

Currency Impact

Table-5: Currency Movement - FOREX Rates

Currency	09-18-2020	09-25-2020	Wk-on-Wk % Change
Indian Rupee (INR) RBI ref rate	73.30	73.73	0.59
Euro (EUR)	1.18	1.16	-1.69
Japanese Yen (JPY)	104.55	105.62	1.02
Brazilian Real (BRL)	5.39	5.56	3.15
Chinese Yuan (CNY)	6.77	6.82	0.74
Singapore Dollar (SGD)	1.36	1.38	1.47
Tanzanian Shilling (TZS)	2320.00	2320.00	0.00
Thai Baht (THB)	31.08	31.63	1.77
Mozambique New Metical (MZN)	71.50	71.68	0.25
Vietnam Dong (VND)	23170.00	23193.00	0.10
Indonesian Rupiah (IDR)	14730.00	14870.00	0.95
West African Franc (XOF)	553.25	562.39	1.65
Ghanaian New Cedi (GHS)	5.78	5.79	0.17

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	73.10	72.72	73.95	74.20
USDBRL	5.21	5.09	5.50	5.60
USDVND	23160	23140	23200	23250

Rupee may trade range bound, RBI to keep rates steady

- Indian rupee last week traded in the region of 73.25 and 73.97 and finally settled the week at 73.72 against the dollar.
- Technically rupee may trade in the region of 73.10 and 74.40 and violation of the same on either side will confirm further direction of the trend going forward.
- Indian rupee initially weakened close to 74 on strength in dollar index and on concern over the pace of economic recovery. However, towards the end rupee bounced back considerably on rebound in market sentiments on expectations of one more stimulus before the festival season.
- The RBI is likely to maintain the status quo on interest rates during this week MPC three day meeting which starts on Sep 29th.

Brazil's real may retreat and unlikely to depreciate further

- Brazil real last week traded in the region of 5.3827 and 5.6231 and finally settled the week at 5.5610 against the dollar index.

- Real has traded within our specified range during last week. Technically real may continue to trade in the recent range and only a close above 5.60 against the dollar to signal change in the market sentiment.
- Brazil real weakens on the broader strength in the dollar index.

Steady to firm trend prevails in Vietnamese dong

- Vietnam dong last week traded in the region of 23173 and 23197.5 and settled the week at 23191 as on Sep-25. Dong may trade in the broader region of 23150 and 23250 going forward.

Comparative Movement of Currencies Jan-03-2020 to 25-Sep-2020

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

