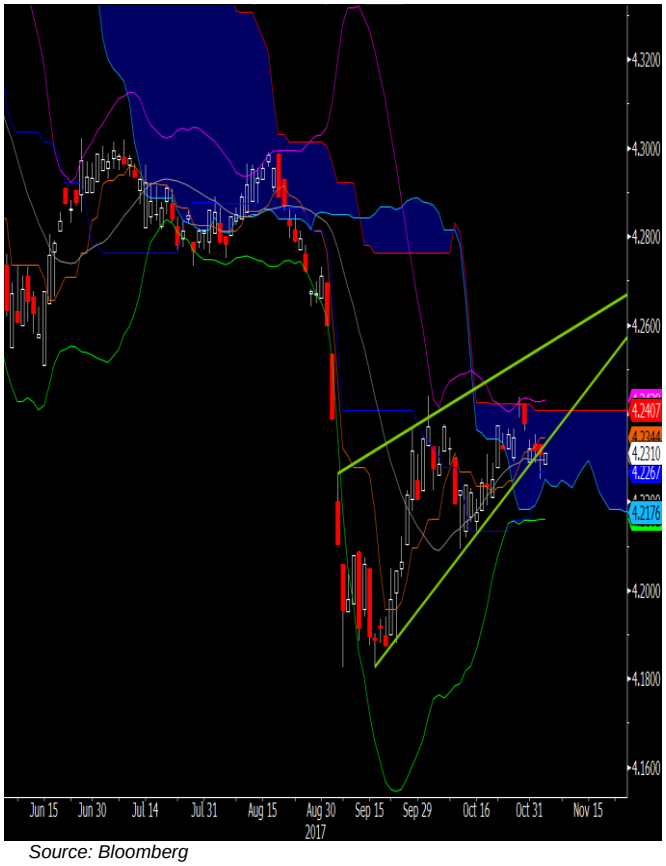
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FX Strategy

Daily Currency Outlook – 11am edition

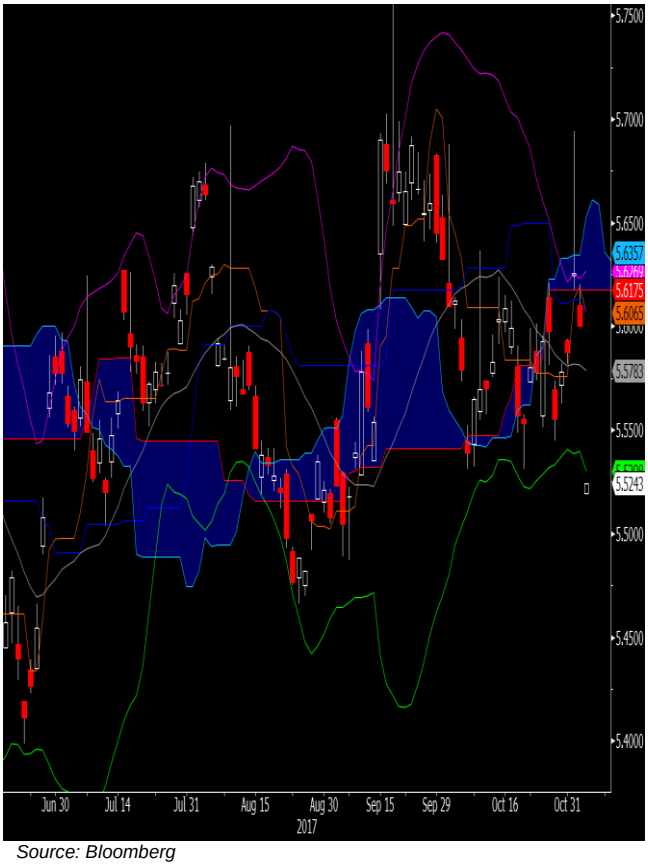
Indicative USDMYR 4.2310



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish** on the back of a softer overnight USD but we reckon that losses will be marginal and likely narrowed going into European trade amid risk aversion ahead of US labour market data.
- **Weekly outlook bearish, monthly outlook neutral**.
- Bullish bias continues to fade, limiting USDMYR's upside strength. Caution that closing below 4.2294 will tilt USDMYR firmly to the downside, setting a potential decline to 4.2227.
- **Key resistances:** 4.2319 (R1), 4.2344 (R2), 4.2363 (R3)
- **Key supports:** 4.2296 (S1), 4.2267 (S2), 4.2251 (S3)
- **Expected range for the day:** 4.2250 – 4.2340

Indicative GBPMYR 5.5243

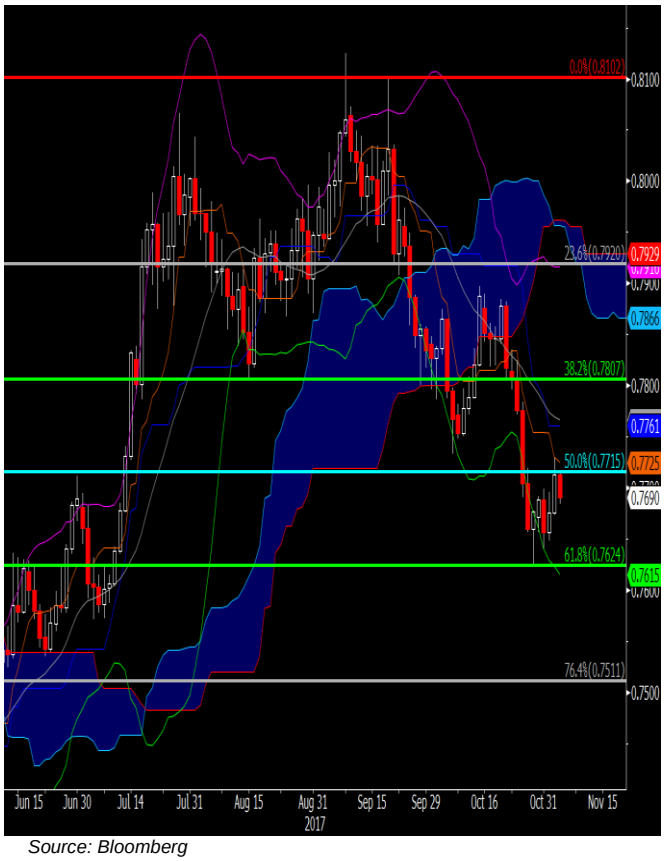


Source: Bloomberg

- GBPMYR opened 808pips lower at 5.5195. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly and monthly outlook bearish**.
- The sharp gap down bypassing several strong supports and emergence of bearish bias have altered the technical outlook. GBPMYR is now bearish, with potential for further losses going forward.
- **Key resistances**: 5.5289 (R1), 5.5313 (R2), 5.5446 (R3)
- **Key supports**: 5.5200 (S1), 5.5168 (S2), 5.5120 (S3)
- **Expected range for the day:** 5.5170 – 5.5320

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

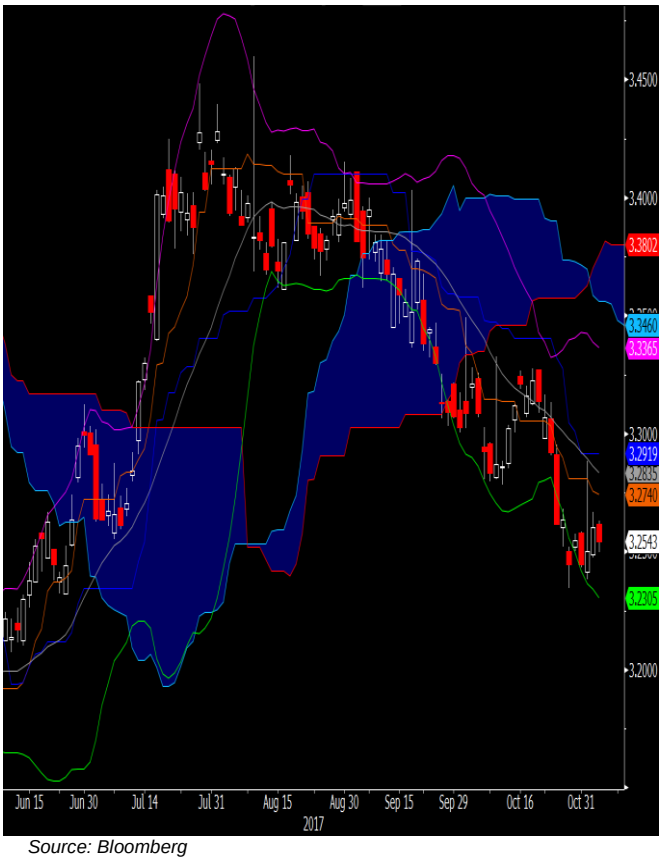
Indicative AUDUSD 0.7690



Source: Bloomberg

- AUDUSD opened unchanged at 0.7713. **Daily outlook bearish**, weighed down by the early releases of softer than expected Australia data.
- **Weekly outlook bearish, monthly outlook bullish**.
- There is scope for AUDUSD to slide to 0.7656 in the coming 2 days but unless this level is broken, we reckon that thinning bearish momentum will eventually prevent the pair from sliding lower and move higher before the next week is out.
- **Key resistances:** 0.7715 (R1), 0.7738 (R2), 0.7761 (R3)
- **Key supports:** 0.7678 (S1), 0.7650 (S2), 0.7624 (S3)
- **Expected range for the day:** 0.7640 – 0.7730

Indicative AUDMYR 3.2543

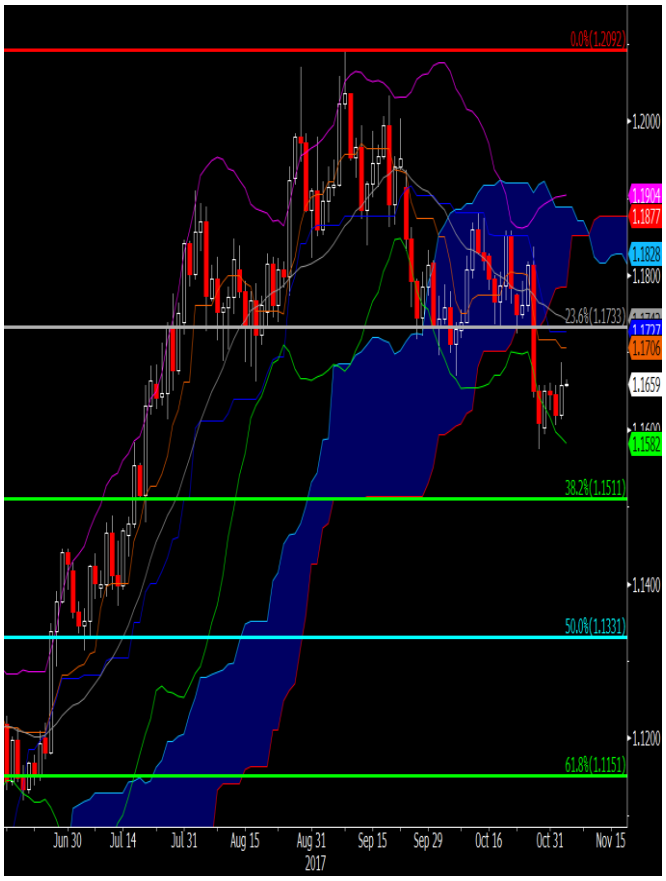


Source: Bloomberg

- AUDMYR opened 13pips lower at 3.3617. **Daily outlook slightly bearish** amid downside pressure on AUD from Australia data.
- **Weekly outlook bearish, monthly outlook bullish**.
- As noted yesterday, AUDMYR's attempt to rebound was rejected. Unless AUDMYR closes above 3.2666, we continue to set sights on the pair sliding lower, potentially back to circa 3.2300.
- **Continue to expect a potential decline to 3.2200**, otherwise curbed by a close above 3.2666.
- **Key resistances:** 3.2567 (R1), 3.2613 (R2), 3.2666 (R3)
- **Key supports:** 3.2500 (S1), 3.2472 (S2), 3.2382 (S3)
- **Expected range for the day:** 3.2430 – 3.2630

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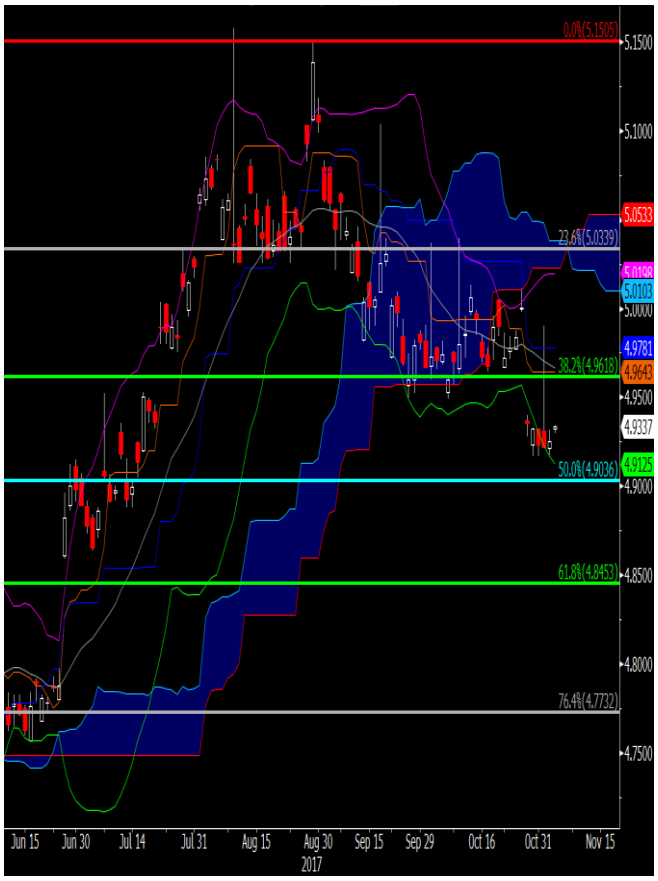
Indicative EURUSD 1.1659



Source: Bloomberg

- EURUSD opened unchanged at 1.1658. **Daily outlook bearish** in anticipation of a potentially firmer USD in the event of better performing US data.
- **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 1.1690 before sliding lower thereafter.
- **Continue to expect a potential decline to 1.1511**, otherwise curbed by a close above 1.1695.
- **Key resistances:** 1.1687 (R1), 1.1706 (R2), 1.1733 (R3)
- **Key supports:** 1.1641 (S1), 1.1625 (S2), 1.1600 (S3)
- **Expected range for the day:** 1.1580 – 1.1700

Indicative EURMYR 4.9337



Source: Bloomberg

- EURUSD opened unchanged at 1.1658. **Daily outlook bearish** in anticipation of a potentially firmer USD in the event of better performing US data.
- **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 4.9490.
- **Key resistances:** 4.9396 (R1), 4.9488 (R2), 4.9521 (R3)
- **Key supports:** 4.9280 (S1), 4.9220 (S2), 4.9200 (S3)
- **Expected range for the day:** 4.9220 – 4.9400

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