

# WORST YEAR FOR ₹ SINCE 2013, BONDS SINCE 2009



ILLUSTRATION: BINAY SINHA

The rupee depreciated over 10 per cent in 2022 against the dollar — its worst performance since 2013 — the year of taper tantrum. The Indian unit, however, fared better than some other global currencies like Turkish Lira and British Pound.

The pressure on rupee prompted the Reserve Bank of India to aggressively intervene in the foreign exchange market, resulting in foreign reserves declining \$70 billion in 2022 — the worst decline in at least in the past 22 years. In the

week ended December 23, forex reserves dropped by \$691 million to \$562.808 billion, making it the second consecutive week of decline in the kitty, according to the RBI data.

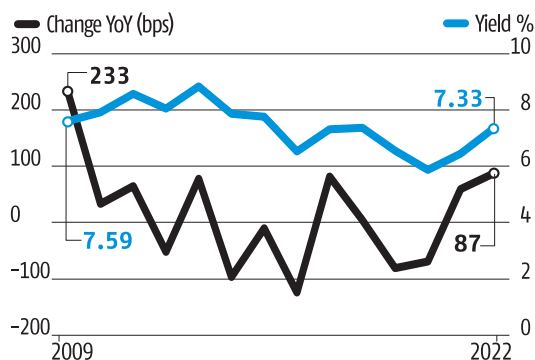
The yield on the 10-year benchmark government bond climbed 87 basis points (bps) in the year on the back of sharp rate increase by the Reserve Bank of India, by 225 bps to 6.25 per cent since May this year. This was the steepest rise in the 10-year yield since 2009 — the year after the global financial crisis.

**YEAR OF RESET  
2022**

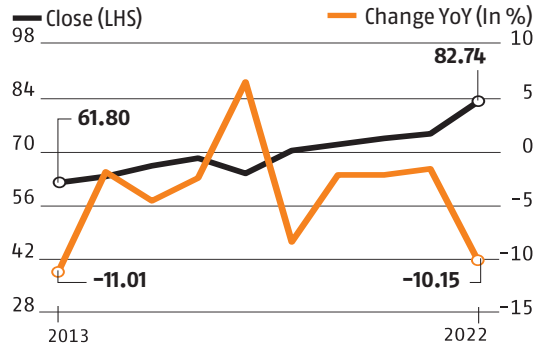


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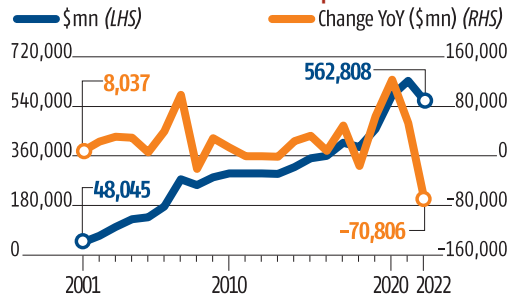
## 10-YR G-SEC CLIMBED 87 BPS THIS YEAR



## RUPEE FELL OVER 10% IN 2022



## FOREX RESERVES DOWN \$70 BN IN 2022



## MAJOR CURRENCIES AGAINST \$

(Price of 1\$)	Dec 31, 2021	Dec 30, 2022	% chg
TURKISH LIRA	13.30	18.72	-28.94
BANGLADESH TAKA	86.09	102.99	-16.41
SWEDISH KRONA	9.05	10.43	-13.18
JAPANESE YEN	115.08	131.82	-12.70
BRITISH POUND	0.74	0.83	-10.94
INDIAN RUPEE	74.34	82.74	-10.15
TAIWAN DOLLAR	27.67	30.73	-9.94
PHILIPPINES PESO	50.99	55.74	-8.52
INDONESIAN RUPIAH	14,263.00	15,573.00	-8.41
CHINA RENMINBI	6.36	6.91	-7.97
EURO	0.88	0.94	-6.13
SOUTH AFRICAN RAND	15.94	16.97	-6.07
SOUTH KOREAN WON	1189.88	1260.33	-5.59
VIETNAM DONG	22,826.00	23,580.00	-3.20
HONG KONG DOLLAR	7.80	7.80	0.00
RUSSIAN RUBLE	75.17	71.98	4.44
MEXICAN PESO	20.53	19.52	5.18

Source: Bloomberg, RBI