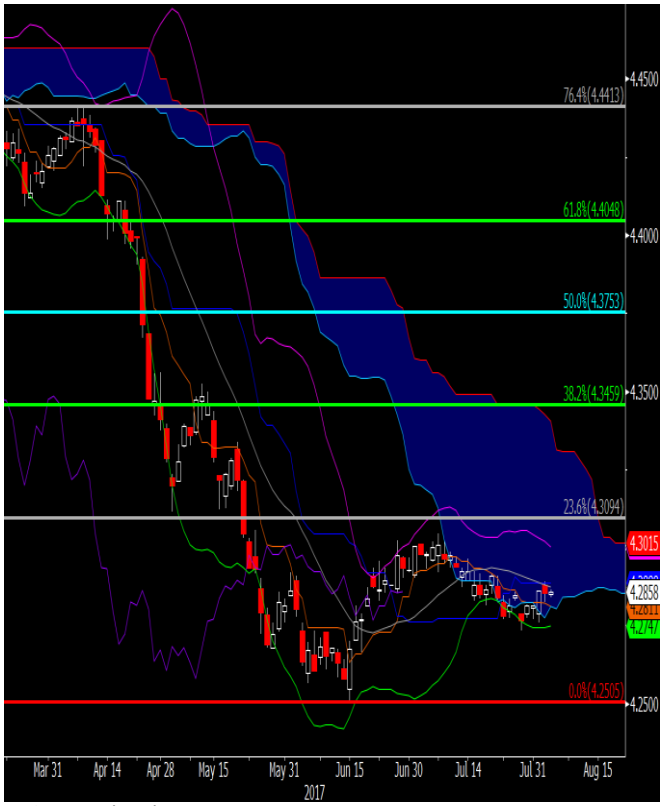
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

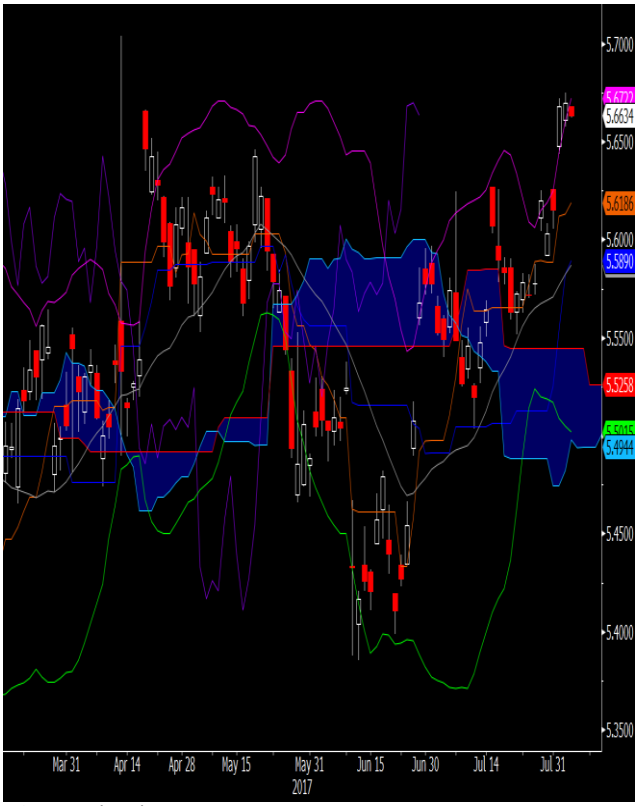
Indicative USDMYR 4.2858



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook bullish** as MYR is likely weighed down by risk aversion ahead of US data.
- **Weekly outlook bullish, monthly outlook bearish**.
- USDMYR remains technically bullish while above 4.2863 and there is still room to climb to circa 4.2908 going forward. Breaking this will put the pair on a firmer path to 4.2977.
- **Continue to expect a potential climb to 4.2977**, otherwise curbed by a close above 4.2830.
- **Key resistances:** 4.2873 (R1), 4.2908 (R2), 4.2935 (R3)
- **Key supports:** 4.2841 (S1), 4.2812 (S2), 4.2800 (S3)
- **Expected range for the day:** 4.2830 – 4.2900

Indicative GBPMYR 5.6634

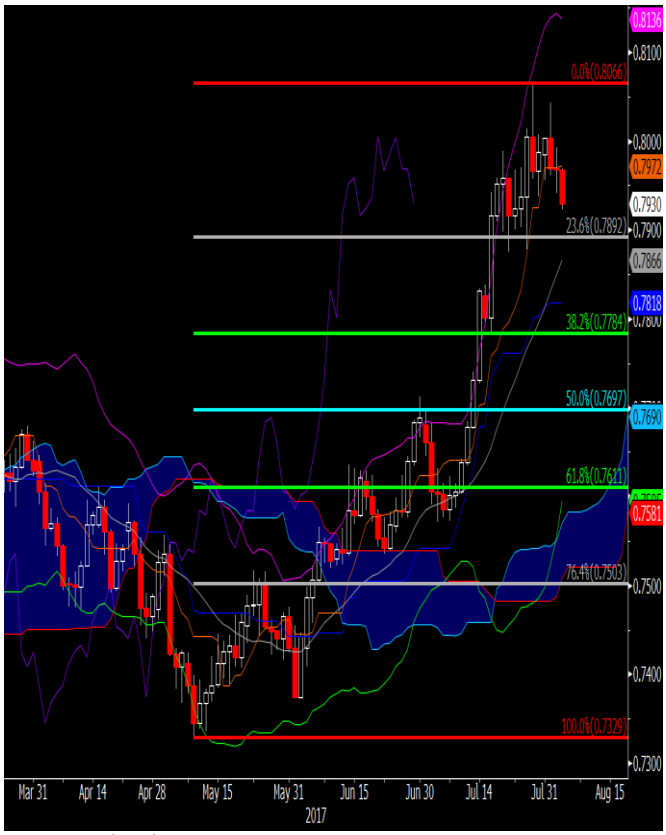


Source: Bloomberg

- GBPMYR opened 17pips lower at 5.6682. **Daily outlook slightly bullish** as markets remain in bid of GBP ahead of BOE policy decision.
- **Weekly outlook bullish, monthly outlook bearish**.
- GBPMYR remains inclined towards gains, backed by firmer bullish bias. However, we maintain that a reversal to lower levels may be on the horizon.
- **Expect a potential decline to 5.6290**, otherwise curbed by a close above 5.6800.
- **Key resistances**: 5.6680 (R1), 5.6728 (R2), 5.6750 (R3)
- **Key supports**: 5.6620 (S1), 5.6600 (S2), 5.6550 (S3)
- **Expected range for the day:** 5.6570 – 5.6750

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

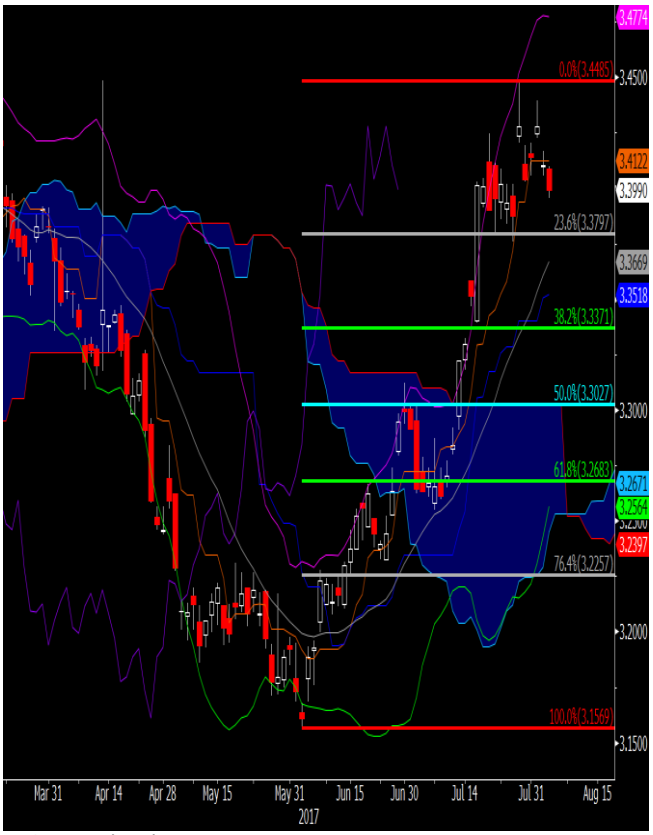
Indicative AUDUSD 0.7930



Source: Bloomberg

- AUDUSD opened unchanged at 0.7968. **Daily outlook bearish** on the back of risk-off sentiment.
- **Weekly and monthly outlook bearish**.
- Bearish bias has emerged in AUDUSD, strengthening our view of a decline going forward. We continue to set sights on a drop to 0.7914 before moving lower to 0.7818.
- **Continue to expect a potential decline to 0.7914**.
- **Key resistances:** 0.7950 (R1), 0.7972 (R2), 0.8002 (R3)
- **Key supports:** 0.7914 (S1), 0.7900 (S2), 0.7866 (S3)
- **Expected range for the day:** 0.7900 – 0.7970

Indicative AUDMYR 3.3990

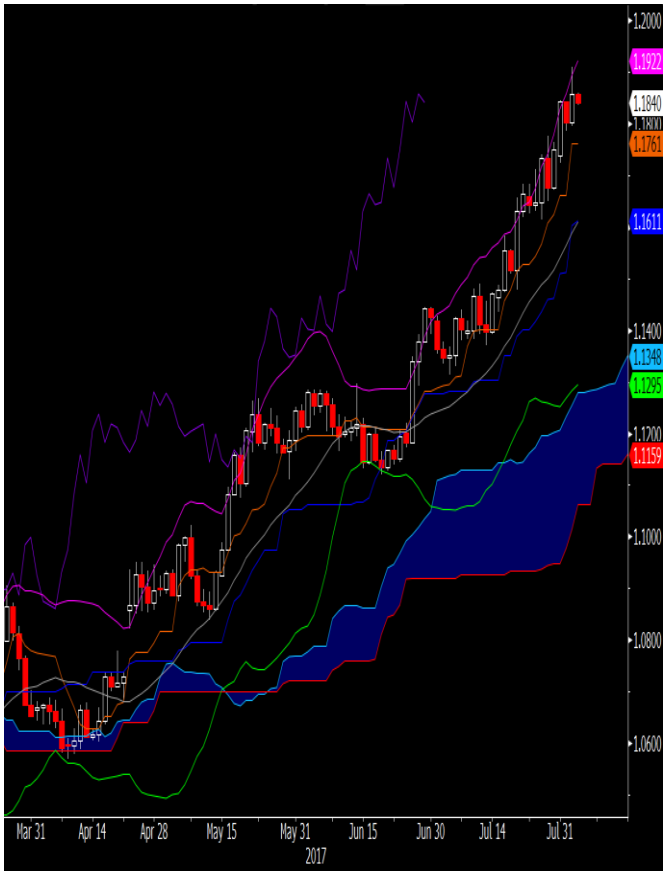


Source: Bloomberg

- AUDMYR opened 13pips lower at 3.4089. **Daily outlook bearish**, weighed down by risk aversion in the markets that is likely to be more negative to AUD than to MYR.
- **Weekly and monthly outlook bearish**.
- Bearish bias has emerged in AUDMYR and the pair is now more inclined to losses than gains. Caution that 3.3797 could protect the pair from further losses, but if this is lost then a clearer path to 3.3371 will be formed.
- **Continue to expect a potential decline to 3.3797**, otherwise curbed by a close above 3.4122.
- **Key resistances:** 3.4000 (R1), 3.4041 (R2), 3.4122 (R3)
- **Key supports:** 3.3950 (S1), 3.3901 (S2), 3.3857 (S3)
- **Expected range for the day:** 3.3900 – 3.4100

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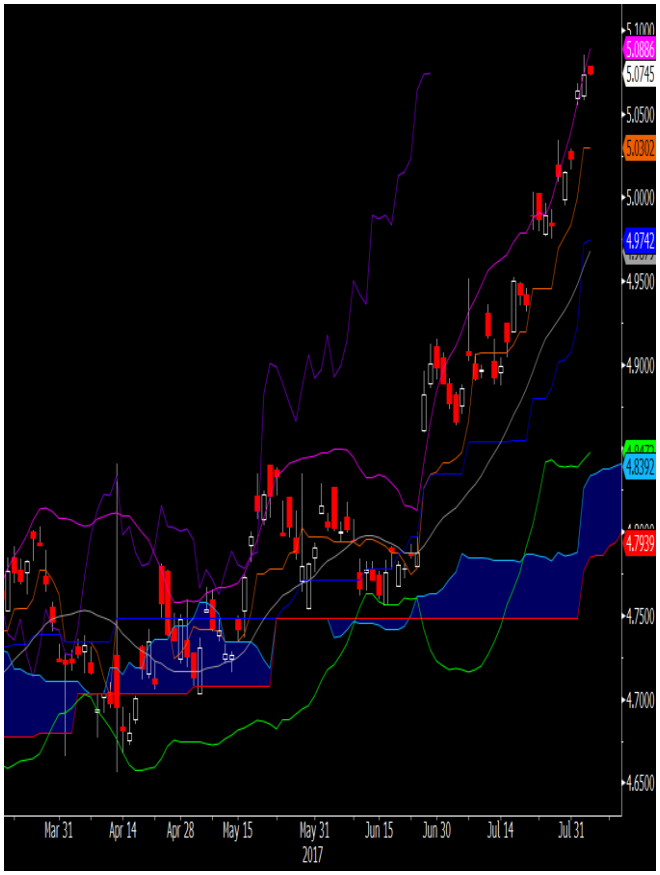
Indicative EURUSD 1.1840



Source: Bloomberg

- EURUSD opened unchanged at 1.1856. **Daily outlook bullish** as USD is likely on the defensive ahead of US data.
- **Weekly outlook bullish, monthly outlook bearish**.
- Caution that sign of exhaustion has emerged, strong advance was rejected by 1.1910. We maintain that there is a limit to the scope of EURUSD gains, but current bullish bias still points this pair overall higher.
- **Key resistances:** 1.1850 (R1), 1.1884 (R2), 1.1900 (R3)
- **Key supports:** 1.1820 (S1), 1.1800 (S2), 1.1761 (S3)
- **Expected range for the day:** 1.1800 – 1.1880

Indicative EURMYR 5.0745



Source: Bloomberg

- EURMYR opened 54pips higher at 5.0786. **Daily outlook slightly bullish** as we anticipate MYR to be weighed down by risk aversion ahead of US data tonight.
- **Weekly outlook bullish, monthly outlook bearish**.
- Bullish bias has strengthened though this did little to improve upside momentum. Gains are likely to prevail but at a softer pace. We cannot rule out 5.0800 being threatened, but expect upside strength to fizzle out approaching this level.
- **Key resistances:** 5.0750 (R1), 5.0800 (R2), 5.0883 (R3)
- **Key supports:** 5.0700 (S1), 5.0681 (S2), 5.0650 (S3)
- **Expected range for the day:** 5.0680 – 5.0790

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