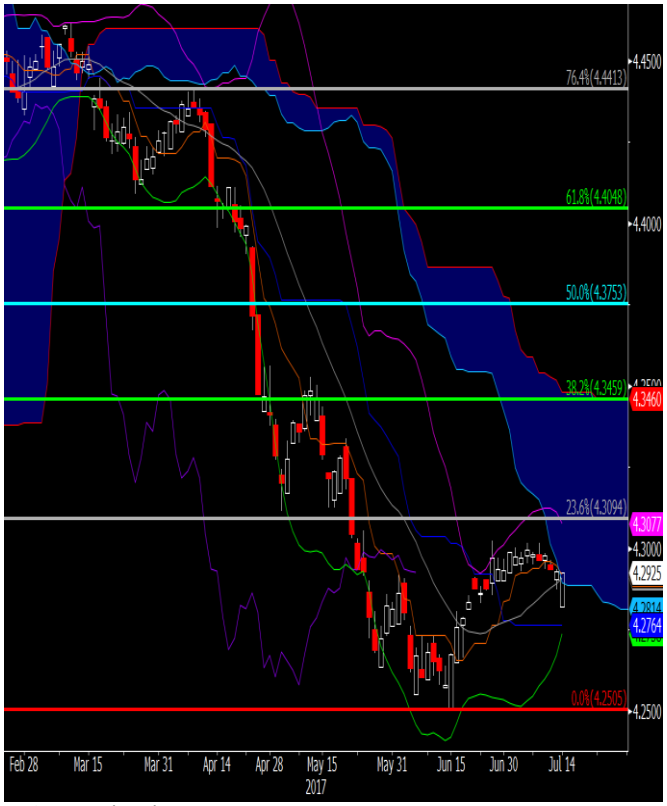
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

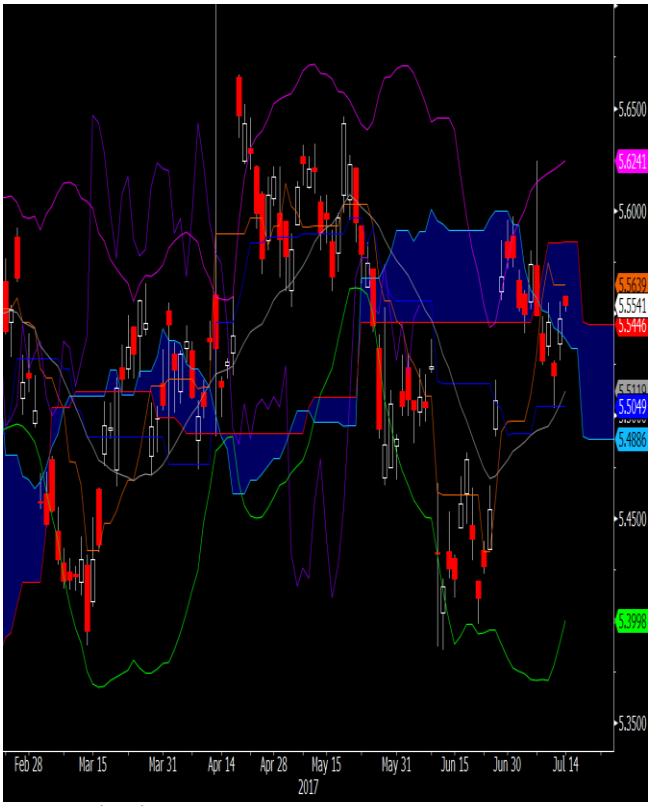
Indicative USDMYR 4.2925



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bearish** as USD is likely to remain soft in Asian trade.
- **Weekly and monthly outlook bearish**.
- The 4.2902 level remains vulnerable; a close below it exposes a decline to 4.2764 in the coming weeks.
- **USDMYR expectedly fell to 4.2820** in early trade.
- **Key resistances:** 4.2935 (R1), 4.2960 (R2), 4.2992 (R3)
- **Key supports:** 4.2919 (S1), 4.2895 (S2), 4.2872 (S3)
- **Expected range for the day:** 4.2820 – 4.2940

Indicative GBPMYR 5.5541

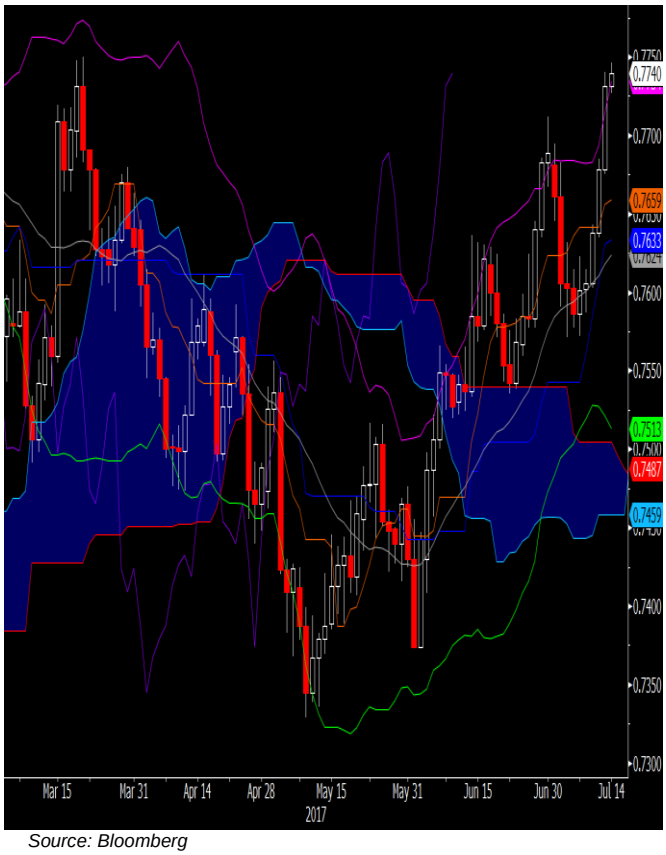


Source: Bloomberg

- GBPMYR opened 106pips higher at 5.5582. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bearish**.
- GBPMYR managed to stave off the bears after closing above 5.5407 yesterday. The pair is now slightly tilted to the upside but we are unconvinced of extended gains. Expect upsides to fizzle out approaching 5.5723.
- Despite a daily bullish view, **we continue to expect a potential drop to 5.5050 going forward**, otherwise curbed by a close above 5.5683.
- **Key resistances**: 5.5613 (R1), 5.5639 (R2), 5.5681 (R3)
- **Key supports**: 5.5446 (S1), 5.5400 (S2), 5.5374 (S3)
- **Expected range for the day:** 5.5450 – 5.5600

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

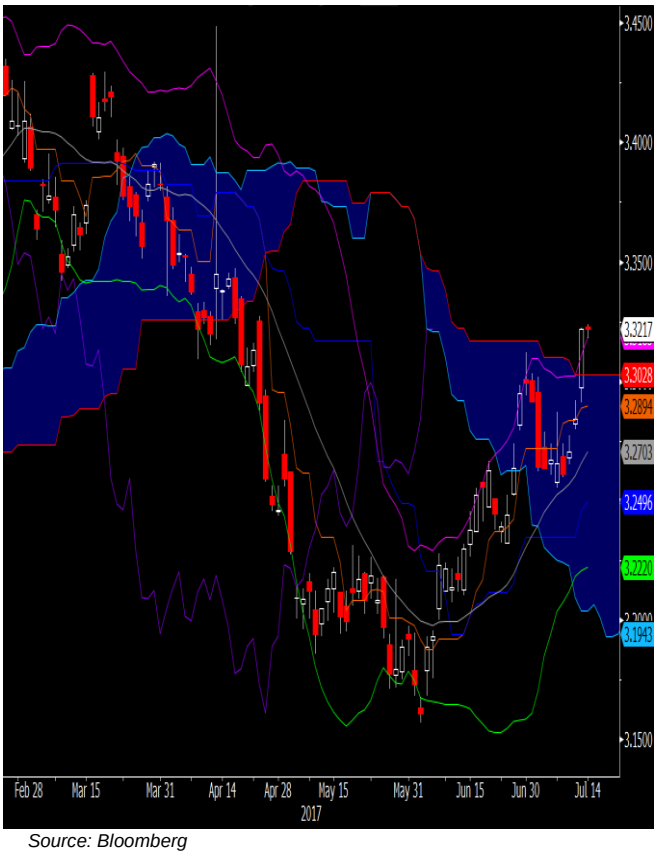
Indicative AUDUSD 0.7740



Source: Bloomberg

- AUDUSD opened unchanged at 0.7731. **Daily outlook bearish** in expectation of a rebound in USD as well as on retreating risk appetite going into the weekend.
- **Weekly outlook bullish, monthly outlook bearish**.
- Despite a prevailing bullish bias, we note that AUDUSD has entered a territory that is more likely than not to reject further advances. The 0.7720 – 0.7778 range appears strong and could push AUDUSD back to 0.7659.
- **Key resistances:** 0.7750 (R1), 0.7772 (R2), 0.7800 (R3)
- **Key supports:** 0.7720 (S1), 0.7700 (S2), 0.7679 (S3)
- **Expected range for the day:** 0.7680 – 0.7760

Indicative AUDMYR 3.3217

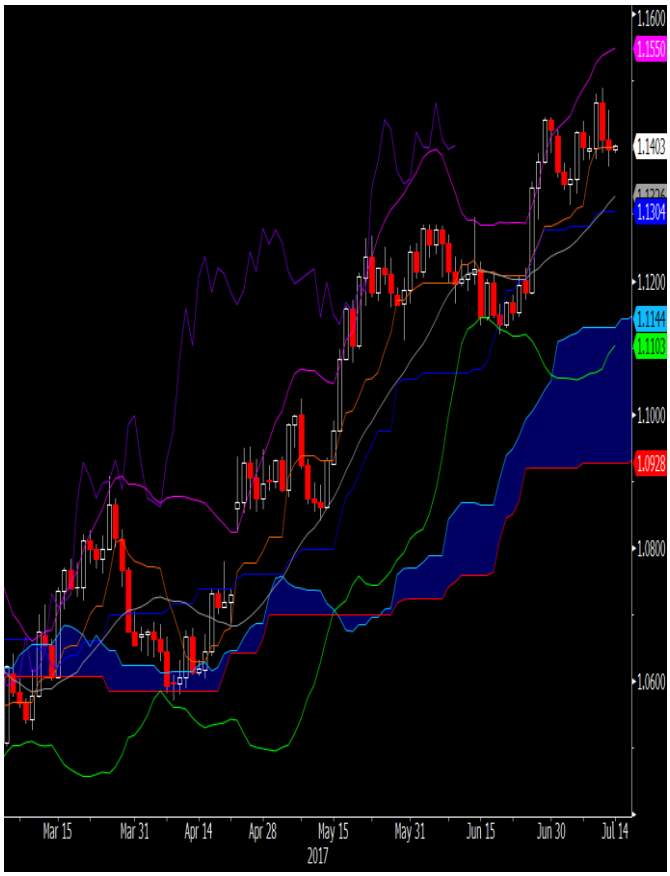


Source: Bloomberg

- AUDMYR opened 9pips higher at 3.3230. **Daily outlook slightly bullish** as we anticipate MYR to be more impacted by gradual retreat in risk appetite compared to AUD.
- **Weekly outlook bullish, monthly outlook bearish**.
- Bullish bias has strengthened after closing above 3.3025 yesterday. There is now room for AUDMYR to advance, with scope to test 3.3358 going forward.
- **AUDMYR is now unlikely to drop to 3.2460**.
- **Key resistances:** 3.3271 (R1), 3.3330 (R2), 3.3358 (R3)
- **Key supports:** 3.3185 (S1), 3.3151 (S2), 3.3028 (S3)
- **Expected range for the day:** 3.3120 – 3.3330

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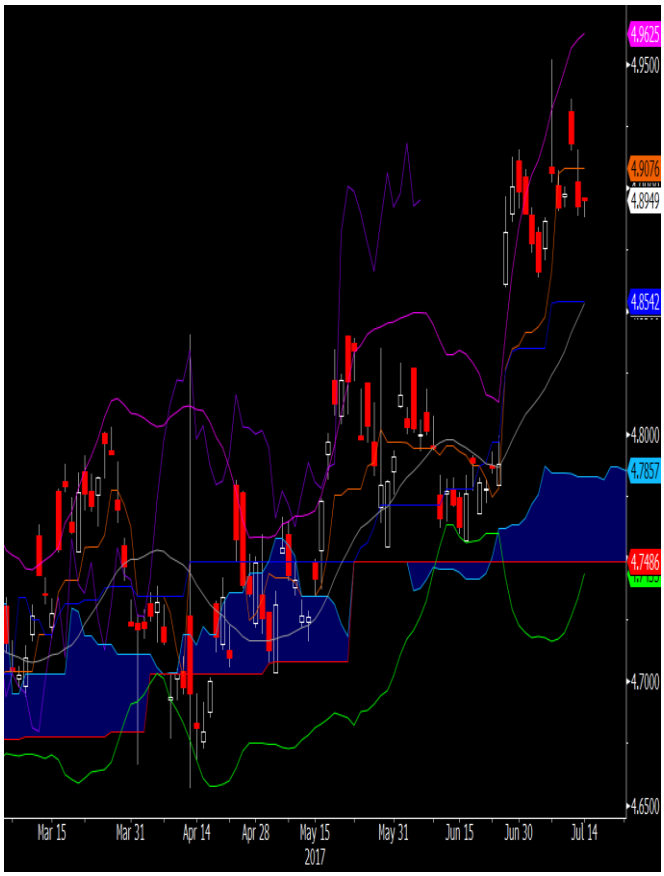
Indicative EURUSD 1.1403



Source: Bloomberg

- EURUSD opened unchanged at 1.1398. **Daily outlook bearish** in anticipation of a firmer USD.
- **Weekly and monthly outlook bearish**.
- A mild bearish bias has emerged and EURUSD is now inclined to further downsides. We set sights on a close below 1.1361 soon, which will then allow an easier passage to 1.1304 thereafter.
- **Key resistances:** 1.1437 (R1), 1.1456 (R2), 1.1480 (R3)
- **Key supports:** 1.1401 (S1), 1.1383 (S2), 1.1361 (S3)
- **Expected range for the day:** 1.1360 – 1.1430

Indicative EURMYR 4.8949



Source: Bloomberg

- EURMYR opened 32pips higher at 4.8957. **Daily outlook bearish**, in anticipation of a weaker EUR going into European trade.
- **Weekly outlook bearish, monthly outlook bearish**.
- Upside momentum continues to thin, therefore we maintain the view that gains are likely to soften going forward before turning bearish and head to 4.8542 in the next leg lower.
- **Expect a potential decline to 4.8542**, otherwise curbed by a close above 4.9153.
- **Key resistances:** 4.9003 (R1), 4.9076 (R2), 4.9153 (R3)
- **Key supports:** 4.8882 (S1), 4.8839 (S2), 4.8734 (S3)
- **Expected range for the day:** 4.8830 – 4.9000

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