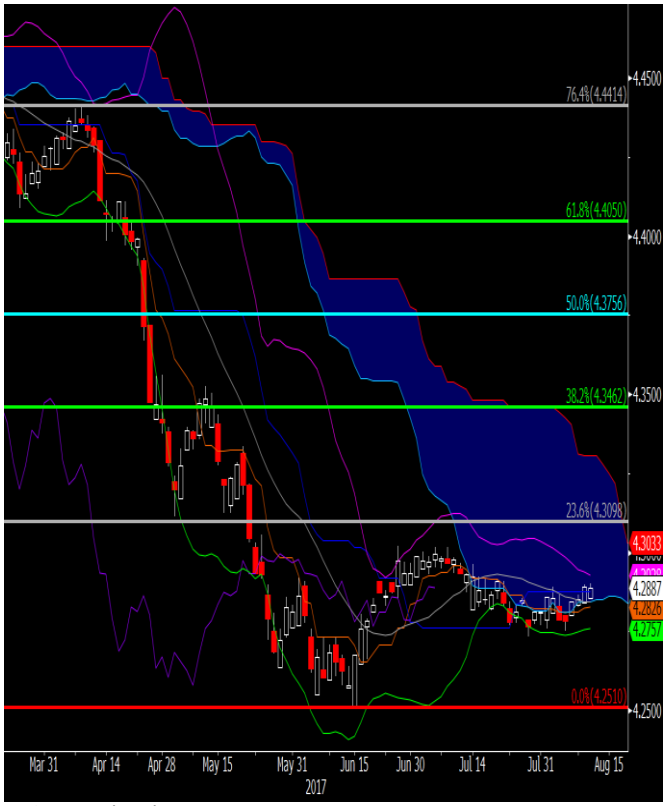
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FX Strategy

Daily Currency Outlook – 11am edition

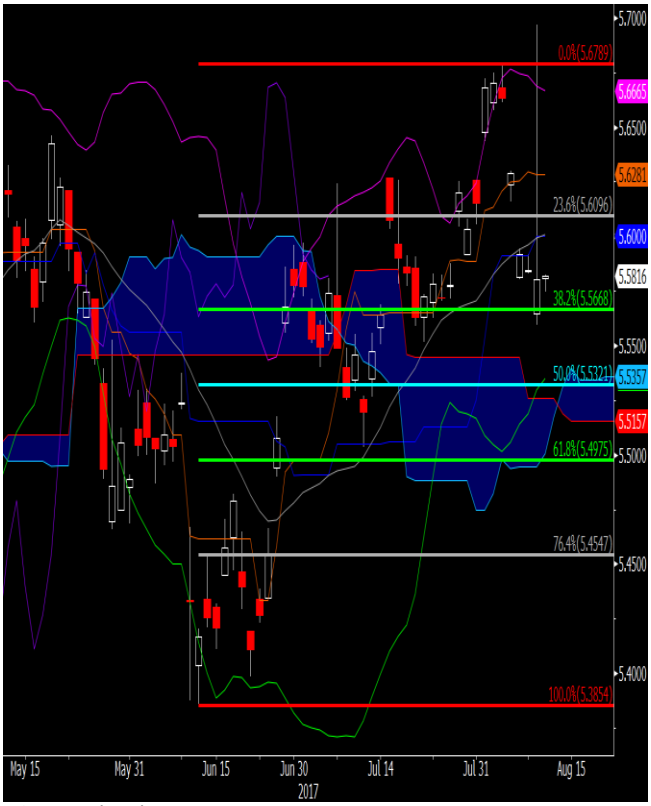
Indicative USDMYR 4.2887



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook bullish** on the back of a firmer USD, with MYR weighed down by prevailing risk-off in the markets.
- **Weekly outlook bullish, monthly outlook neutral**.
- Bullish bias continues to prevail in USDMYR, indicating that upwards trajectory sustains. USDMYR has scope to climb to 4.2910, above which 4.2977 will be aimed.
- **Continue to expect a potential climb to 4.2977**, otherwise curbed by a close below 4.2820.
- **Key resistances:** 4.2916 (R1), 4.2929 (R2), 4.2977 (R3)
- **Key supports:** 4.2875 (S1), 4.2850 (S2), 4.2826 (S3)
- **Expected range for the day:** 4.2820 – 4.2920

Indicative GBPMYR 5.5816

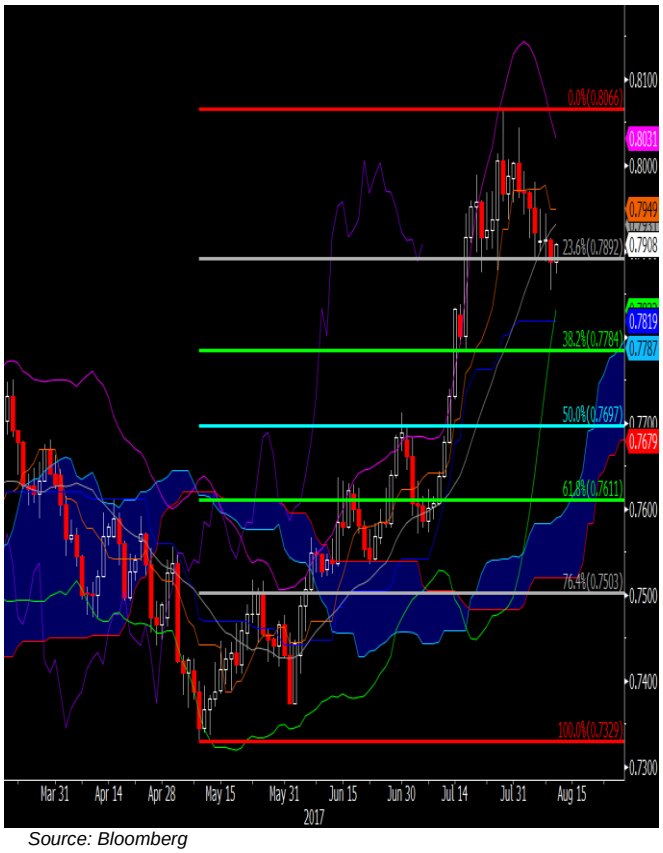


Source: Bloomberg

- GBPMYR opened barely changed at 5.5806. **Daily outlook slightly bearish** on the back of a softer GBP.
- **Weekly and monthly outlook bearish**.
- GBPMYR is technically bearish and remains exposed to a drop to 5.5321 in the next leg lower. Rebounds, if any, will likely be stemmed by 5.6000.
- **Continue to expect a potential decline to 5.5540**.
- **Key resistances**: 5.5850 (R1), 5.5918 (R2), 5.6000 (R3)
- **Key supports**: 5.5746 (S1), 5.5668 (S2), 5.5596 (S3)
- **Expected range for the day:** 5.5700 – 5.5830

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

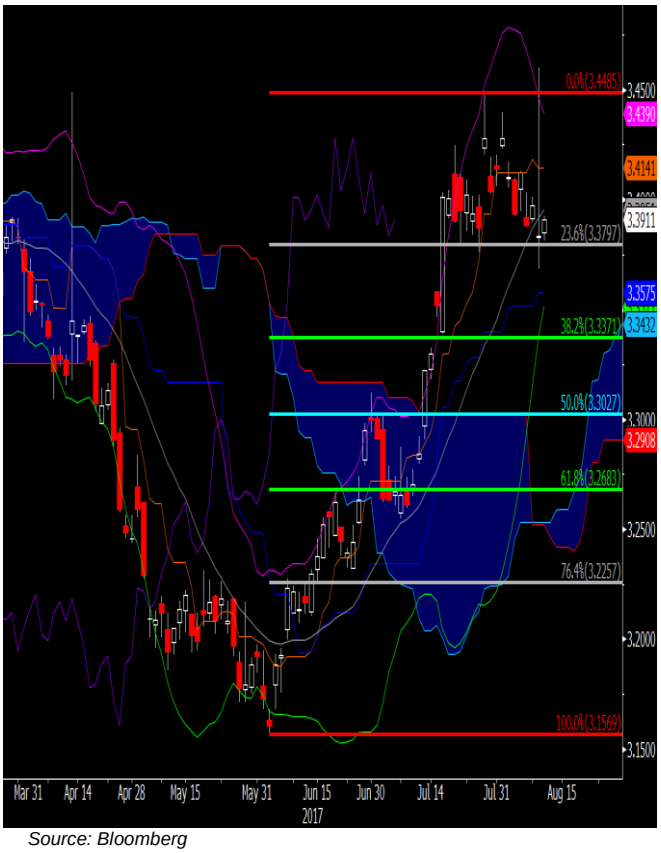
Indicative AUDUSD 0.7908



Source: Bloomberg

- AUDUSD opened unchanged at 0.7888. **Daily outlook bearish** as risk appetite in the markets remains soft.
- **Weekly and monthly outlook bearish**.
- AUDUSD remains on track towards 0.7818 in the next leg lower. A drop to circa 0.7784 is expected from this reversal, but do not rule out further losses beyond this.
- **Continue to expect a potential decline to 0.7850**.
- **Key resistances:** 0.7915 (R1), 0.7931 (R2), 0.7949 (R3)
- **Key supports:** 0.7900 (S1), 0.7880 (S2), 0.7855 (S3)
- **Expected range for the day:** 0.7850 – 0.7920

Indicative AUDMYR 3.3911

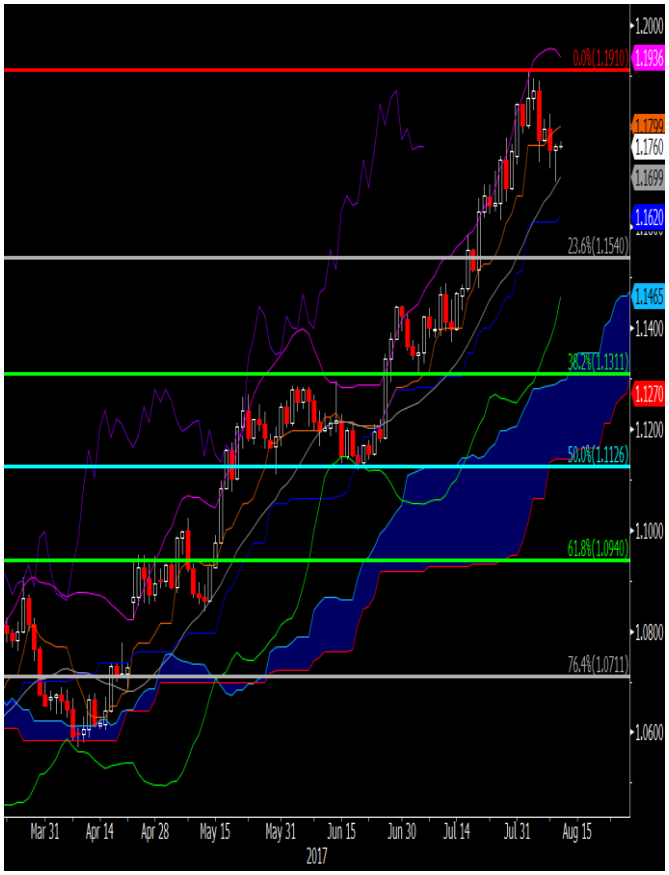


Source: Bloomberg

- AUDMYR opened 17ips higher at 3.3851. **Daily outlook slightly bearish**, weighed down by downside pressure on AUD amid prevailing risk-off in the markets.
- **Weekly and monthly outlook bearish**.
- A divergence is forming; AUDMYR failed to close below 3.3797 but bearish bias increased nonetheless. We suspect a new direction may be establishing, more so if AUDMYR closes above 3.3880 tomorrow. Otherwise, maintain a bearish outlook.
- **Continue to expect a potential decline to 3.3430**, otherwise curbed by a close above 3.3950.
- **Key resistances:** 3.3949 (R1), 3.4000 (R2), 3.4021 (R3)
- **Key supports:** 3.3797 (S1), 3.3729 (S2), 3.3700 (S3)
- **Expected range for the day:** 3.3730 – 3.3950

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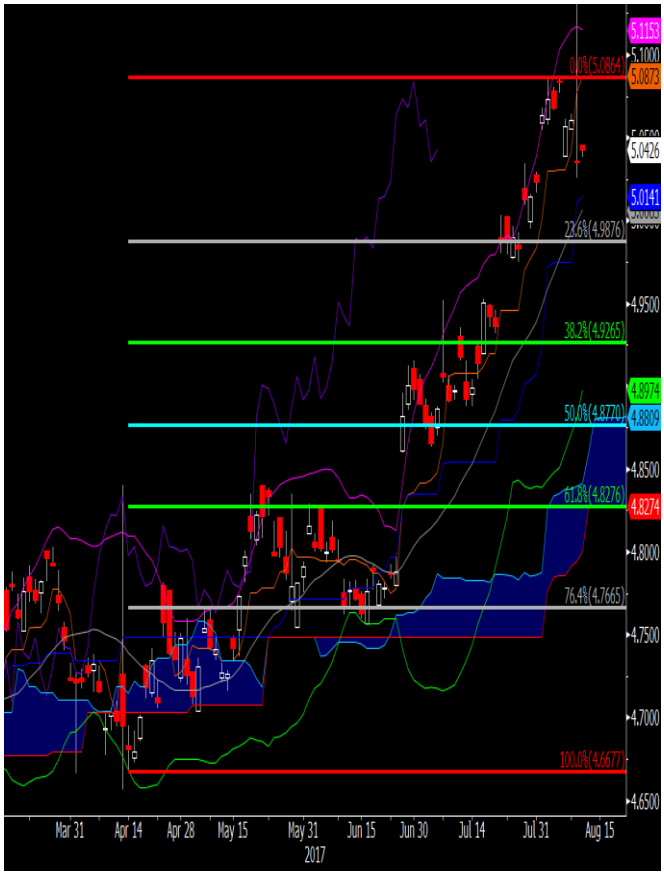
Indicative EURUSD 1.1760



Source: Bloomberg

- EURUSD opened unchanged at 1.1759. **Daily outlook bearish**, weighed down by prevailing risk aversion in the markets.
- **Weekly and monthly outlook bearish**.
- EURUSD remains pressured while below 1.1800, with scope to slide below 1.1700 and potentially set off a drop to 1.1583 in the coming weeks.
- **Continue to expect a potential decline to 1.1650**, otherwise curbed by a close above 1.1790.
- **Key resistances:** 1.1770 (R1), 1.1800 (R2), 1.1817 (R3)
- **Key supports:** 1.1712 (S1), 1.1700 (S2), 1.1679 (S3)
- **Expected range for the day:** 1.1680 – 1.1760

Indicative EURMYR 5.0426



Source: Bloomberg

- EURMYR opened 99pips higher at 5.0454. **Daily outlook slightly bearish** as we anticipate EUR to retreat in European session and overturn current gains.
- **Weekly and monthly outlook bearish**.
- On top of prevailing bearish bias, momentum has turned negative, adding to the downside pressure on EURMYR. We continue to expect EURMYR to slide below 5.0246, after which it would take aim at 4.9900.
- **Continue to expect a potential drop to 5.0100**, otherwise curbed by a close above 5.0500.
- **Key resistances:** 5.0500 (R1), 5.0547 (R2), 5.0604 (R3)
- **Key supports:** 5.0392 (S1), 5.0320 (S2), 5.0246 (S3)
- **Expected range for the day:** 5.0250 – 5.0460

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