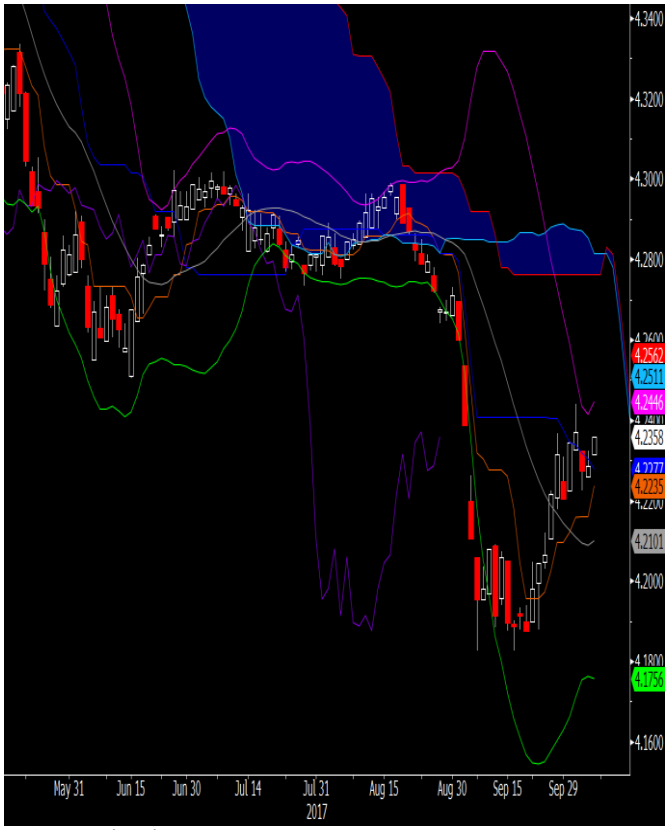
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

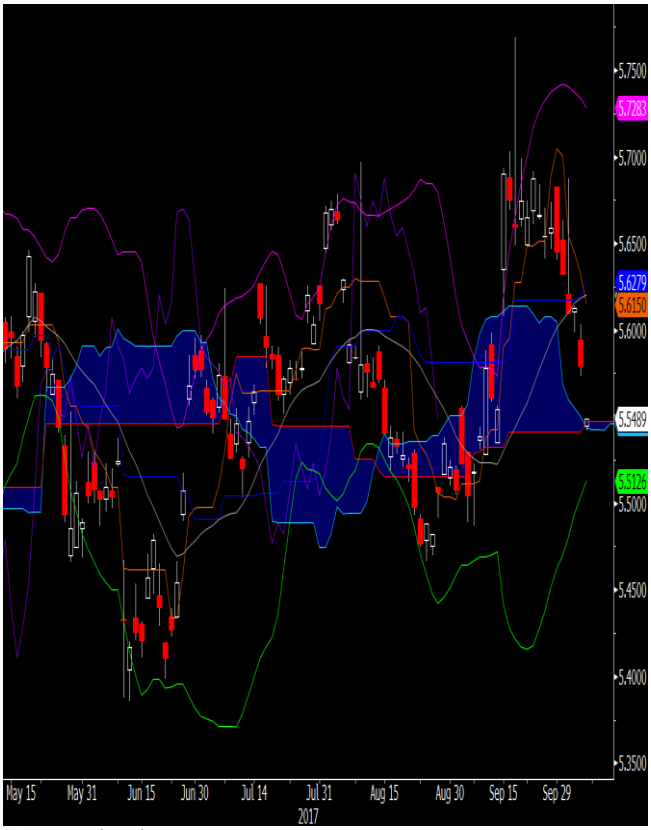
Indicative USDMYR 4.2358



Source: Bloomberg

- USDMYR opened higher today. **Daily outlook bullish** in anticipation of softening risk taking activities heading into the weekend and ahead of crucial US data.
- **Weekly outlook bullish, monthly outlook neutral**.
- USDMYR remains technically bullish, therefore, we continue to set sights on a climb to 4.2557 going forward. Losses, if any, are likely to bounce off 4.2225.
- **Continue to expect a potential climb to 4.2535**, otherwise curbed by a close below 4.2235.
- **Key resistances:** 4.2367 (R1), 4.2444 (R2), 4.2557 (R3)
- **Key supports:** 4.2277 (S1), 4.2235 (S2), 4.2200 (S3)
- **Expected range for the day:** 4.2310 – 4.2420

Indicative GBPMYR 5.5489

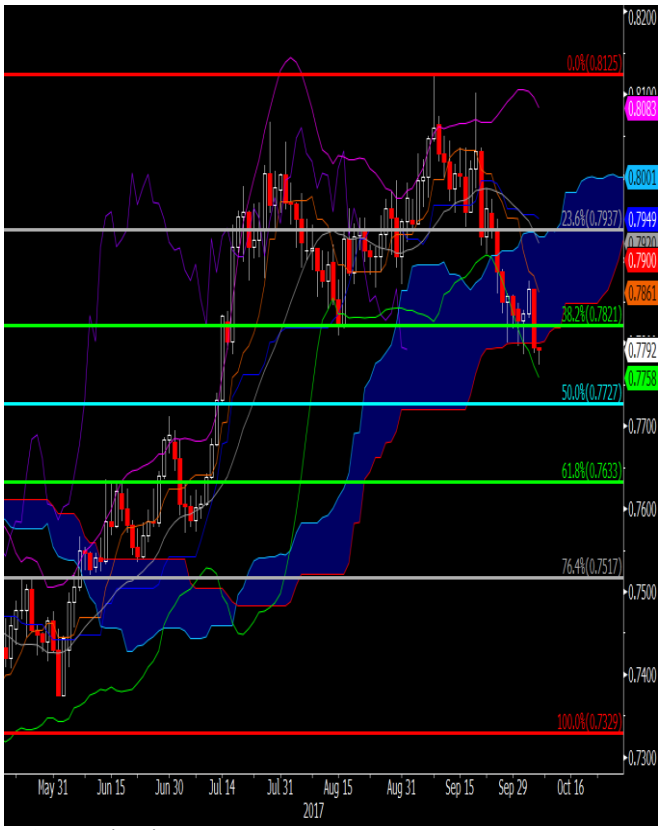


Source: Bloomberg

- GBPMYR opened 345pips lower at 5.5448. **Daily outlook bearish**, weighed down by the sharply lower opening and further GBP weakness in lingering UK political concerns.
- **Weekly and monthly outlook bearish**.
- GBPMYR is now under added downside pressure after breaking below crucial support at 5.5665. Caution that a close below 5.5476 will bolster the bear and set a course towards 5.5126 in the next leg lower.
- **GBPMYR expectedly declined to 5.5832** yesterday.
- **Key resistances**: 5.5563 (R1), 5.5622 (R2), 5.5664 (R3)
- **Key supports**: 5.5476 (S1), 5.5430 (S2), 5.5378 (S3)
- **Expected range for the day:** 5.5380 – 5.5520

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

Indicative AUDUSD 0.7792

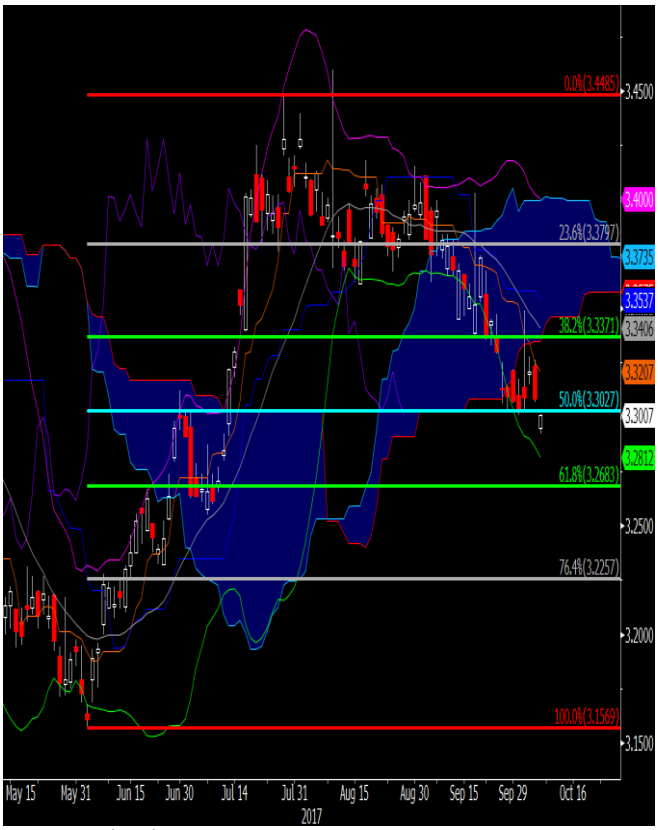


Source: Bloomberg

- AUDUSD opened unchanged at 0.7795. **Daily outlook bearish** in anticipation of continued risk-off in the FX markets and potential greenback rally.
- **Weekly and monthly outlook bearish**.
- The sharp plunge through firm support at 0.7821 and 0.7800 has increased AUDUSD's bearish bias. We set sights on extended declines going forward that would push the pair close to 0.7727.
- **Continue to expect a potential decline to 0.7727**, otherwise curbed by a close above 0.7821.
- **Key resistances:** 0.7800 (R1), 0.7821 (R2), 0.7839 (R3)
- **Key supports:** 0.7780 (S1), 0.7757 (S2), 0.7727 (S3)
- **Expected range for the day:** 0.7750 – 0.7820

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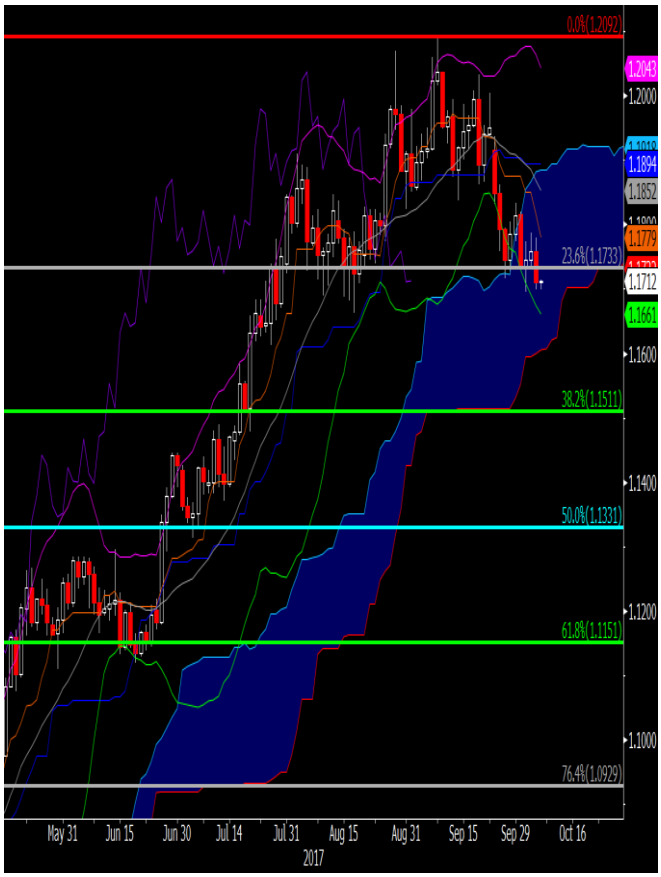
Indicative AUDMYR 3.3007



Source: Bloomberg

- AUDMYR opened 140pips lower at 3.2946. **Daily outlook bearish**, weighed down by the sharply lower opening, but reckon that losses may be narrowed before closing.
- **Weekly and monthly outlook bearish**.
- Today's sharp gap down reverses the effect of two previous gap up, more so after opening below crucial support at 3.3027.
- **Expect a potential decline to 3.2683**, otherwise curbed by a close above 3.3107.
- **Key resistances:** 3.3027 (R1), 3.3107 (R2), 3.3207 (R3)
- **Key supports:** 3.3000 (S1), 3.2910 (S2), 3.2873 (S3)
- **Expected range for the day:** 3.2900 – 3.3030

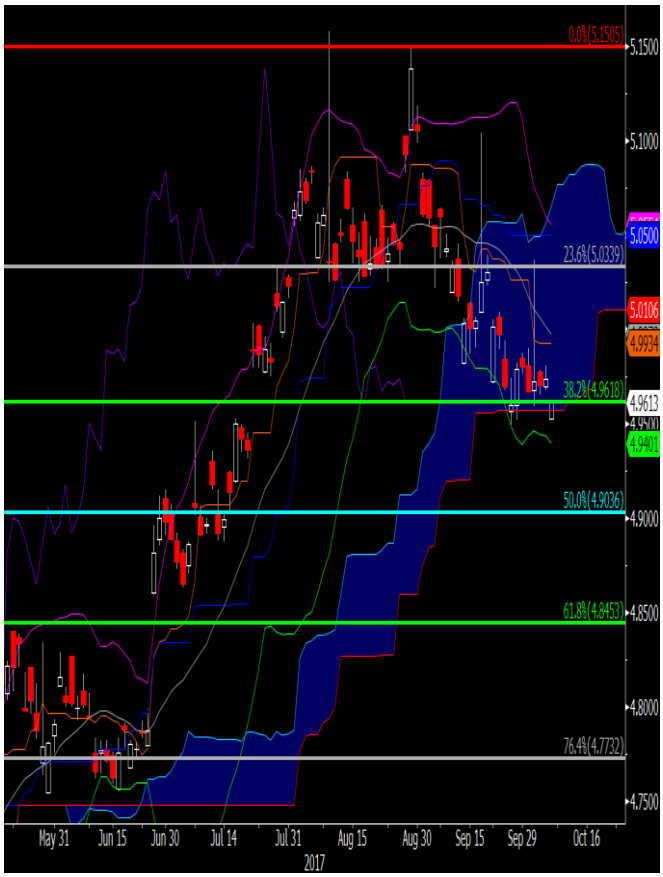
Indicative EURUSD 1.1712



Source: Bloomberg

- EURUSD opened unchanged at 1.1711. **Daily outlook bearish** as buying interest stalls ahead of US labour market data.
- **Weekly and monthly outlook bearish**.
- Breaking below 1.1733 will add to the current bearish bias. We set sights on EURSUD sliding to circa 1.1661, possibly even 1.1604, in the next leg lower.
- **Key resistances:** 1.1733 (R1), 1.1756 (R2), 1.1779 (R3)
- **Key supports:** 1.1696 (S1), 1.1661 (S2), 1.1604 (S3)
- **Expected range for the day:** 1.1660 – 1.1730

Indicative EURMYR 4.9613



Source: Bloomberg

- EURMYR opened 211pips lower at 4.9531. **Daily outlook bearish**, weighed down by the sharply lower opening and potential weakness in EUR in European trade.
- **Weekly and monthly outlook bearish**.
- Opening below crucial support at 4.9618 is likely to bolster the bears. We maintain that EURMYR is still biased to the downside, and caution that a close below 4.9572 will likely push the pair lower to 4.9036 in the coming weeks.
- **EURMYR expectedly declined to 4.9572** in early trade.
- **Key resistances:** 4.9618 (R1), 4.9687 (R2), 4.9767 (R3)
- **Key supports:** 4.9572 (S1), 4.9521 (S2), 4.9495 (S3)
- **Expected range for the day:** 4.9500 – 4.9650

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