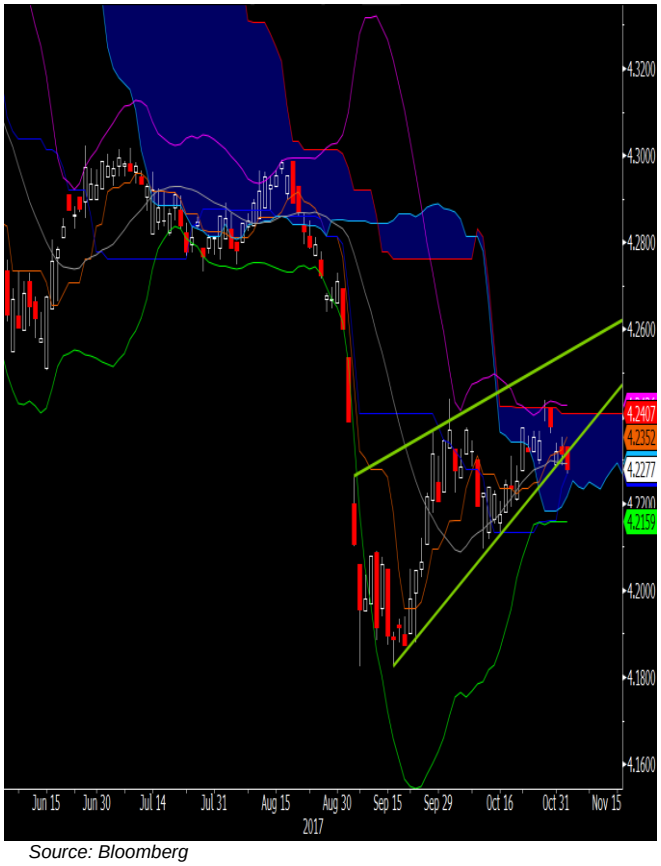
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

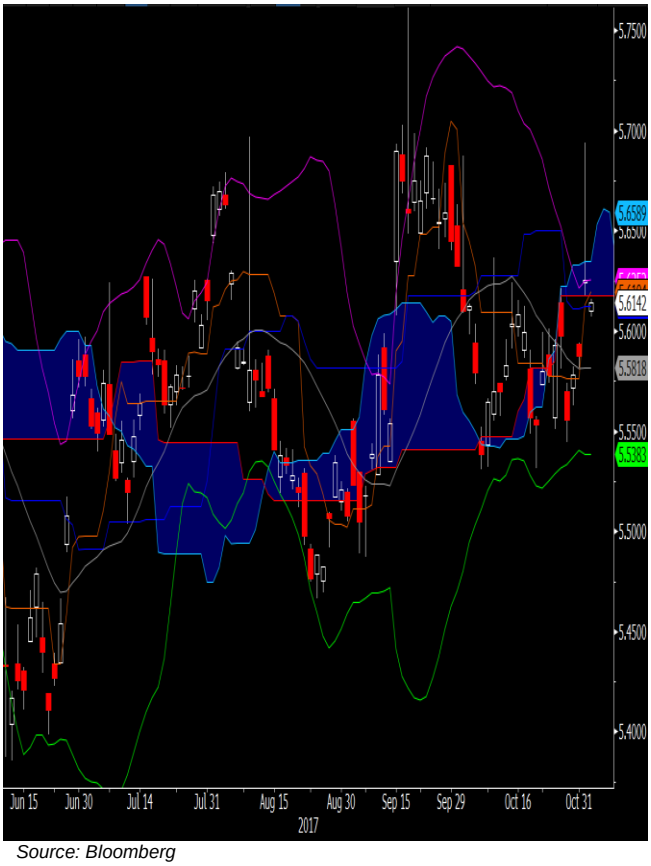
Indicative USDMYR 4.2277



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook bearish**, with MYR supported by continued buying interest amid positive regional sentiment.
- **Weekly outlook bearish, monthly outlook neutral**.
- Bullish bias continues to fade, limiting USDMR's upside strength. Caution that closing below 4.2294 will tilt USDMR firmly to the downside, setting a potential decline to 4.2227.
- **Key resistances:** 4.2309 (R1), 4.2358 (R2), 4.2407 (R3)
- **Key supports:** 4.2267 (S1), 4.2227 (S2), 4.2200 (S3)
- **Expected range for the day:** 4.2230 – 4.2330

Indicative GBPMYR 5.6142

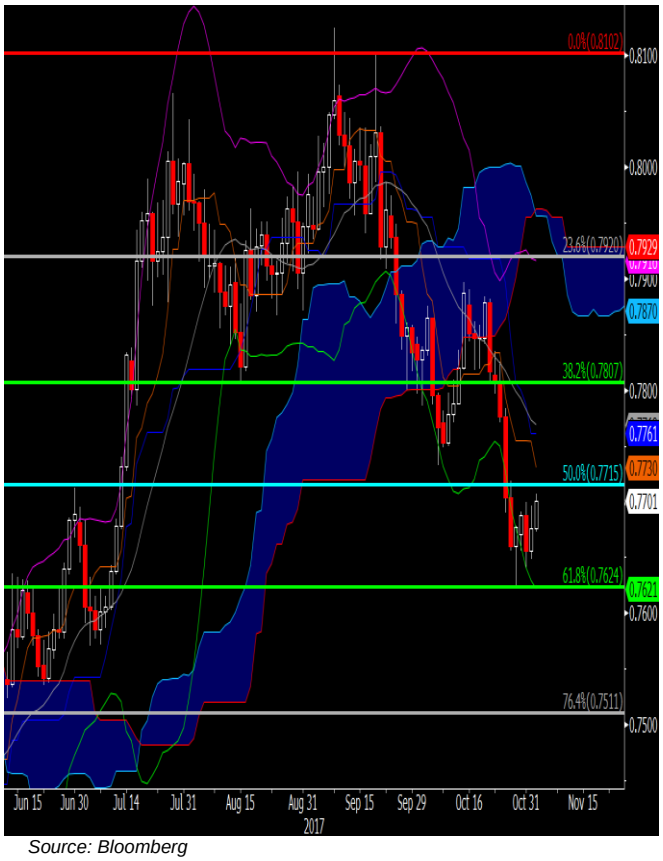


Source: Bloomberg

- GBPMYR opened 153pips lower at 5.6103. **Daily outlook slightly bullish**, anticipating firmer buying interest in GBP heading into BOE policy announcement that market expects to yield a rate hike.
- **Weekly and monthly outlook bullish**.
- Despite a sharp gap down, a close above 5.6174 today will continue to affirm that bullish bias sustains and is likely to push higher going forward. Otherwise, expect GBPMYR to slide to 5.5819.
- **Key resistances**: 5.6174 (R1), 5.6260 (R2), 5.6345 (R3)
- **Key supports**: 5.6100 (S1), 5.6031 (S2), 5.6000 (S3)
- **Expected range for the day:** 5.6060 – 5.6240

** levels are quoted based on spot prices at the time of writing, bid/ask prices may vary*

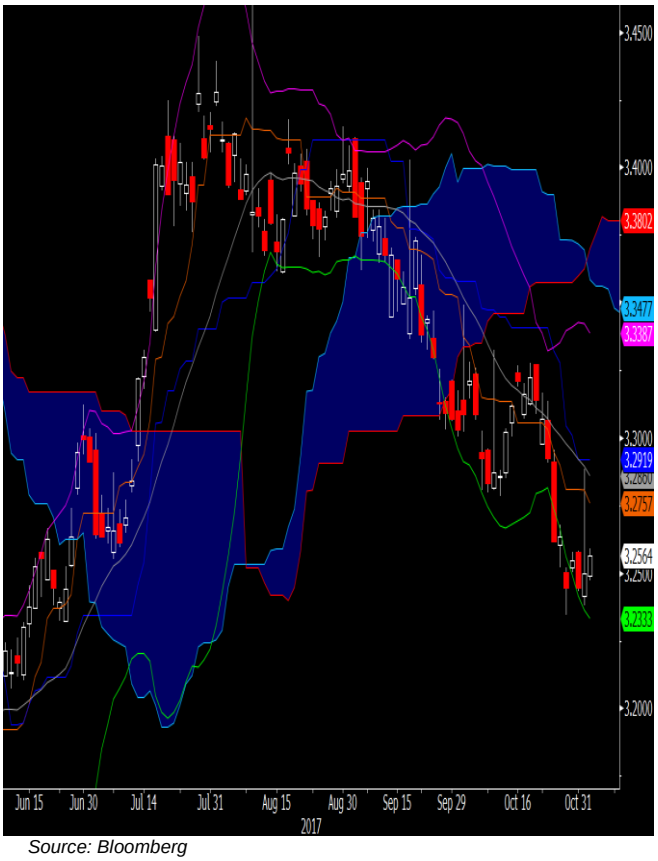
Indicative AUDUSD 0.7701



Source: Bloomberg

- AUDUSD opened unchanged at 0.7676. **Daily outlook bearish** on the back of a firmer USD but we reckon that losses are likely modest given rising risk appetite in the markets supporting AUD.
- **Weekly and monthly outlook bearish**.
- Unless AUDUSD closes above 0.7700, we would view recent upside as technical rebounds and maintain a bearish view. As such, we set sights on a drop to 0.7624, below which a decline to 0.7603 is highly likely.
- **Key resistances:** 0.7715 (R1), 0.7730 (R2), 0.7761 (R3)
- **Key supports:** 0.7696 (S1), 0.7656 (S2), 0.7624 (S3)
- **Expected range for the day:** 0.7650 – 0.7730

Indicative AUDMYR 3.2564

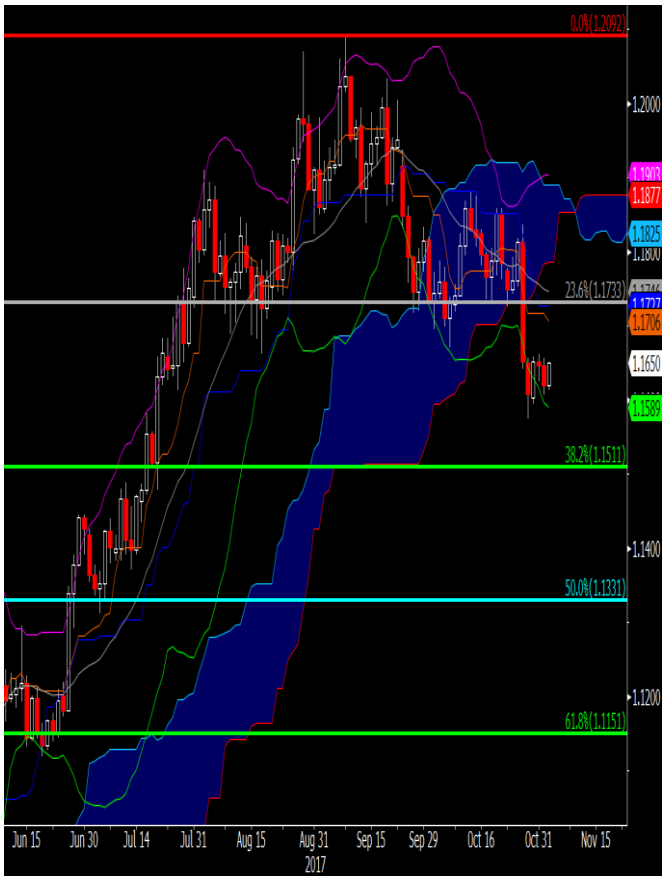


Source: Bloomberg

- AUDMYR opened 11pips lower at 3.2489. **Daily outlook slightly bearish** in anticipation of a firmer MYR, buoyed by positive regional sentiment.
- **Weekly outlook bearish, monthly outlook bullish**.
- AUDMYR is attempting a rebound in early trade but we reckon that given overall bearish bias, gains will soon be narrowed amid potential rejection by 3.2613. Otherwise, rebound will extend to circa 3.2812.
- **Continue to expect a potential decline to 3.2200**, otherwise curbed by a close above 3.2613.
- **Key resistances:** 3.2576 (R1), 3.2613 (R2), 3.2680 (R3)
- **Key supports:** 3.2522 (S1), 3.2500 (S2), 3.2432 (S3)
- **Expected range for the day:** 3.2480 – 3.2650

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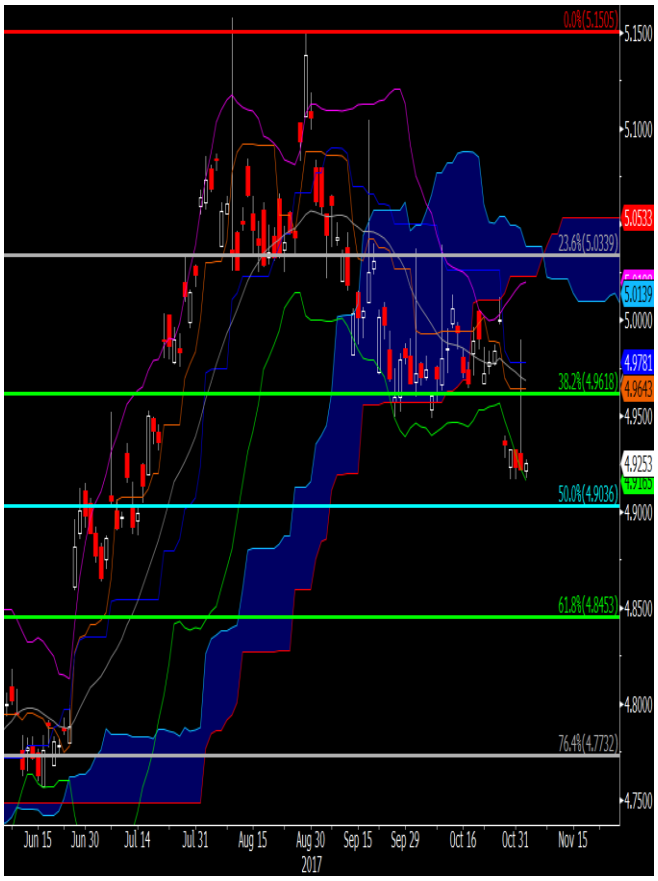
Indicative EURUSD 1.1650



Source: Bloomberg

- EURUSD opened unchanged at 1.1619. **Daily outlook bearish** on the back of a firmer USD.
- **Weekly and monthly outlook bearish**.
- We continue to set sights on a drop to 1.1511 in the next leg lower as part of a move suggested by chart pattern completion. Rebounds are possibly but likely restricted below 1.1670 before sliding lower thereafter.
- **Continue to expect a potential decline 1.1511**, otherwise curbed by a close above 1.1695.
- **Key resistances:** 1.1665 (R1), 1.1706 (R2), 1.1733 (R3)
- **Key supports:** 1.1641 (S1), 1.1600 (S2), 1.1585 (S3)
- **Expected range for the day:** 1.1600 – 1.1700

Indicative EURMYR 4.9253



Source: Bloomberg

- EURMYR opened 8pips lower at 4.9215. **Daily outlook slightly bearish** in anticipation of a softer EUR going into European trade.
- **Weekly and monthly outlook bearish**.
- Bearish bias continues to build, pushing EURMYR lower. We continue to set sights on EURMYR sliding to 4.9036 going forward, below which a drop to 4.8877 is highly likely.
- **Continue to expect a potential decline to 4.9036**, otherwise curbed by a close above 4.9380.
- **Key resistances:** 4.9280 (R1), 4.9327 (R2), 4.9400 (R3)
- **Key supports:** 4.9200 (S1), 4.9155 (S2), 4.9120 (S3)
- **Expected range for the day:** 4.9170 – 4.9340

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