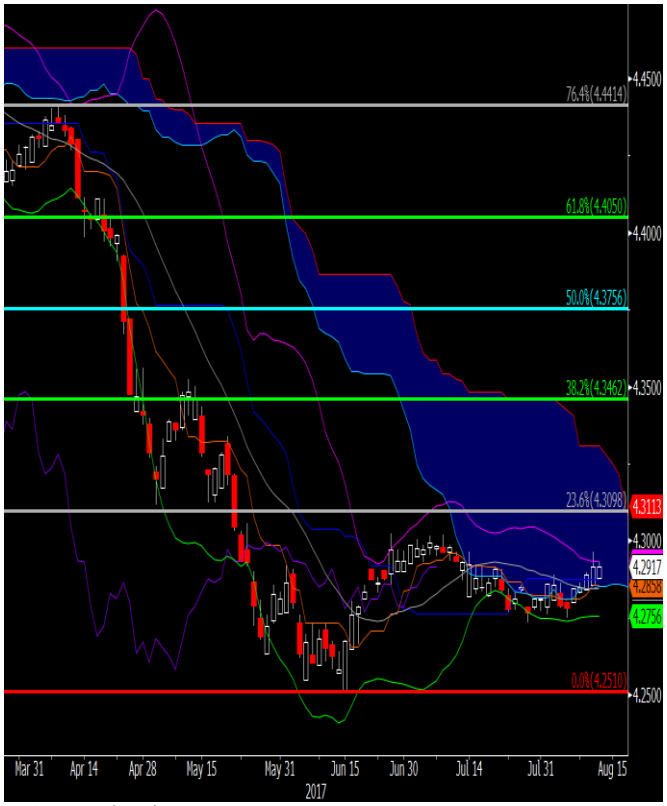
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

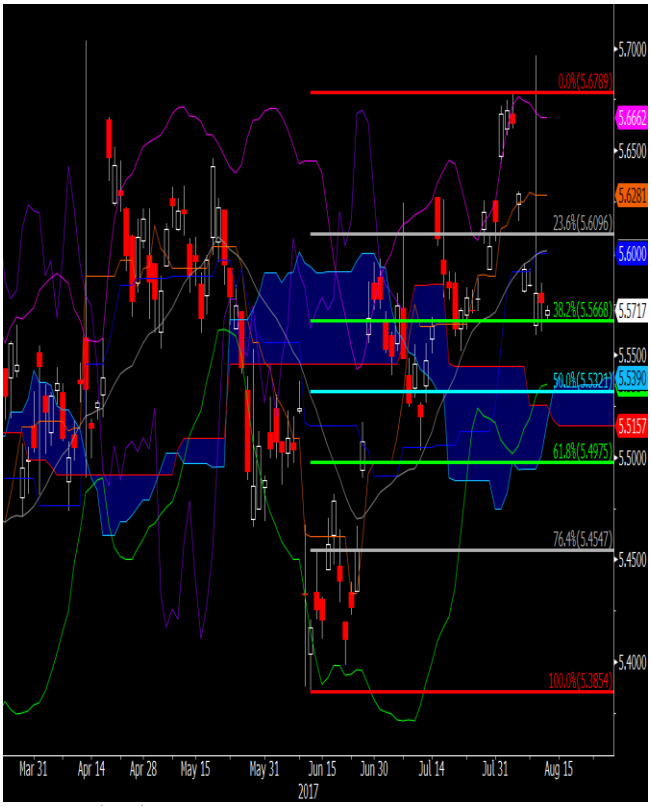
Indicative USDMYR 4.2917



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 beaten our target at 4.2910 and is now likely on its way to 4.2977.
- **Continue to expect a potential climb to 4.2977**, otherwise curbed by a close below 4.2900.
- **Key resistances:** 4.2950 (R1), 4.2977 (R2), 4.3000 (R3)
- **Key supports:** 4.2915 (S1), 4.2890 (S2), 4.2858 (S3)
- **Expected range for the day:** 4.2880 – 4.2980

Indicative GBPMYR 5.5717

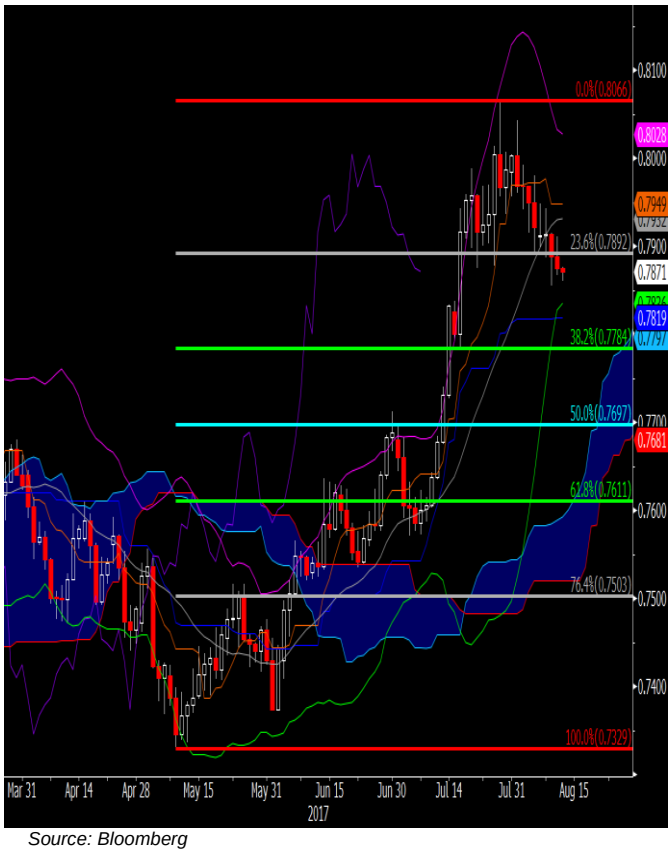


Source: Bloomberg

- GBPMYR opened 64pips lower at 5.5696. **Daily outlook slightly bearish** in anticipation of softer demand for GBP, diminished by well-supported European majors.
- **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. Breaking below 5.5568 will be crucial to downside bias.
- **Continue to expect a potential decline to 5.5540**.
- **Key resistances**: 5.5771 (R1), 5.5856 (R2), 5.5918 (R3)
- **Key supports**: 5.5668 (S1), 5.5596 (S2), 5.5517 (S3)
- **Expected range for the day:** 5.5600 – 5.5780

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

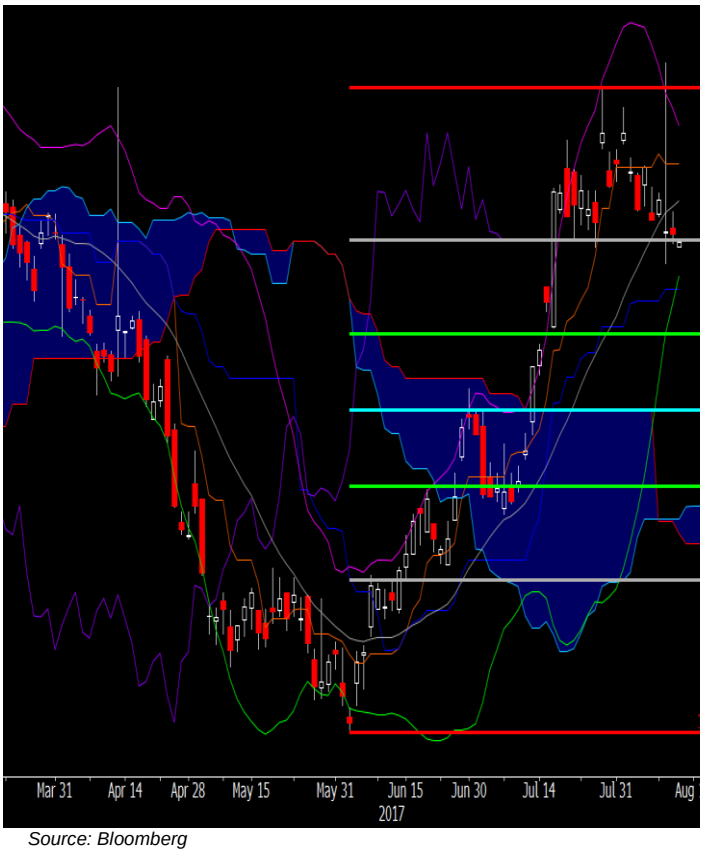
Indicative AUDUSD 0.7871



Source: Bloomberg

- AUDUSD opened unchanged at 0.7875. **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:** 0.7892 (R1), 0.7915 (R2), 0.7932 (R3)
- **Key supports:** 0.7855 (S1), 0.7836 (S2), 0.7819 (S3)
- **Expected range for the day:** 0.7830 – 0.7890

Indicative AUDMYR 3.3787

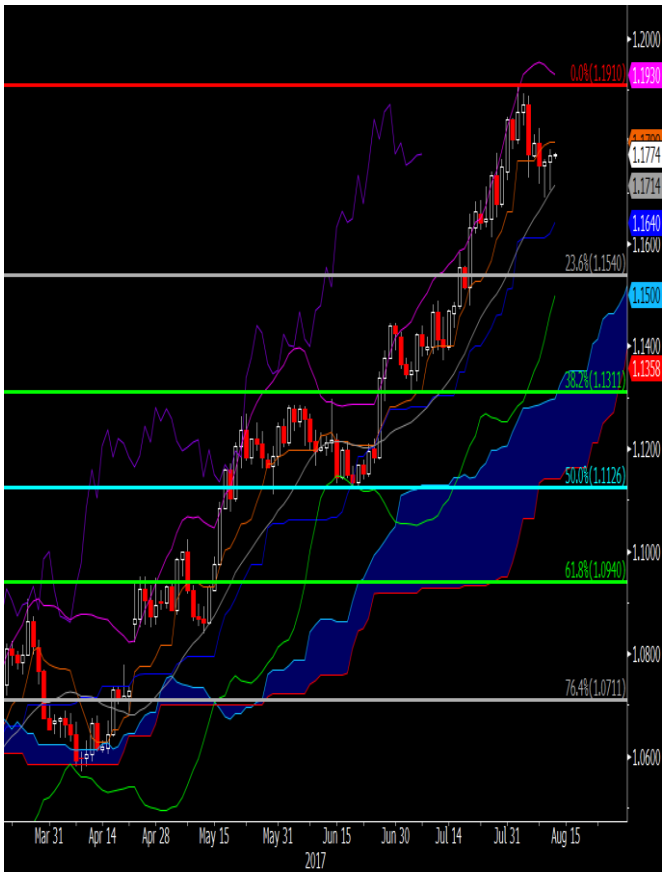


Source: Bloomberg

- AUDMYR opened 56ips lower at 3.3765. **Daily outlook slightly bearish**, weighed down by downside pressure on AUD amid prevailing risk-off in the markets.
- **Weekly and monthly outlook bearish**.
- A gap down below 3.3797 has somewhat firmed up our view that AUDMYR remains tilted to the downside. We continue to set sights on a drop to 3.3575 and below.
- **Continue to expect a potential decline to 3.3430**, otherwise curbed by a close above 3.3950.
- **Key resistances:** 3.3797 (R1), 3.3880 (R2), 3.3972 (R3)
- **Key supports:** 3.3684 (S1), 3.3632 (S2), 3.3575 (S3)
- **Expected range for the day:** 3.3680 – 3.3850

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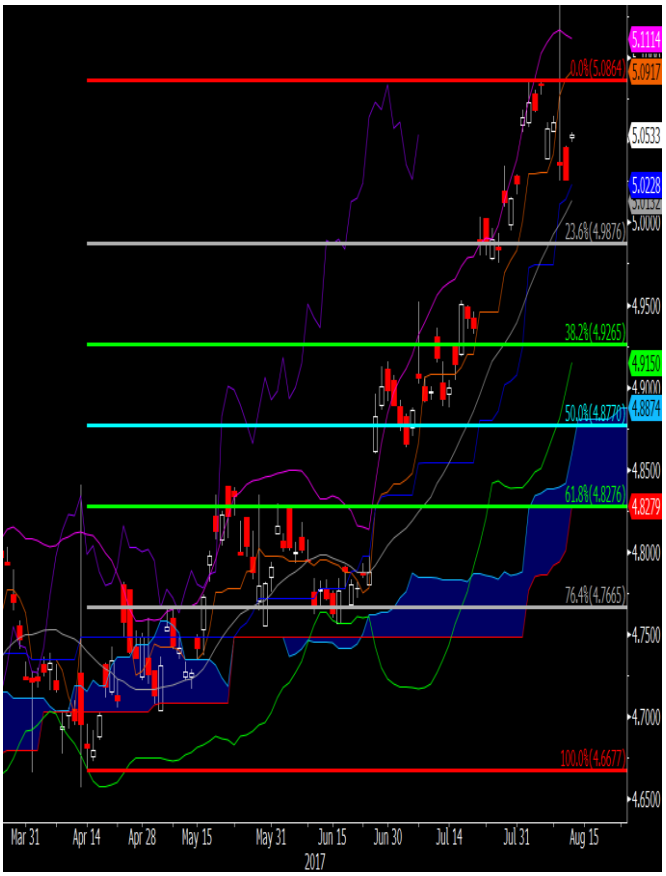
Indicative EURUSD 1.1774



Source: Bloomberg

- EURUSD opened unchanged at 1.1772. **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 1.1820.
- **Key resistances:** 1.1781 (R1), 1.1800 (R2), 1.1822 (R3)
- **Key supports:** 1.1750 (S1), 1.1714 (S2), 1.1700 (S3)
- **Expected range for the day:** 1.1740 – 1.1800

Indicative EURMYR 5.0533



Source: Bloomberg

- EURMYR opened 253pips higher at 5.0516. **Daily outlook slightly bullish**; while we anticipate a pullback in EUR to narrow current gains, the sharply higher opening today will likely prevent EURMYR to fall into daily losses.
- **Weekly and monthly outlook bearish**.
- Despite a daily bullish view, we maintain that EURMYR remains prone to the downsides and continue to expect a slide to below 5.0246. Below this, EURMYR will likely head to 4.9900.
- **Continue to expect a potential drop to 5.0100**, otherwise curbed by a close above 5.0624.
- **Key resistances:** 5.0576 (R1), 5.0622 (R2), 5.0667 (R3)
- **Key supports:** 5.0500 (S1), 5.0428 (S2), 5.0246 (S3)
- **Expected range for the day:** 5.0430 – 5.0600

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