-0.20
Mozambique New Metical (MZN)	74.60	74.25	-0.47
Vietnam Dong (VND)	23067.00	23065.00	-0.01
Indonesian Rupiah (IDR)	14020.00	14010.00	-0.07
West African Franc (XOF)	532.70	552.02	3.63
Ghanaian New Cedi (GHS)	5.87	5.84	-0.51

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	72.70	72.45	73.50	73.85
USDBRL	5.15	5.00	5.45	5.60
USDVND	23000	23050	23100	23150

Rupee is likely to stay in the recent range

- Indian rupee last week traded in the region of 73.51 and 72.91 and finally settled the week at 73.04 against the dollar.
- Technically rupee is well poised to appreciate further and to test the lower support in the region of 72.45 and 72 going forward. On the higher side 73.70 and 74 will act strong resistance.
- Now all eyes on the US swearing of New President and investors are waiting for clarity on new stimulus package.
- In India continued FII inflows in to the market, two IPO subscriptions during the week which could attract more FII participation, may keep the rupee intact in the near term.

- One can expect rupee to stay in the broader region of 72.50 and 74 against the dollar as a clear picture will emerge on the fiscal deficit in the union budget which is to be presented on Feb 01, 2021.

Brazil real may stay range-bound going forward

- Brazil real last week traded in the region of 5.5156 and 5.1903 and finally settled the week at 5.2937 against the dollar index.
- As long as 5.45-5.50 is not violated on weekly closing basis, the appreciating trend of real to remain intact.
- Support is seen in the region of 5.20 and then at 5.10/5.00 in the near term.
- Brazil real has gained last week on hopes of turnaround in its economic activities and cool down in dollar index.
- Moreover, the country has approved and rolls out AstraZeneca and Sinovac vaccines to counter covid outbreak.
- One can foresee real to trade in the broader region of 5 and 5.60 in the coming one to two months time period.

Vietnam dong is likely to stay neutral with positive bias

Vietnam dong last week traded in the region of 23050 and 23080 and settled the week at 23065 as on Jan-15. Dong may trade in the broader region of 23000 and 23150 going forward.

Comparative Movement of Currencies Oct-2020 to 15-Jan-2021 Vis-à-vis USD in cashew processing regions (value indexed to 100)

