

Currency Impact

Table-5: Currency Movement - FOREX Rates

Currency	11-13-2020	11-20-2020	Wk-on-Wk % Change
Indian Rupee (INR) RBI ref rate	74.67	74.16	-0.68
Euro (EUR)	1.18	1.18	0.00
Japanese Yen (JPY)	104.63	103.87	-0.73
Brazilian Real (BRL)	5.46	5.38	-1.47
Chinese Yuan (CNY)	6.61	6.56	-0.76
Singapore Dollar (SGD)	1.35	1.34	-0.74
Tanzanian Shilling (TZS)	2319.00	2319.00	0.00
Thai Baht (THB)	30.16	30.30	0.46
Mozambique New Metical (MZN)	72.85	72.90	0.07
Vietnam Dong (VND)	23176.00	23177.00	0.00
Indonesian Rupiah (IDR)	14170.00	14165.00	-0.04
West African Franc (XOF)	555.23	553.50	-0.31
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 stay in the recent range

- Indian rupee last week traded in the region of 74.63 and 74.05 and finally settled the week at 74.12 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.
- Anticipated slowing down of FIIs and the release of Q2 GDP figures on Nov 30th may keep the rupee under pressure going forward.
- The US may announce another stimulus package soon.
- The SBI has revised Q2 GDP estimates to -10.7 percent as against earlier estimate of -12.5 percent.

Brazil real gained as economy may rebound faster post Covid pandemic

- Brazil real last week traded in the region of 5.4581 and 5.2740 and finally settled the week at 5.3791 against the dollar index.
- Brazil real has been highly volatile in the last two weeks and yet to signal clear trend. Only a close below 5.20 on a weekly basis to signal further appreciation of real going forward.
- Brazil real gained after its economy minister said Latin America's largest economy could surprise on the upside and grow more than four percent next year.

- Brazil's central bank also said that it will intervene in the foreign exchange market if needed to curb year-end volatility

IMF - Vietnam's GDP growth revised upwards to 2.4 percent in 2020

- Vietnam dong last week traded in the region of 23162.50 and 23186 and settled the week at 23176 as on Nov-20. Dong may trade in the broader region of 23150 and 23250 going forward.
- The International Monetary Fund has revised upward its forecast for Vietnam's 2020 GDP growth by 0.8 percentage points to 2.4 percent.
- Vietnam's growth would be among the highest in the world, thanks to its successful containment of the Covid-19 pandemic

Comparative Movement of Currencies Jan-03-2020 to 20-Nov-2020

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

