Indian Rupee breaches INR 90 per US Dollar mark

The Indian rupee has reached its record low of 90 per US dollar. The currency is said to be one of the worst-performing ones compared to its Asian counterparts. The currency depreciated 5% compared to its peers, and the primary contribution is due to the tariffs from the US economy on Indian goods, which account for 50% tariffs charged on them.

Another important reason is the purchase of US dollars at higher levels by Indian banks due to the recent surge in FII outflows. Some analysts and experts argue that the fall in crude prices and the weakening of the dollar could curb the depreciation of the currency. Some of the experts also suggest that the trend would likely continue, and they should also keep an eye on the decisions coming in from the RBI to see if any of the decisions could see a major shift in the currency movements. In recent times, the RBI has not intervened in the currency fluctuations.

Another way to curtail the depreciation is by which India and the US strike a trade deal. This could see the currency appreciating and the markets showing some optimism among the traders.

For mor exciting updates on the Indian Economy, keep on moving around Economicstaan .