

Currency Impact

Table-5: Currency Movement - FOREX Rates

Currency	10-09-2020	10-16-2020	Wk-on-Wk % Change
Indian Rupee (INR) RBI ref rate	73.21	73.38	0.23
Euro (EUR)	1.18	1.17	-0.85
Japanese Yen (JPY)	105.59	105.40	-0.18
Brazilian Real (BRL)	5.53	5.65	2.17
Chinese Yuan (CNY)	6.69	6.70	0.15
Singapore Dollar (SGD)	1.35	1.36	0.74
Tanzanian Shilling (TZS)	2320.00	2320.00	0.00
Thai Baht (THB)	30.97	31.20	0.74
Mozambique New Metical (MZN)	71.75	72.00	0.35
Vietnam Dong (VND)	23180.00	23177.00	-0.01
Indonesian Rupiah (IDR)	14675.00	14700.00	0.17
West African Franc (XOF)	557.20	560.08	0.52
Ghanaian New Cedi (GHS)	5.80	5.82	0.34

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	73.00	72.40	73.65	74.10
USDBRL	5.45	5.30	5.70	5.76
USDVND	23160	23140	23200	23250

Rupee may stay in the recent range

- Indian rupee last week traded in the region of 73.06 and 73.48 and finally settled the week at 73.31 against the dollar.
- Technically rupee may trade in the region of 72.40 and 74 and violation of the same on either side will confirm further direction of the trend going forward.
- Indian rupee may continue to stay in the recent range in the near term. Domestic equities continued to attract good FII inflows; weakness in dollar index, steady crude oil price and talks about further stimulus ahead of festival season may aid the rupee in the near term.
- Pfizer last week has announced that the Covid vaccine is likely to be ready in US by the end of this year.

The economic activities in Brazil recover for the fourth month in a row in August

- Brazil real last week traded in the region of 5.5203 and 5.6543 and finally settled the week at 5.6468 against the dollar index.
- Technically real has formed double top formation around 5.68, signalling near term appreciation of real.
- Expect real to retest 5.45-5.40 levels in the near term, before it confirms further medium term trend.

- The economic activities in Brazil has rose 1.06 percent in August compared to July, marking the fourth consecutive month of recovery after the economic downturn caused by the COVID-19, the Central Bank of Brazil said last Thursday.
- Brazilian financial analysts have forecast a 5.03 percent drop in gross domestic product (GDP) for 2020.

Vietnam GDP forecast to grow by 1.6 percent in 2020, says IMF

- Vietnam dong last week traded in the region of 23207.5 and 23173 and settled the week at 23175 as on Oct-19. Dong may trade in the broader region of 23150 and 23250 going forward.
- Vietnam's estimated GDP of \$340.6 billion this year could exceed that of Singapore by nearly 1 percent for the first time, the IMF says.
- The IMF has forecast a GDP growth of 1.6 percent for Vietnam this year

Comparative Movement of Currencies Jan-03-2020 to 16-Oct-2020 Vis-à-vis USD in cashew processing regions (Weeks starting from 03rd Jan' 2020 and value indexed to 100)

