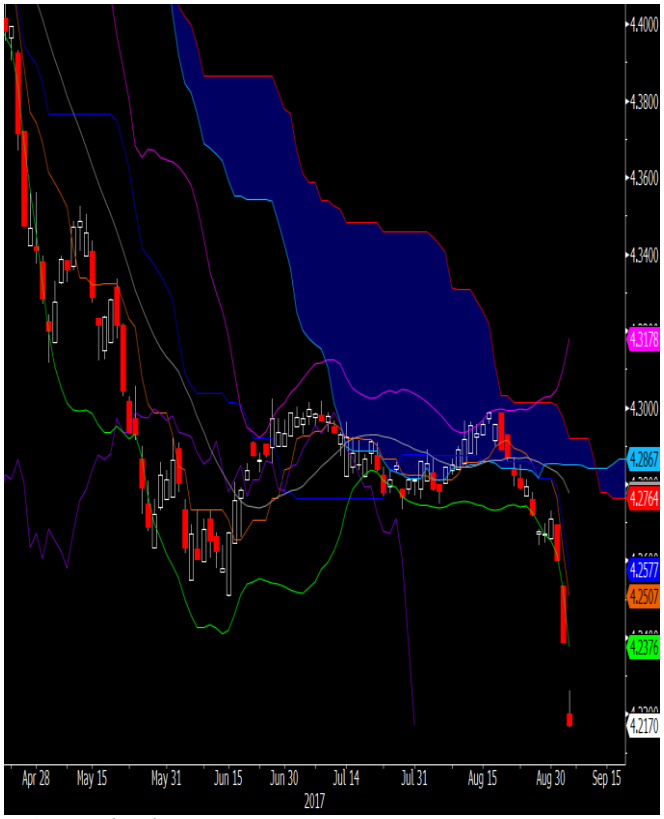
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FX Strategy

Daily Currency Outlook – 11am edition

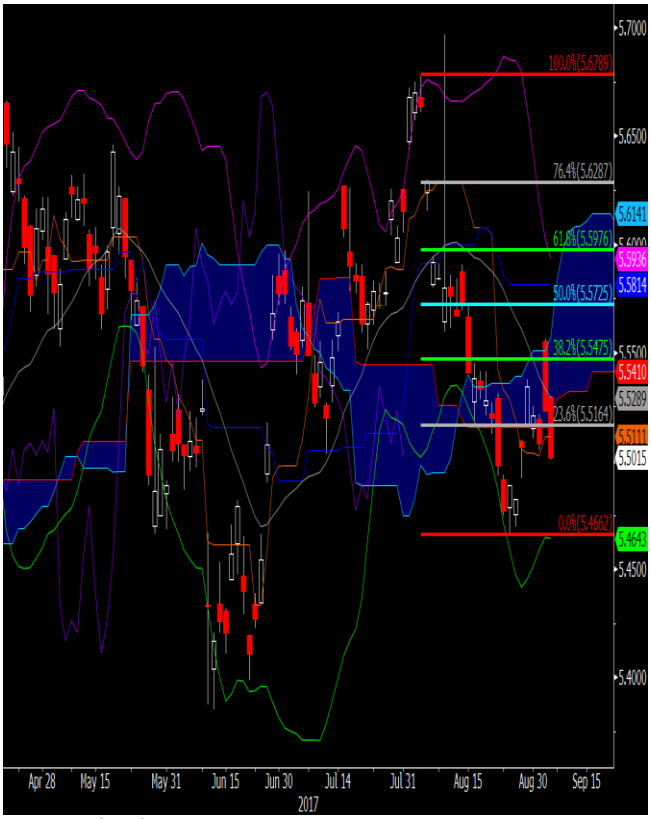
Indicative USDMYR 4.2170



Source: Bloomberg

- USDMYR opened sharply lower today. **Daily outlook bearish** on the back of a soft USD and firmer MYR amid slightly improved risk appetite in the markets.
- **Weekly and monthly outlook bullish**.
- Strong closing below 4.2500 and today's sharp opening below 4.2250 are signs that bears are in control, keeping downside pressure on USDMYR. Losses could potentially test 4.2100 going forward.
- **Key resistances:** 4.2185 (R1), 4.2200 (R2), 4.2262 (R3)
- **Key supports:** 4.2150 (S1), 4.2120 (S2), 4.2100 (S3)
- **Expected range for the day:** 4.2150 – 4.2260

Indicative GBPMYR 5.5015

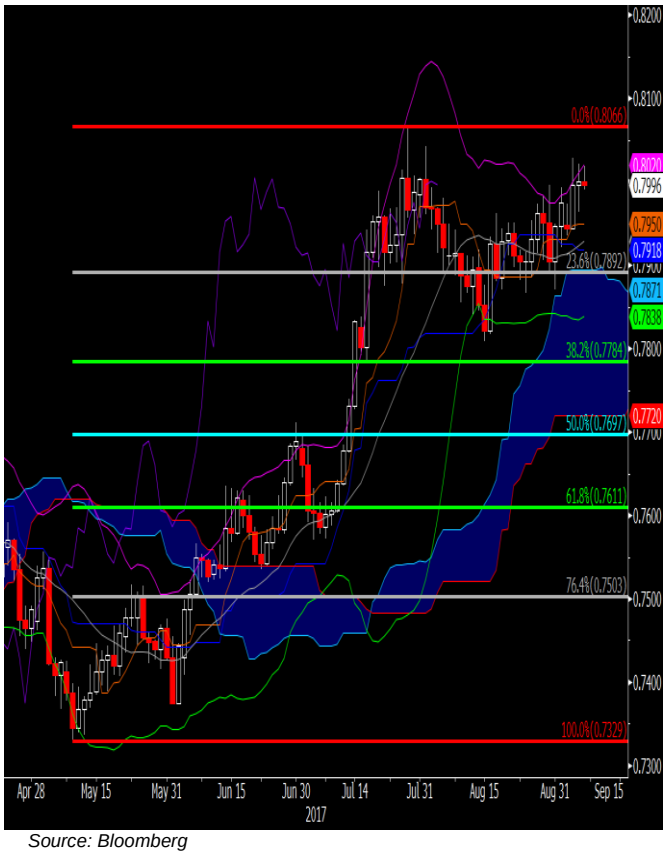


Source: Bloomberg

- GBPMYR opened 67pips higher at 5.5296. **Daily outlook bearish** on the back of renewed strength in MYR amid slightly improved risk appetite in the markets.
- **Weekly and monthly outlook bearish**.
- GBPMYR was expectedly rejected by 5.5475 – 5.5551 range, resulting in a strong tumble yesterday and today. The pair is poised to test 5.4966 next, below which a drop to 5.4550 will be on track.
- **Continue to expect a potential decline to 5.4550**, otherwise curbed by a close above 5.5180.
- **Key resistances**: 5.5049 (R1), 5.5111 (R2), 5.5164 (R3)
- **Key supports**: 5.5000 (S1), 5.4966 (S2), 5.4918 (S3)
- **Expected range for the day:** 5.4960 – 5.5300

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

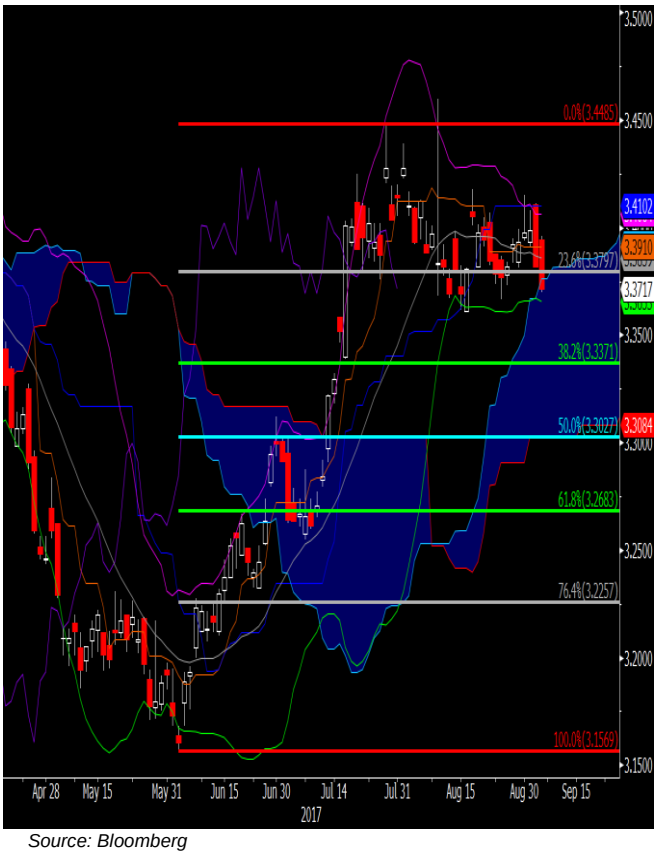
Indicative AUDUSD 0.7996



Source: Bloomberg

- AUDUSD opened unchanged at 0.8000. **Daily outlook slightly bullish** on the back of a soft USD, but gains are likely contained given softer than expected Australia data.
- **Weekly outlook bullish, monthly outlook bearish**.
- AUDUSD holding above 0.8000 remains inclined to test 0.8050. However, we caution that protracted closings above 0.7980 reversion level is likely to trigger a reversal to below the said level.
- **AUDUSD is now unlikely to decline to 0.7800**.
- **Key resistances:** 0.8000 (R1), 0.8024 (R2), 0.8050 (R3)
- **Key supports:** 0.7980 (S1), 0.7950 (S2), 0.7936 (S3)
- **Expected range for the day:** 0.7970 – 0.8030

Indicative AUDMYR 3.3717

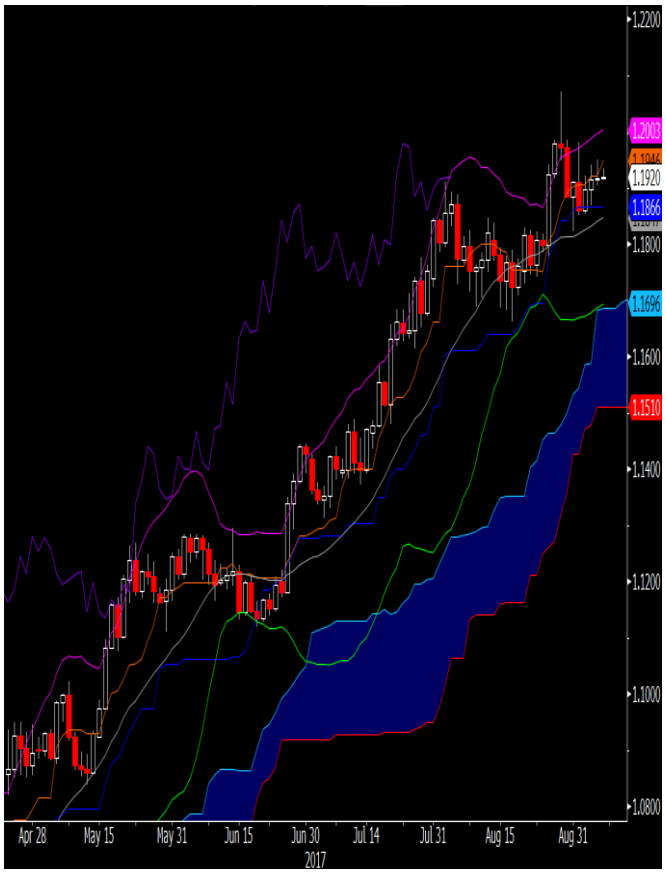


Source: Bloomberg

- AUDMYR opened 129pips higher at 3.3946. **Daily outlook slightly bearish**, with AUD weighed down by softer than expected Australia data and MYR firmer on improved risk appetite in the markets.
- **Weekly and monthly outlook bearish**.
- AUDMYR has lost 3.3797 and bearish bias has increased, both suggesting more losses to come. Closing below 3.3762 will increase current downside strength.
- **Expect a potential decline to 3.3460**, otherwise curbed by a close above 3.3860.
- **Key resistances:** 3.3766 (R1), 3.3797 (R2), 3.3864 (R3)
- **Key supports:** 3.3653 (S1), 3.3606 (S2), 3.3509 (S3)
- **Expected range for the day:** 3.3660 – 3.3960

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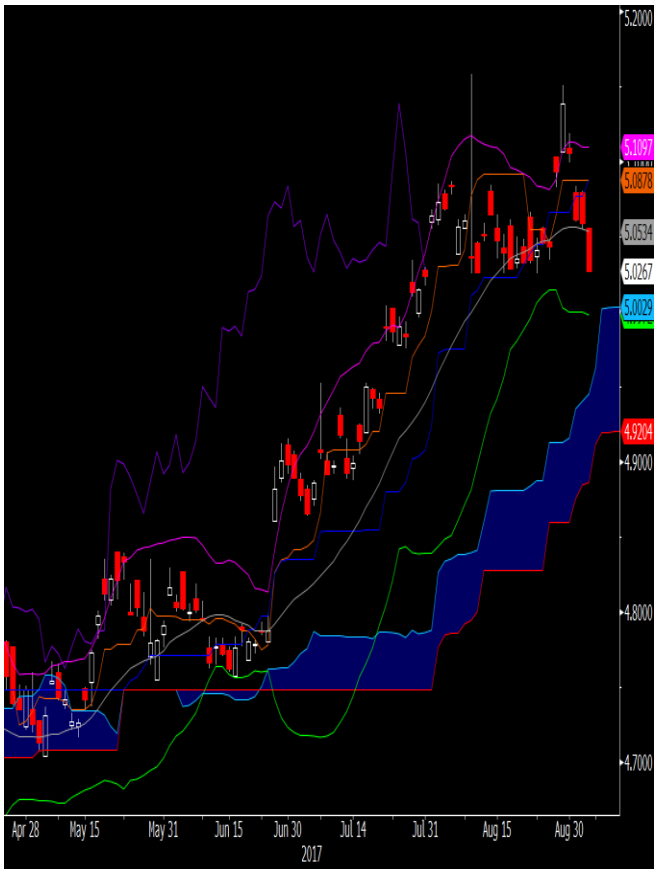
Indicative EURUSD 1.1920



Source: Bloomberg

- EURUSD opened unchanged at 1.1917. **Daily outlook slightly bullish** on the back of a soft USD, though we reckon that gains are likely contained amid risk aversion ahead of ECB meeting.
- **Weekly and monthly outlook bearish**.
- Even as EURUSD pushes higher, we caution that upside strength is fragile given prevailing bearish bias. Gains are likely, but the pair is prone to rejection approaching 1.1980 – 1.2000.
- Despite a slight bullish daily view, **we continue to expect a potential decline to 1.1755**, otherwise curbed by a close above 1.1970.
- **Key resistances:** 1.1946 (R1), 1.1980 (R2), 1.2000 (R3)
- **Key supports:** 1.1918 (S1), 1.1900 (S2), 1.1866 (S3)
- **Expected range for the day:** 1.1890 – 1.1950

Indicative EURMYR 5.0267



Source: Bloomberg

- EURMYR opened 39pips lower at 5.0553. **Daily outlook bearish**, weighed down by a firmer MYR and risk aversion in EUR ahead of ECB policy decision.
- **Weekly and monthly outlook bearish**.
- Bearish bias has increased, further tilting EURMYR lower. Caution that closing below 5.0254 will encourage the bears, potentially triggering a drop below 5.0000 going forward.
- **Expect a potential drop to 4.9970**, otherwise curbed by a close above 5.0400.
- **Key resistances:** 5.0349 (R1), 5.0465 (R2), 5.0535 (R3)
- **Key supports:** 5.0254 (S1), 5.0168 (S2), 5.0100 (S3)
- **Expected range for the day:** 5.0200 – 5.0550

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