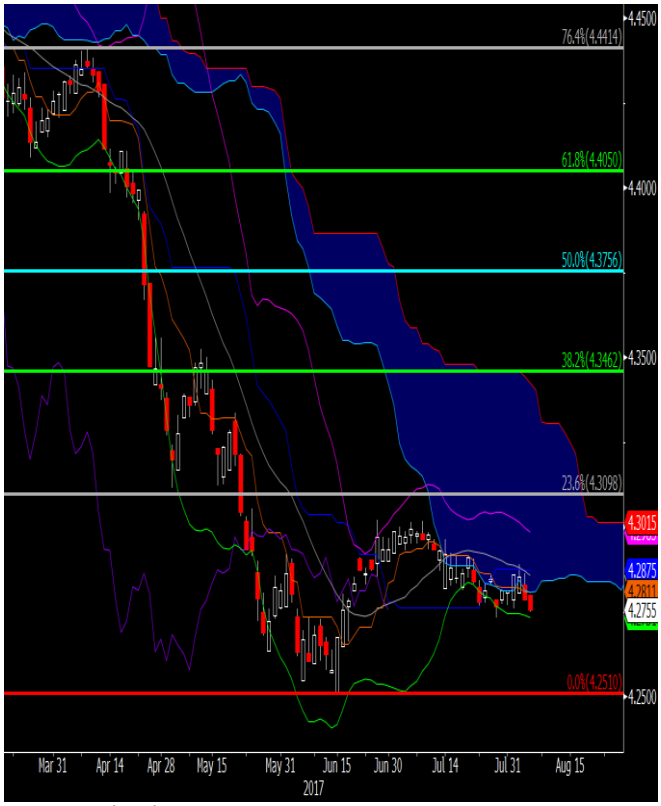
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Daily Currency Outlook – 11am edition

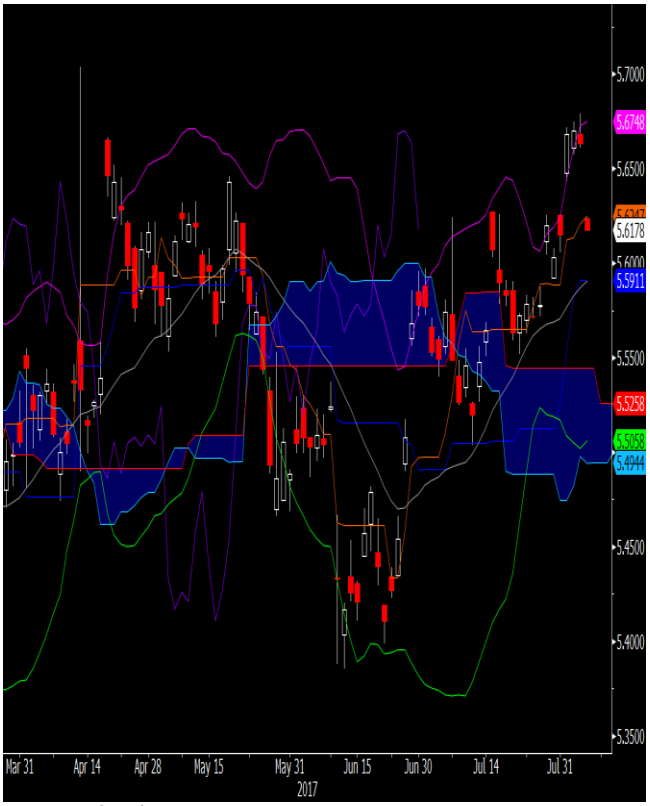
Indicative USDMYR 4.2755



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bullish** as MYR is likely weighed down by risk aversion ahead of US data and ahead of the week's close.
- **Weekly outlook bullish, monthly outlook bearish**.
- Technically, USDMYR has lost 4.2807 and bearish bias is building. We do not rule out a temporary dip but caution that a strong bounce may take place near 4.2730, which has previously rejected attempt to fall lower.
- **USDMYR is now unlikely to climb to 4.2977**.
- **Key resistances:** 4.2794 (R1), 4.2807 (R2), 4.2825 (R3)
- **Key supports:** 4.2730 (S1), 4.2700 (S2), 4.2680 (S3)
- **Expected range for the day:** 4.2730 – 4.2810

Indicative GBPMYR 5.6178

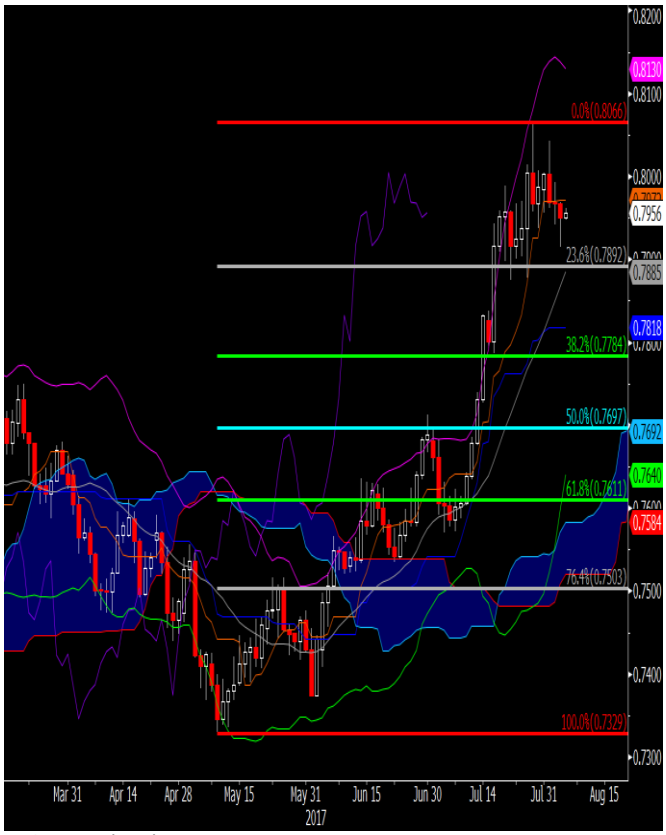


Source: Bloomberg

- GBPMYR opened 398pips lower at 5.6237. **Daily outlook bearish**, weighed down by the sharply lower opening and potential for further GBP retreat in European trade.
- **Weekly and monthly outlook bearish**.
- GBPMYR was rejected strongly; we believe today's sharp gap down is the onset of a decline going forward, but do not rule out a last-ditch attempt that could close above 5.6680 in the next few days. Even so, we would stay bearish.
- **GBPMYR expectedly declined to 5.6290** – expect a potential decline to 5.5920, otherwise curbed by a close above 5.6350.
- **Key resistances**: 5.6200 (R1), 5.6247 (R2), 5.6327 (R3)
- **Key supports**: 5.6153 (S1), 5.6096 (S2), 5.6041 (S3)
- **Expected range for the day:** 5.6080 – 5.6260

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

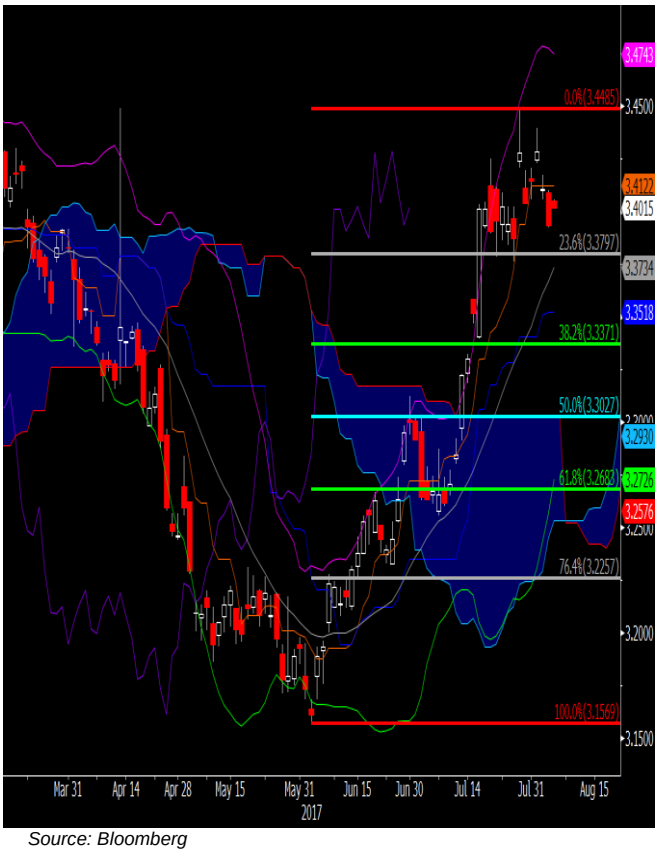
Indicative AUDUSD 0.7956



Source: Bloomberg

- AUDUSD opened unchanged at 0.7950. **Daily outlook bearish** on the back of risk aversion ahead of US data tonight.
- **Weekly and monthly outlook bearish**.
- Bearish bias has picked up in AUDUSD, tilting the pair further downwards. We expect AUDUSD to soon break below 0.7914 and initiate a path towards 0.7818.
- **AUDUSD declined to 0.7915 overnight, very close to our target at 0.7914**.
- **Key resistances:** 0.7960 (R1), 0.7972 (R2), 0.8008 (R3)
- **Key supports:** 0.7915 (S1), 0.7900 (S2), 0.7866 (S3)
- **Expected range for the day:** 0.7900 – 0.7970

Indicative AUDMYR 3.4015

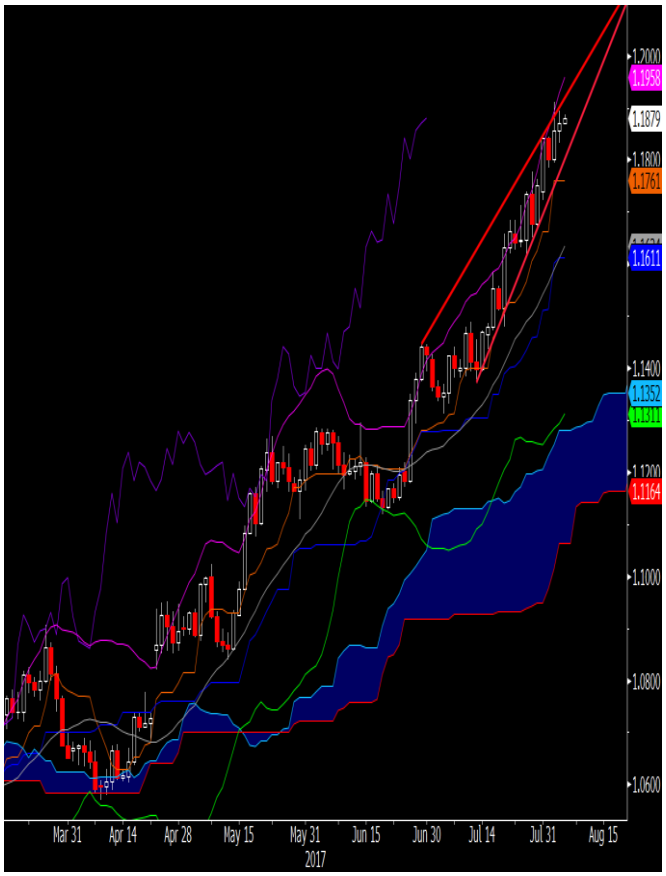


Source: Bloomberg

- AUDMYR opened 112pips higher at 3.4046. **Daily outlook slightly bearish**; we anticipate downside pressure on AUD to weigh down this pair, overturning current gains from a sharply higher opening.
- **Weekly and monthly outlook bearish**.
- Bearish bias continues to pick up in AUDMYR. We continue to set sights on a potential drop to 3.3797, below which a firmer path to 3.3371 will emerge.
- **Continue to expect a potential decline to 3.3797**, otherwise curbed by a close above 3.4180.
- **Key resistances:** 3.4053 (R1), 3.4100 (R2), 3.4122 (R3)
- **Key supports:** 3.4000 (S1), 3.3953 (S2), 3.3923 (S3)
- **Expected range for the day:** 3.3890 – 3.4060

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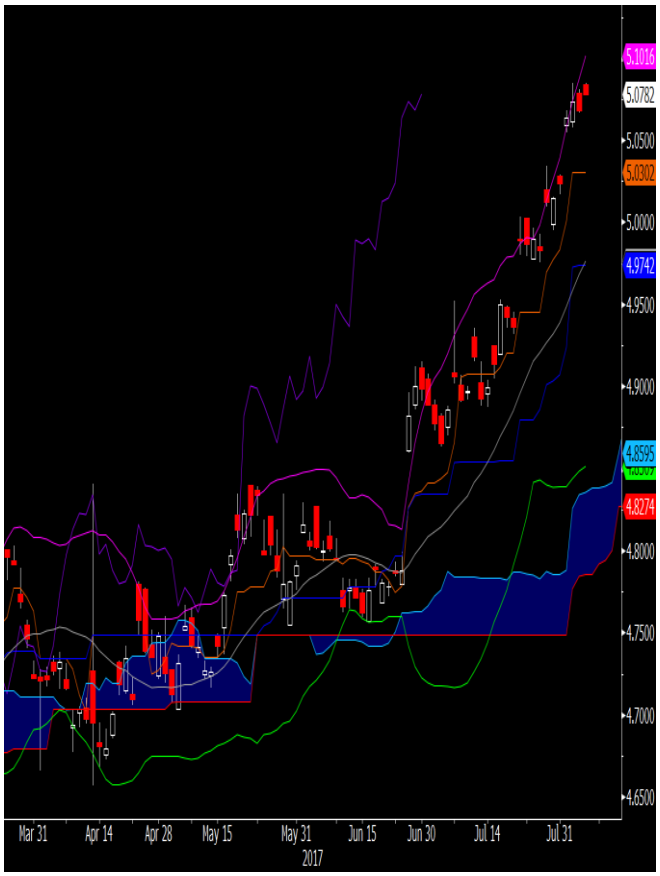
Indicative EURUSD 1.1879



Source: Bloomberg

- EURUSD opened unchanged at 1.1870. **Daily outlook bullish** as USD is likely on the defensive ahead of US data.
- **Weekly outlook bullish, monthly outlook bearish**.
- Technical outlook has deteriorated; while bullish bias could still push EURUSD higher in the coming days, we reckon that gains will likely be tepid. Caution that upside strength could falter before 1.1920.
- **Expect a potential decline to 1.1796**, otherwise curbed by a close above 1.1920.
- **Key resistances:** 1.1893 (R1), 1.1910 (R2), 1.1920 (R3)
- **Key supports:** 1.1860 (S1), 1.1846 (S2), 1.1800 (S3)
- **Expected range for the day:** 1.1840 – 1.1920

Indicative EURMYR 5.0782



Source: Bloomberg

- EURMYR opened 153pips higher at 5.0842. **Daily outlook slightly bullish**, supported by the sharply higher opening and a soft MYR.
- **Weekly outlook bullish, monthly outlook bearish**.
- We maintain that gains are likely to prevail going forward but at a softer pace. EURMYR is now threatening 5.0800 as we write, but we expect upsides to fizzle out approaching 5.0850 – 5.0880.
- **Expect a potential decline to 5.0300**, otherwise curbed by a close above 5.0950.
- **Key resistances:** 5.0800 (R1), 5.0851 (R2), 5.0883 (R3)
- **Key supports:** 5.0750 (S1), 5.0700 (S2), 5.0667 (S3)
- **Expected range for the day:** 5.0750 – 5.0850

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