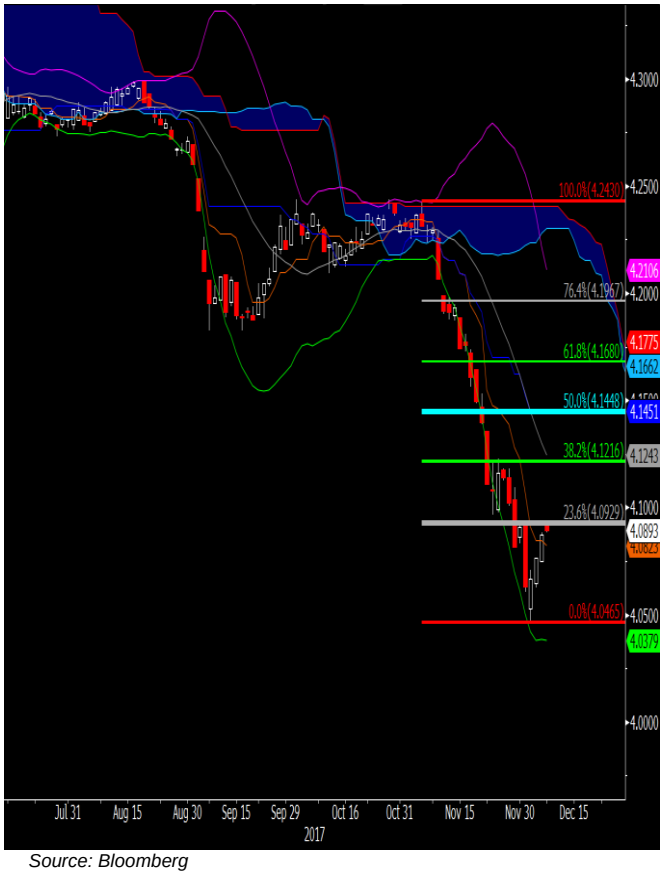
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

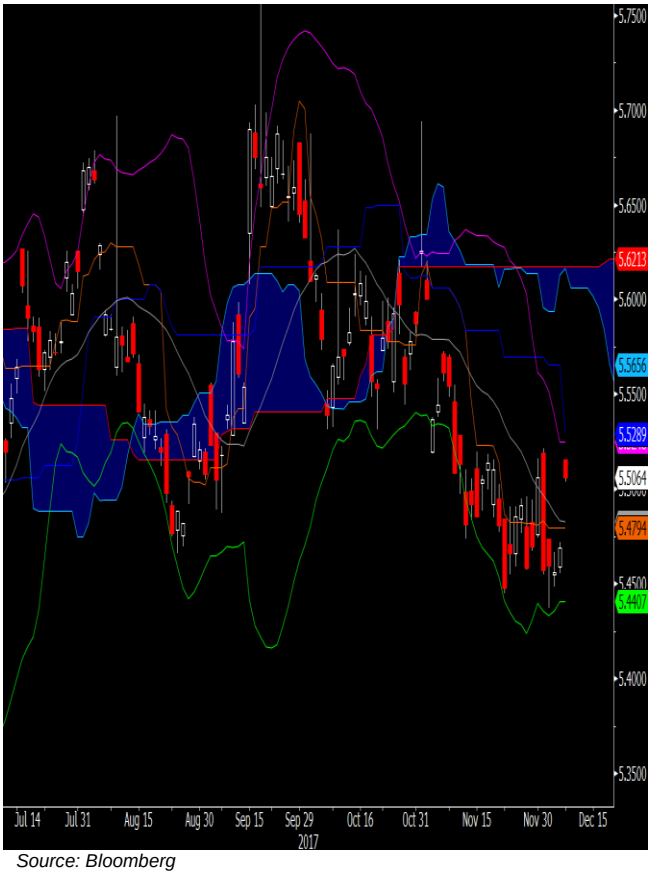
Indicative USDMYR 4.0893



Source: Bloomberg

- USDMYR opened higher today. **Daily outlook slightly bullish** on the back of a firmer USD and risk aversion heading into the week's close that is likely to stem buying interest.
- **Weekly outlook bearish, monthly outlook neutral**.
- USDMYR rebound may be impeded by resistance at 4.0929. Bypassing this exposes move to 4.1125 – 4.1216 next. But given that trend is still in deep bearish territory, we reckon that advances may be shallow and unlikely to be protracted.
- **Key resistances:** 4.0900 (R1), 4.0925 (R2), 4.0950 (R3)
- **Key supports:** 4.0885 (S1), 4.0850 (S2), 4.0800 (S3)
- **Expected range for the day:** 4.0850 – 4.0950

Indicative GBPMYR 5.5064

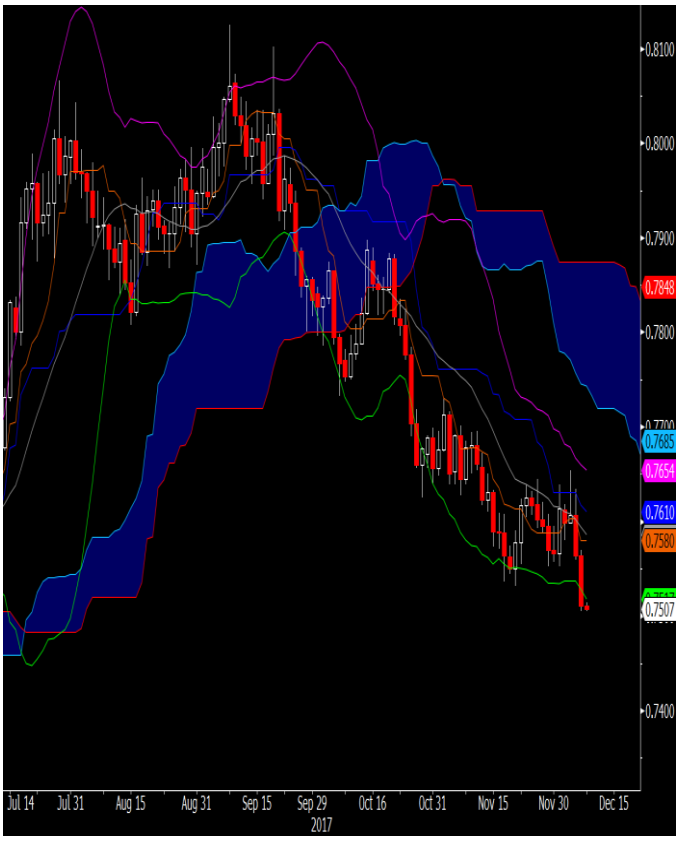


Source: Bloomberg

- GBPMYR opened 467pips higher at 5.5157. **Daily outlook bullish**, lifted by the sharply higher opening and potential for further gains in European session.
- **Weekly and monthly outlook bearish**.
- The sharply higher opening is potentially a game changer to GBPMYR's current bearish trend. Trend remains deep in bearish territory and could stem protracted gains, but we would caution that a close above 5.5313 could tilt the pair towards a bullish bias.
- **Continue expect a potential decline to 5.4365**, otherwise curbed by a close above 5.5313.
- **Key resistances**: 5.5100 (R1), 5.5155 (R2), 5.5247 (R3)
- **Key supports**: 5.4614 (S1), 5.4548 (S2), 5.4500 (S3)
- **Expected range for the day:** 5.5000 – 5.5210

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

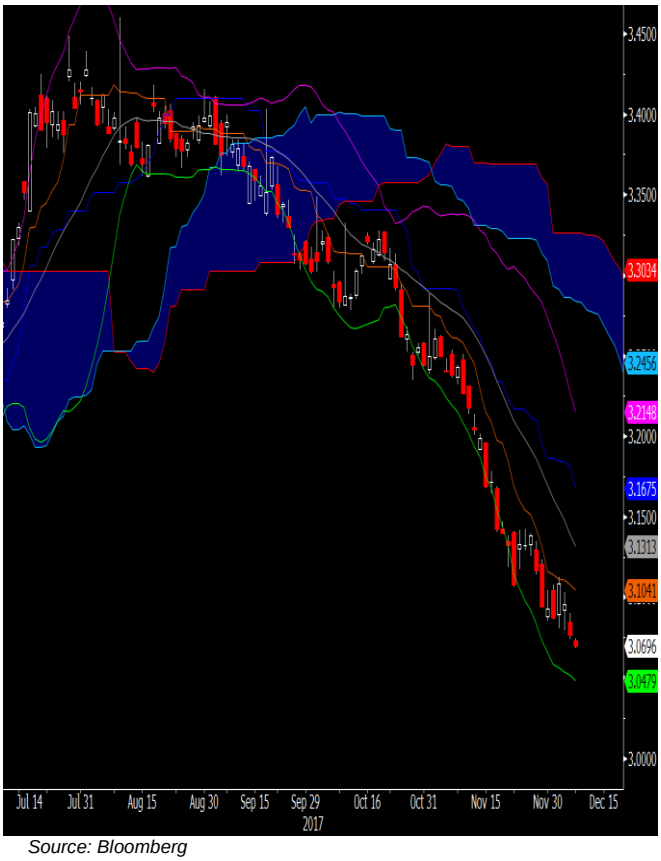
Indicative AUDUSD 0.7507



Source: Bloomberg

- AUDUSD opened unchanged at 0.7511. **Daily outlook bearish** on the back of a firmer USD and weighed down by likelihood of extended retreat in metals.
- **Weekly and monthly outlook bearish**.
- There is now a threat of AUDUSD closing below 0.7500, which if it does unleashes a fresh wave of bearishness that could take the pair to 0.7440 next.
- **AUDUSD expectedly dropped to 0.7530**, and below. Expect a potential decline to 0.7440, otherwise curbed by a close above 0.7532.
- **Key resistances:** 0.7517 (R1), 0.7532 (R2), 0.7551 (R3)
- **Key supports:** 0.7500 (S1), 0.7485 (S2), 0.7465 (S3)
- **Expected range for the day:** 0.7480 – 0.7520

Indicative AUDMYR 3.0696

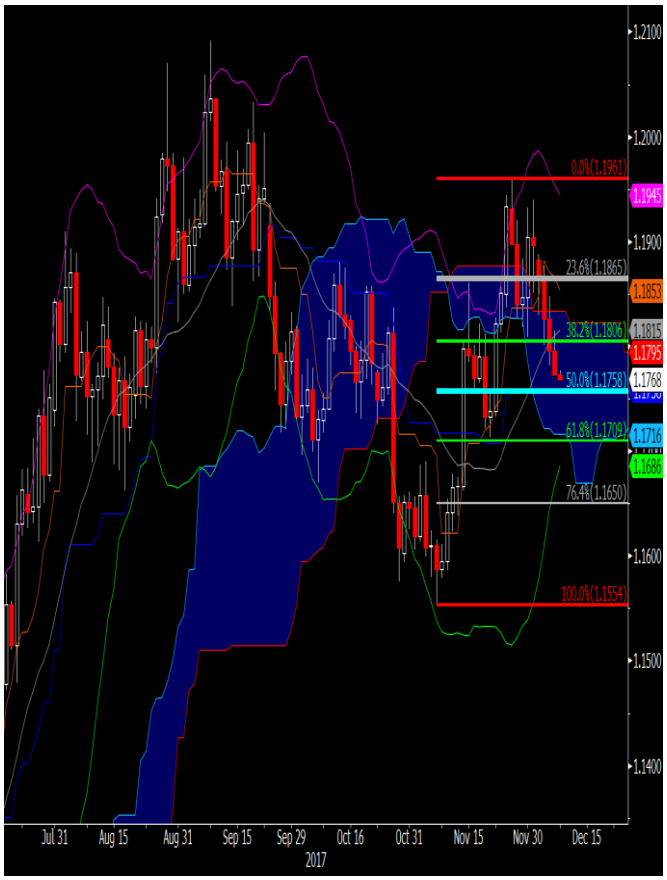


Source: Bloomberg

- AUDMYR opened 39pips lower at 3.0729. **Daily outlook bearish** on a soft AUD that is pressured by underperformance of metals.
- **Weekly and monthly outlook bearish**.
- AUDMYR is on track towards 3.0668 as previously noted. Trend is still in deep bearish territory, thus rebound will likely be shallow, possibly restricted to circa 3.0895.
- **Continue to expect a potential decline to 3.0668**.
- **Key resistances:** 3.0742 (R1), 3.0800 (R2), 3.0852 (R3)
- **Key supports:** 3.0650 (S1), 3.0620 (S2), 3.0600 (S3)
- **Expected range for the day:** 3.0620 – 3.0750

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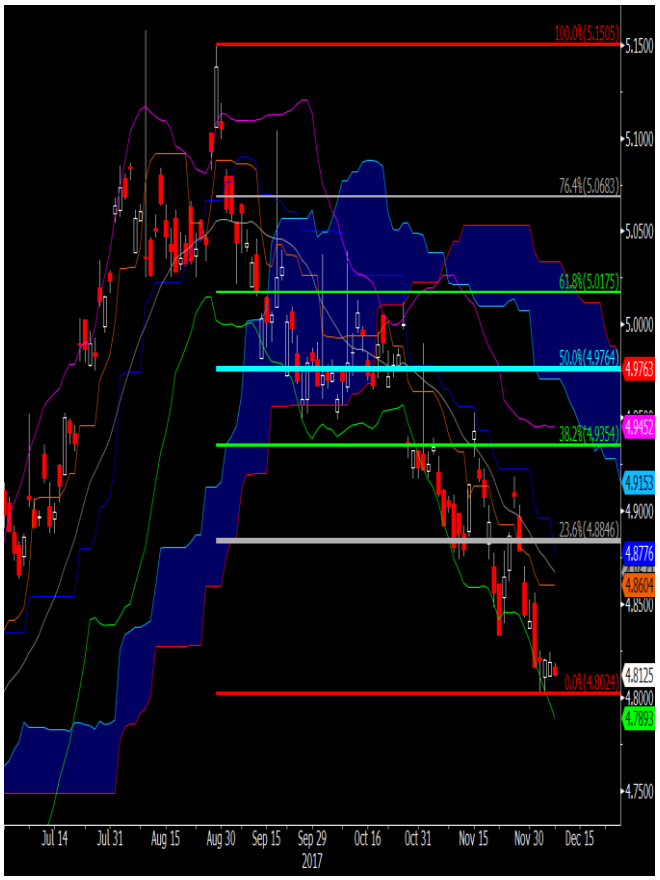
Indicative EURUSD 1.1768



Source: Bloomberg

- EURUSD opened unchanged at 1.1773. **Daily outlook bearish** on the back of a firmer USD; direction will rely on performance of the greenback amid an absence of catalysts.
- **Weekly and monthly outlook bearish**.
- We opine that EURUSD remains on track towards 1.1758, a level that could trigger a rebound. Caution that a close below 1.1758 will invigorate the bears and push EURUSD lower to 1.1709.
- **Key resistances:** 1.1785 (R1), 1.1806 (R2), 1.1815 (R3)
- **Key supports:** 1.1758 (S1), 1.1733 (S2), 1.1717 (S3)
- **Expected range for the day:** 1.1720 – 1.1780

Indicative EURMYR 4.8125



Source: Bloomberg

- EURMYR opened 23pips lower at 4.8167. **Daily outlook slightly bearish** in anticipation of a weaker EUR going into European trade.
- **Weekly and monthly outlook bearish**.
- Further increase in negative momentum continues to pave the way for EURMYR to move lower to test 4.8017 next. If the pair closes above 4.8165 today, the technical landscape will be altered and raises the chance of a near-term rebound to 4.8604.
- **Key resistances:** 4.8165 (R1), 4.8206 (R2), 4.8283 (R3)
- **Key supports:** 4.8118 (S1), 4.8100 (S2), 4.8024 (S3)
- **Expected range for the day:** 4.8050 – 4.8180

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