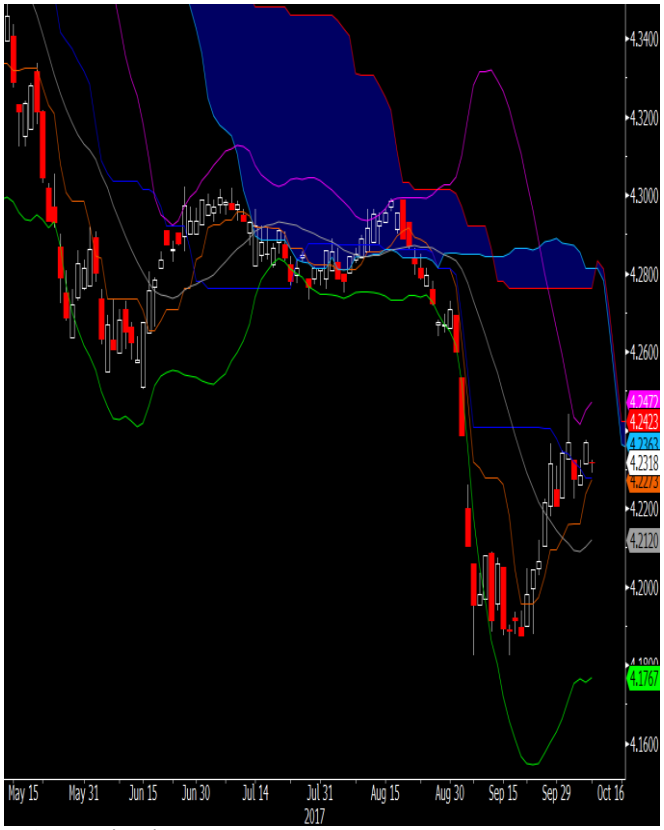
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Daily Currency Outlook – 11am edition

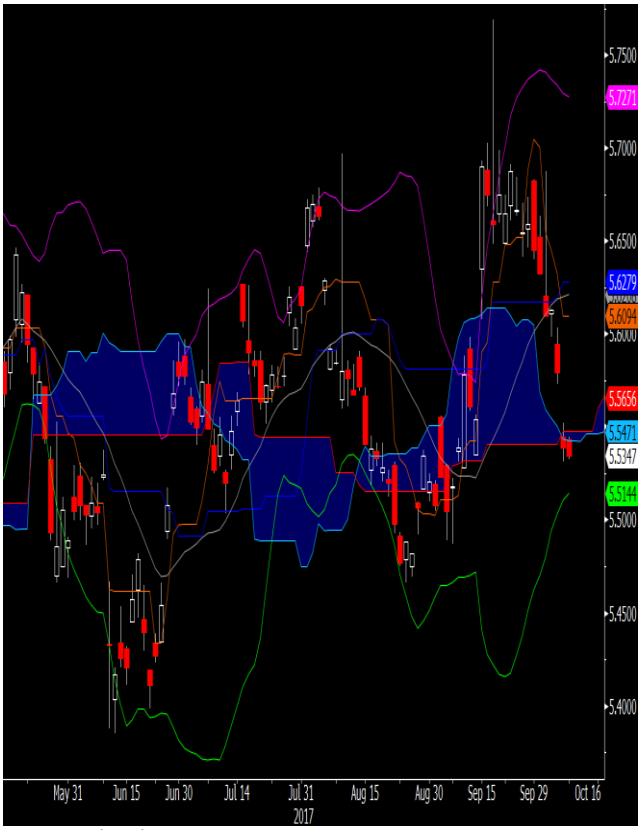
Indicative USDMYR 4.2318



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish** on the back of a softer USD and firmer buying interest in MYR post-US labour market data.
- **Weekly outlook bullish, monthly outlook neutral**.
- USDMYR upside strength appears to be fading after failing to break above 4.2400. A brief retreat may emerge but caution that a close below 4.2200 would spark further sell-off to circa 4.2119.
- Despite a bearish daily view, **we continue to expect a potential climb to 4.2535**, otherwise curbed by a close below 4.2235.
- **Key resistances:** 4.2325 (R1), 4.2375 (R2), 4.2400 (R3)
- **Key supports:** 4.2273 (S1), 4.2225 (S2), 4.2205 (S3)
- **Expected range for the day:** 4.2280 – 4.2350

Indicative GBPMYR 5.5347

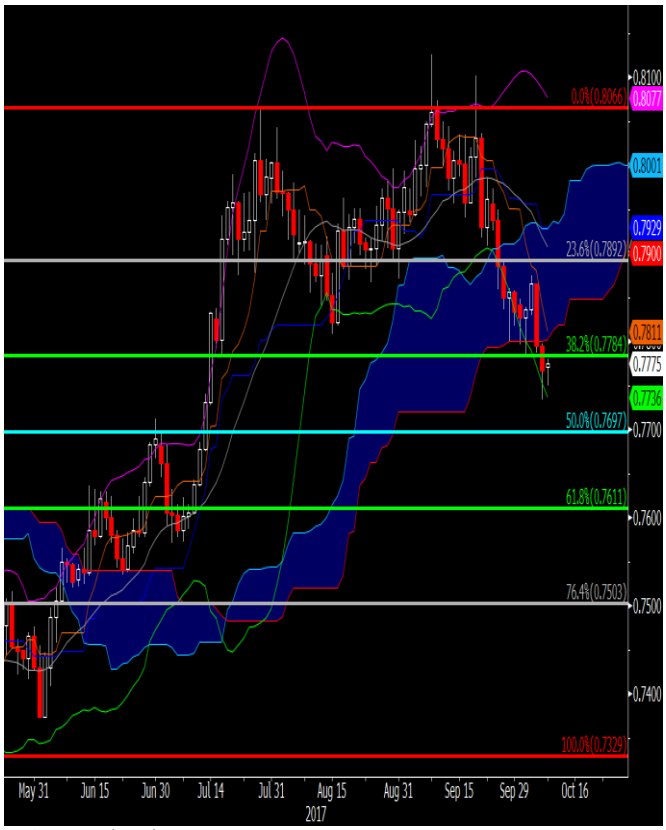


Source: Bloomberg

- GBPMYR opened 42pips lower at 5.5430. **Daily outlook slightly bearish**, weighed down by lingering UK political concerns.
- **Weekly and monthly outlook bearish**.
- GBPMYR is now under added downside pressure after closing below crucial support at 5.5436. Below this, there is scope to slide to a low of 5.5147 before attempts to rebound.
- **Key resistances**: 5.5426 (R1), 5.5476 (R2), 5.5522 (R3)
- **Key supports**: 5.5311 (S1), 5.5266 (S2), 5.5147 (S3)
- **Expected range for the day:** 5.5300 – 5.5445

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

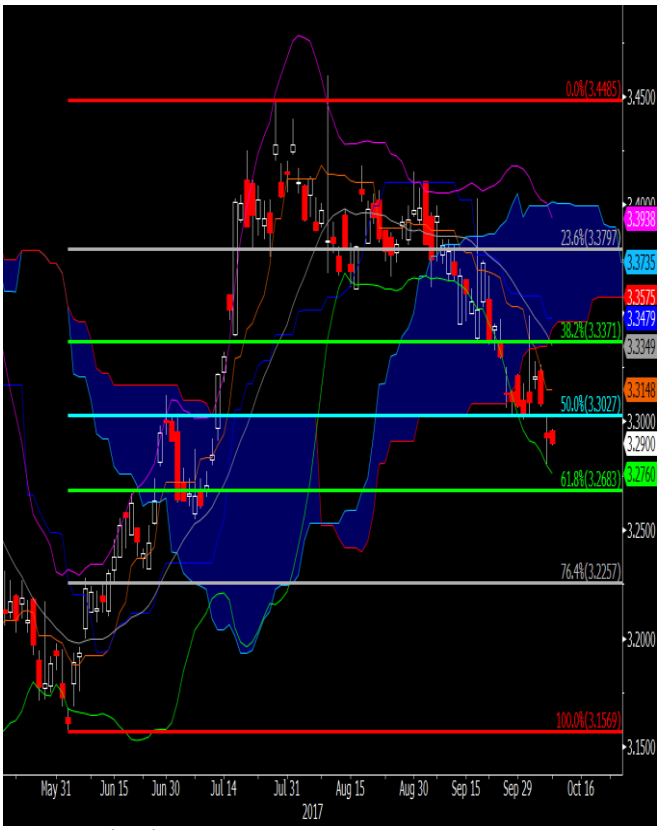
Indicative AUDUSD 0.7775



Source: Bloomberg

- AUDUSD opened 4pips higher at 0.7771. **Daily outlook slightly bearish** on the back of continued softness in commodities and equities.
- **Weekly and monthly outlook bearish**.
- A decline below 0.7784 last Friday served to affirm the continued weakness in AUDUSD. We continue to set sights on extended declines going forward that would push the pair closer to 0.7727.
- **Continue to expect a potential decline to 0.7727**, otherwise curbed by a close above 0.7800.
- **Key resistances:** 0.7784 (R1), 0.7802 (R2), 0.7821 (R3)
- **Key supports:** 0.7750 (S1), 0.7737 (S2), 0.7700 (S3)
- **Expected range for the day:** 0.7730 – 0.7790

Indicative AUDMYR 3.2900

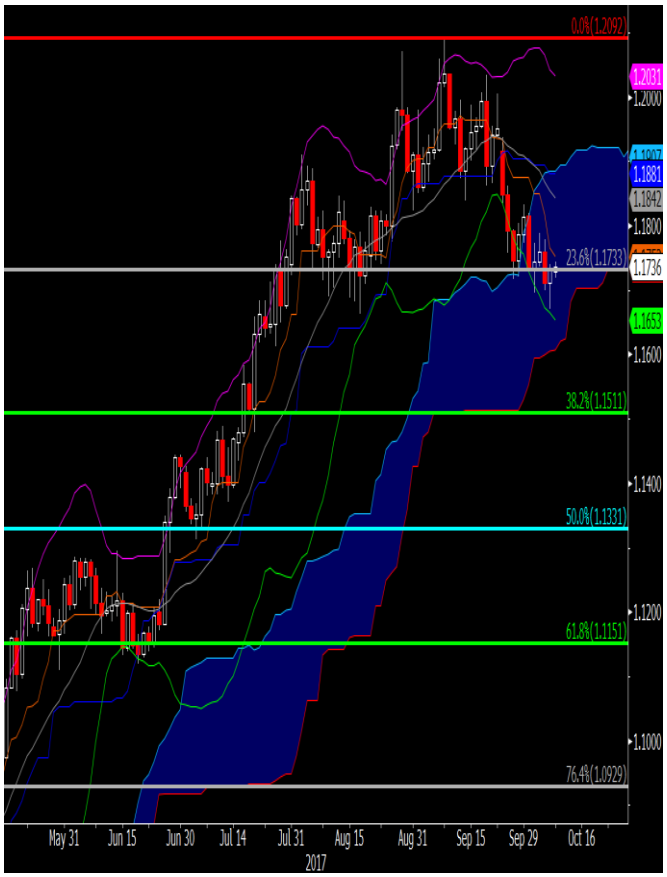


Source: Bloomberg

- AUDMYR opened 34pips higher at 3.2958. **Daily outlook slightly bearish** on the back of a softer AUD amid extended downsides in commodities.
- **Weekly and monthly outlook bearish**.
- Last Friday's rejection by 3.3027 is a sign that AUDMYR does not have the upside strength to sustain a rebound. We continue to set sights on AUDMYR sliding lower, with scope to test 3.2683 going forward.
- **Continue expect a potential decline to 3.2683**, otherwise curbed by a close above 3.3057.
- **Key resistances:** 3.2962 (R1), 3.3027 (R2), 3.3057 (R3)
- **Key supports:** 3.2880 (S1), 3.2850 (S2), 3.2764 (S3)
- **Expected range for the day:** 3.2800 – 3.2960

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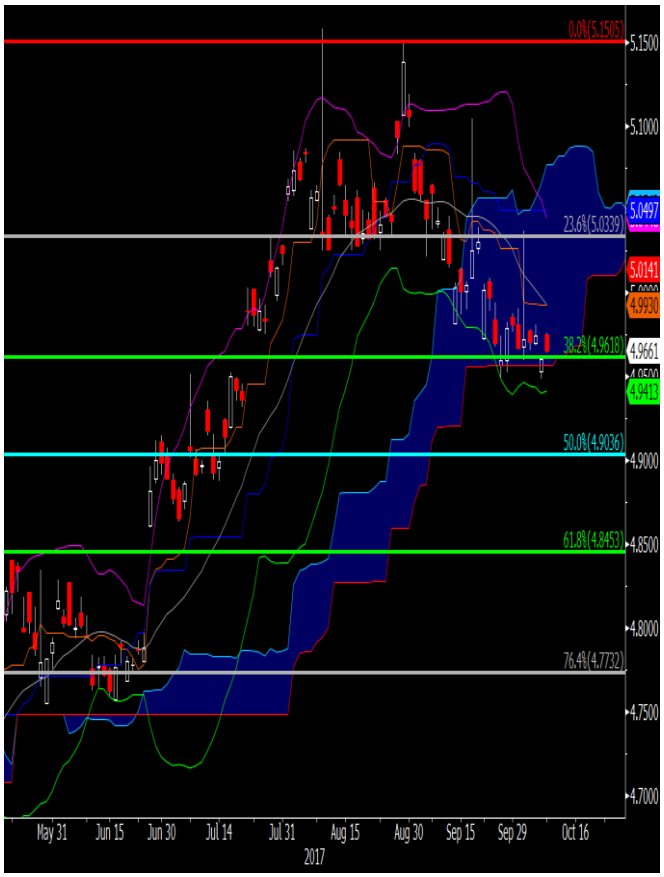
Indicative EURUSD 1.1736



Source: Bloomberg

- EURUSD opened unchanged at 1.1729. **Daily outlook slightly bullish** on the back of a softer USD.
- **Weekly and monthly outlook bearish**.
- EURUSD that is back above 1.1733 has room to recover, possibly to circa 1.1800 before resuming its recent slide. If this turns out true, then EURUSD is on course of completing a head & shoulders top, which indicates potential to decline to 1.1500.
- **Expect a potential climb to 1.1830**, otherwise curbed by a close below 1.1700.
- **Key resistances:** 1.1752 (R1), 1.1786 (R2), 1.1800 (R3)
- **Key supports:** 1.1733 (S1), 1.1717 (S2), 1.1700 (S3)
- **Expected range for the day:** 1.1660 – 1.1750

Indicative EURMYR 4.9661



Source: Bloomberg

- EURMYR opened 151pips higher at 4.9753. **Daily outlook slightly bullish**, lifted by the sharply higher opening and potentially firmer EUR in European trade.
- **Weekly and monthly outlook bearish**.
- Despite EURMYR opening above the crucial 4.9618, which has allayed the bears, we are skeptical that this can lead to a sustained rebound given a net balance of bearish signs. We still set sights on a close below 4.9618 going forward.
- **Key resistances:** 4.9670 (R1), 4.9767 (R2), 4.9795 (R3)
- **Key supports:** 4.9618 (S1), 4.9572 (S2), 4.9500 (S3)
- **Expected range for the day:** 4.9600 – 4.9760

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