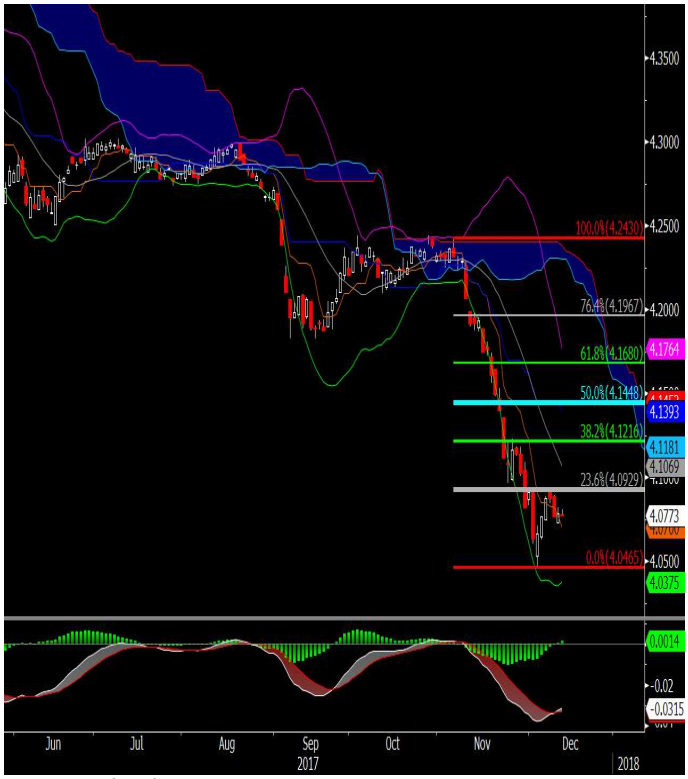
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

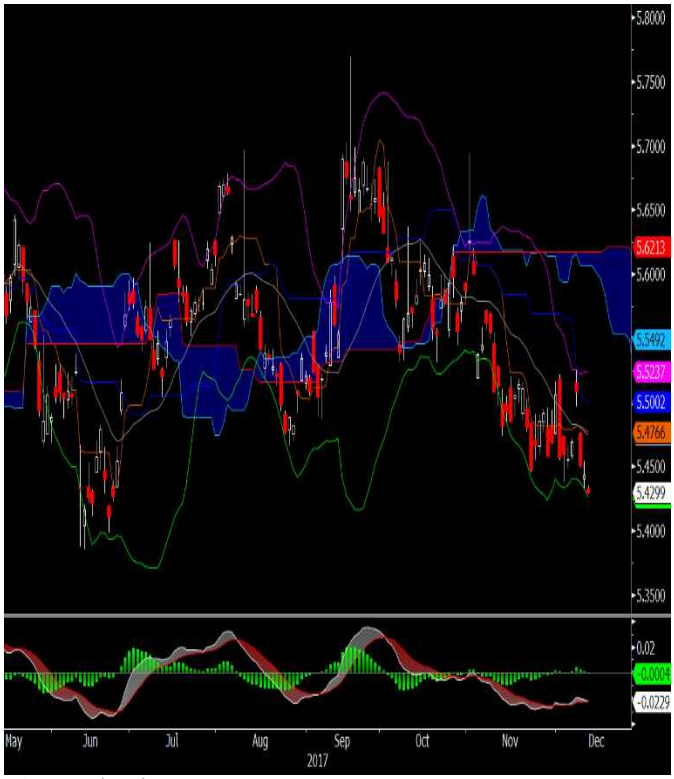
Indicative USDMYR 4.0773



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bullish** on the back of a firmer USD stemming from positive US data and ahead of FOMC policy decision.
- **Weekly and monthly outlook neutral**.
- Technicals continue to suggest a modest upward move towards 4.0929. Bypassing this exposes a move to 4.1125 – 4.1216 next. But given that the trend is still in deep bearish territory, we reckon that advances may be shallow and brief.
- **Key resistances:** 4.0826 (R1), 4.0885 (R2), 4.0900 (R3)
- **Key supports:** 4.0725 (S1), 4.0647 (S2), 4.0626 (S3)
- **Expected range for the day:** 4.0730 – 4.0820

Indicative GBPMYR 5.4295



Source: Bloomberg

- GBPMYR opened 105pips lower at 5.4327. **Daily outlook bearish**, on the back of lingering bearishness in GBP, further supported by a lower opening.
- **Weekly and monthly outlook bearish**.
- Extended failures to close above 5.5313 is a strong signal bearish bias still prevails. The pair is currently trading below our target of 5.4365 and has a strong likelihood of closing below this level today.
- **Continue expect a potential decline to 5.4365**, after which the pair could test 5.4110 next.
- **Key resistances**: 5.4393 (R1), 5.4510 (R2), 5.4590 (R3)
- **Key supports**: 5.4245 (S1), 5.4190 (S2), 5.4101 (S3)
- **Expected range for the day:** 5.4200 – 5.4390

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

Indicative AUDUSD 0.7573



Source: Bloomberg

- AUDUSD opened unchanged at 0.7558. **Daily outlook bullish** supported by improving sentiments in the market.
- **Weekly outlook bullish; monthly outlook bearish**.
- AUDUSD remains mired in bearish territory but momentum indicators have turned positive, signaling a potential upward move first before resuming its downtrend.
- **Our target for a drop to 0.7440 is negated** by yesterday's close above 0.7545. **We now expect the pair to head towards 0.7600** before turning down again to 0.7510.
- **Key resistances:** 0.7576 (R1), 0.7590 (R2), 0.7610 (R3)
- **Key supports:** 0.7548 (S1), 0.7500 (S2), 0.7470 (S3)
- **Expected range for the day:** 0.7540 – 0.7590

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

Indicative AUDMYR 3.0886



Source: Bloomberg

- AUDMYR opened 38pips lower at 3.0826. **Daily outlook slightly bullish** in anticipation of a softer MYR and extended strength in Aussie.
- **Weekly and monthly outlook bearish**.
- AUDMYR trend is still in deep bearish territory, thus rebound will likely be shallow, possibly restricted to circa 3.0895. There is room for a drop to 3.0464 next.
- **Key resistances:** 3.0922 (R1), 3.0955 (R2), 3.1052 (R3)
- **Key supports:** 3.0822 (S1), 3.0764 (S2), 3.0721 (S3)
- **Expected range for the day:** 3.0820 – 3.0920

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

Indicative EURUSD 1.1749



Source: Bloomberg

- EURUSD opened unchanged at 1.1742. **Daily outlook slightly bearish** on the back of a firmer USD on positive US data and ahead of FOMC meeting.
- **Weekly and monthly outlook bearish**.
- EUR's movement will continue to take cue from performance of the greenback amid an absence of catalysts. Yesterday's close below 1.1758 has reinforced the bears in EURUSD, paving the way lower to 1.1709.
- **Expect a potential decline to 1.1709**.
- **Key resistances:** 1.1770 (R1), 1.1806 (R2), 1.1834 (R3)
- **Key supports:** 1.1730 (S1), 1.1717 (S2), 1.1689 (S3)
- **Expected range for the day:** 1.1720 – 1.1770

Indicative EURMYR 4.7893



Source: Bloomberg

- EURMYR opened 163pips lower at 4.7896. **Daily outlook slightly bearish**, dragged by a lower opening and anticipation of a softer EUR.
- **Weekly and monthly outlook bearish**.
- As EURMYR is deep in the bearish territory, we reckon that further declines are likely though a rebound cannot be ruled out. Gains from this rebound are likely capped by 4.8365 – 4.8416 before resuming the current downtrend.
- **Expect a potential decline to 4.7780**, otherwise curbed by a close above 4.8365.
- **Key resistances:** 4.7975 (R1), 4.8000 (R2), 4.8151 (R3)
- **Key supports:** 4.7837 (S1), 4.7785 (S2), 4.7756 (S3)
- **Expected range for the day:** 4.7830 – 4.7940

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