

## Currency Impact

**Table-5: Currency Movement - FOREX Rates**

Currency	11-06-2020	11-13-2020	Wk-on-Wk % Change
Indian Rupee (INR) RBI ref rate	74.05	74.67	0.84
Euro (EUR)	1.19	1.18	-0.84
Japanese Yen (JPY)	103.36	104.63	1.23
Brazilian Real (BRL)	5.36	5.46	1.87
Chinese Yuan (CNY)	6.61	6.61	0.00
Singapore Dollar (SGD)	1.35	1.35	0.00
Tanzanian Shilling (TZS)	2319.00	2319.00	0.00
Thai Baht (THB)	30.63	30.16	-1.53
Mozambique New Metical (MZN)	72.88	72.85	-0.04
Vietnam Dong (VND)	23176.50	23176.00	0.00
Indonesian Rupiah (IDR)	14210.00	14170.00	-0.28
West African Franc (XOF)	569.65	555.23	-2.53
Ghanaian New Cedi (GHS)	5.83	5.83	0.00

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	73.90	73.60	74.90	75.35
USDBRL	5.20	5.10	5.50	5.70
USDVND	23160	23140	23200	23250

### Rupee may trade in the broader region of 73.50 and 75.50

- Indian rupee last week traded in the region of 73.79 and 74.75 and finally settled the week at 74.59 against the dollar.
- Technically rupee may well move higher towards 75-75.50 levels in the near term. At the same time, 73.70 will act as strong support.
- Rupee weakened last week on the back of dollar sales by foreign and private banks for FDI reportedly on behalf of Google.
- Also, the RBI is said to have purchased more dollars in the last one week or so. The RBI foreign exchange reserve as on Nov 06 is USD 568.494 billion.
- Dollar index may trade sideways as Trump is yet to accept the election of Joe Biden as next US President.
- Rupee may stay in the broader range of 73.50 and 75.50 despite equities at record high and on surging inflows. This is due to surge in Covid cases in US and European countries.

### Brazil real pared recent gains on lower than anticipated retail sales data

- Brazil real last week traded in the region of 5.2229 and 5.5257 and finally settled the week at 5.4582 against the dollar index.
- Brazil real has been highly volatile in the last two weeks and yet to signal clear trend.
- Brazil real weakened once again as the retail sales came in weaker than expected, despite rose for the fifth month in a row in September.
- However, the increment was by far the smallest in those five months. Brazil strong underlying fundamentals may keep real in a certain range and unlikely to depreciate in a big way.
- Overall real may trade in the range of 5.10 and 5.70 against the dollar index going forward.

### Vietnam dong to remain firm

- Vietnam dong last week traded in the region of 23170 and 23182.5 and settled the week at 23175.5 as on Nov-13. Dong may trade in the broader region of 23150 and 23250 going forward.

### Comparative Movement of Currencies Jan-03-2020 to 13-Nov-2020

Vis-à-vis USD in cashew processing regions (Weeks starting from 03rd Jan' 2020 and value indexed to 100)

