

Currency Impact

Table-6: Currency Movement - FOREX rates

Currency	03-27-2020	04-04-2020	Wk-on-Wk % Change
Indian Rupee (INR) RBI ref rate	74.84	75.83	1.32
Euro (EUR)	1.11	1.08	-2.66
Japanese Yen (JPY)	107.94	108.47	0.49
Brazilian Real (BRL)	5.10	5.35	4.90
Chinese Yuan (CNY)	7.07	7.09	0.32
Singapore Dollar (SGD)	1.43	1.44	0.62
Tanzanian Shilling (TZS)	2310.00	2313.00	0.13
Thai Baht (THB)	32.57	33.02	1.38
Mozambique New Metical (MZN)	66.70	67.63	1.39
Vietnam Dong (VND)	23620.00	23565.00	-0.23
Indonesian Rupiah (IDR)	16100.00	16425.00	2.02
Benin CFA Franc BCEAO (XOF)	591.72	606.98	2.58
Ghanaian New Cedi (GHS)	5.71	5.75	0.70

Symbol	Support S1	S2	Resistance (R1)	R2
USDINR	74.50	75.50	77	77.50
USDBRL	5.15	5.00	5.45	5.55
USDVND	23450	23350	23750	23850

Rupee may touch new lows if it breaches 76.50

Indian rupee during last week has settled well above 76 against the dollar. This week the forex market will be closed for two days. If rupee manages to breach 76.50 then it could weaken further towards 77 and above going forward. Otherwise, rupee is likely to retest 75-74.50 and overall rupee is likely to continue its current volatility.

Rupee remained under pressure due to strengthening of dollar index and on sustained FIIs selling in equity and debt markets. The RBI has reduced the currency market timings from April 7th to 17th and this has been done to minimise the spread of corona virus.

The US non-farm payroll data sink for March and unemployment rose to 4.4 percent in March from 3.5 percent in Feb.

Brazil real plunges to new low against USD

Brazil real last traded in the region of 5.1128 and 5.3541 against the dollar and settled the week at 5.3509.

Brazil real has touched the new low against US dollar index during last week as fears of imminent global recession due to the ongoing impact of corona virus, which has resulted in outflow of funds from emerging markets. Investors are choosing USD or gold as safe haven assets now.

Vietnam dong may trade sideways

Vietnam dong last week traded in the region of 23642.50 and 23481 and settled the week at 23565 against the dollar index.

Vietnam's annual economic growth is likely to slow down to 4.8 percent in 2020 due to the spread of COVID-19, according to a report released by the Asian Development Bank (ADB) last Friday.