

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF ECONOMIC AFFAIRS

RAJYA SABHA
UNSTARRED QUESTION NO. 1816
TO BE ANSWERED ON 16.12.2025

POOR PERFORMANCE OF RUPEE

1816. Shri Ramji Lal Suman:

Will the Minister of Finance be pleased to state:

- (a) whether Indian Rupee has become worst performing currency of Asia during November, 2025;
- (b) if so, the details thereof;
- (c) whether Government has assessed the impact of free fall of Indian Rupee against US Dollar on Indian economy;
- (d) if so, the details thereof and outcome thereof; and
- (e) if not, the reasons therefor?

ANSWER

THE MINISTER OF STATE FOR FINANCE
(SHRI PANKAJ CHAUDHARY)

(a) & (b): No. The performance of major Asian currencies against the US Dollar, in the month of November 2025 is presented in the table below:

Currency	(+) Appreciation/ (-) Depreciation
Malaysian Ringgit	1.4%
Chinese Renminbi	0.6%
Thai Baht	0.5%
Philippine Peso	0.4%
Singapore Dollar	0.3%
Indonesian Rupiah	(-) 0.2%
Hong Kong Dollar	(-) 0.2%
Indian Rupee	(-) 0.8%
Japanese Yen	(-) 1.4%
Taiwanese Dollar	(-) 2.1%
South Korean Won	(-) 2.5%

Source: Bloomberg

(c), (d) & (e): The depreciation of currency is likely to enhance export competitiveness, which in turn impacts the economy positively. On the other hand, depreciation may raise the prices of imported goods. However, the overall impact of exchange rate depreciation on domestic prices depends on the extent of the pass-through of international commodity prices to the domestic market. Furthermore, the imports in the economy also depend on various factors including the demand and supply of commodities in the international market, the kind of tradeable (i.e. essential or luxury items), freight costs, availability of substitute goods, etc. Thus, the impact of the movement of the exchange rate on the import cost and hence on domestic inflation and on the economy in general cannot be isolated.
