Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

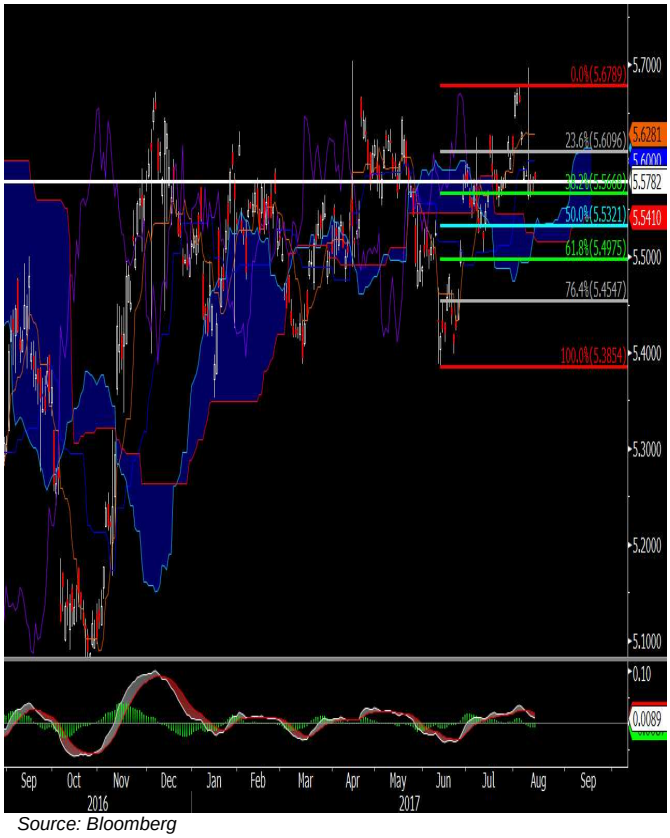
Indicative USDMYR 4.2908



Source: Bloomberg

- USDMYR opened much lower today. **Daily outlook slightly bearish** on the back of a lower opening but we expect losses to narrow towards the end of the day amid 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:** 4.2890 (S1), 4.2858 (S2), 4.2835 (S3)
- **Expected range for the day:** 4.2890 – 4.2950

Indicative GBPMYR 5.5828

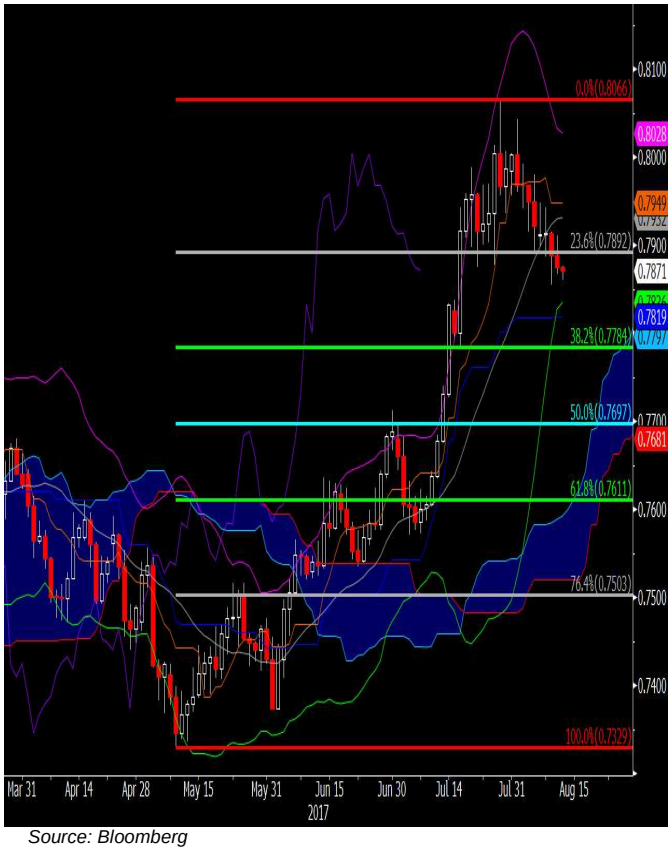


Source: Bloomberg

- GBPMYR opened 201pips higher at 5.5874. **Daily outlook slightly bullish** in anticipation of greater MYR weakness relative to GBP weakness.
- **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**: 5.5856 (R1), 5.5918 (R2), 5.6031 (R3)
- **Key supports**: 5.5818 (S1), 5.5799 (S2), 5.5758 (S3)
- **Expected range for the day:** 5.5750 – 5.5910

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

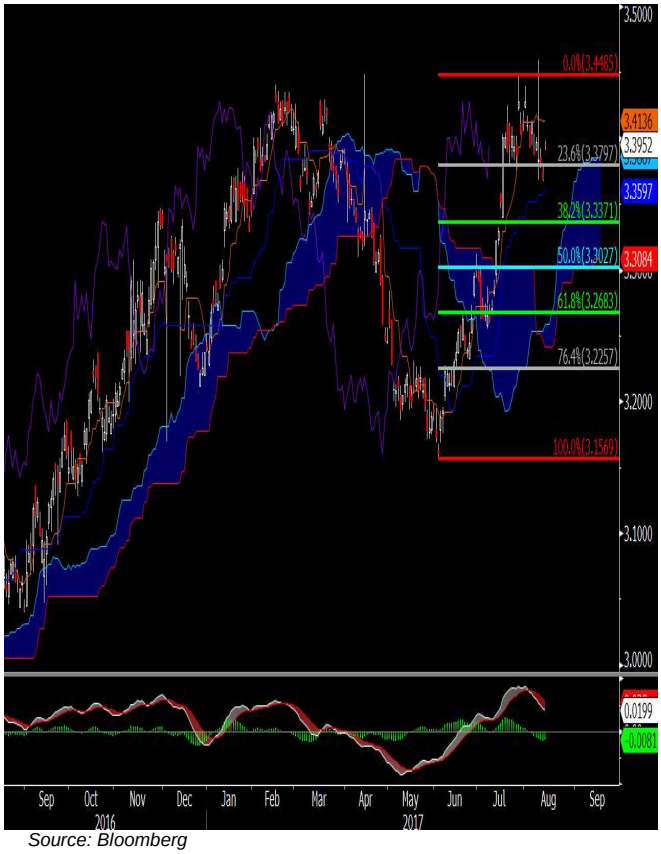
Indicative AUDUSD 0.7913



Source: Bloomberg

- AUDUSD opened 3pips higher at 0.7897. **Daily outlook bearish** in anticipation of continued risk-off in the markets.
- **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:** 0.7916 (R1), 0.7935 (R2), 0.7953 (R3)
- **Key supports:** 0.7872 (S1), 0.7836 (S2), 0.7819 (S3)
- **Expected range for the day:** 0.7870 – 0.7930

Indicative AUDMYR 3.3965



Source: Bloomberg

- AUDMYR opened 258pips higher at 3.3952. **Daily outlook bullish**, lifted by a much higher opening in the morning. However, we expect gains to narrow towards the end of the day in anticipation of narrower gains in the MYR.
- **Weekly and monthly outlook bearish**.
- **Continue to expect a potential decline to 3.3430**, otherwise curbed by a close above 3.3950.
- **Key resistances:** 3.4018 (R1), 3.4053 (R2), 3.4143 (R3)
- **Key supports:** 3.3885 (S1), 3.3873 (S2), 3.3854 (S3)
- **Expected range for the day:** 3.3900 – 3.4000

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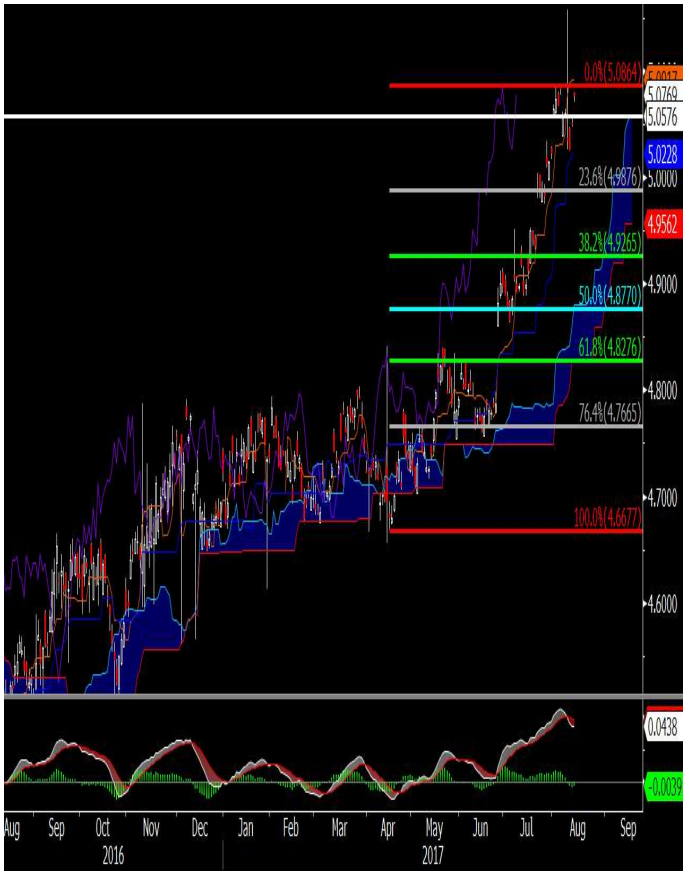
Indicative EURUSD 1.1831



Source: Bloomberg

- EURUSD opened 14pips lower at 1.1807. **Daily outlook slightly bearish**, on the back of prevailing risk aversion in the markets and likelihood of correction after Friday's gain.
- **Weekly and monthly outlook bearish**.
- Despite a close above 1.1800, EURUSD appears toppish and continues to see negative momentum. We maintain our view for a 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**.
- **Key resistances:** 1.1848 (R1), 1.1853 (R2), 1.1876 (R3)
- **Key supports:** 1.1800 (S1), 1.1788 (S2), 1.1700 (S3)
- **Expected range for the day:** 1.1790 – 1.1850

Indicative EURMYR 5.0769



Source: Bloomberg

- EURMYR opened 297pips higher at 5.0801. **Daily outlook bullish** driven by a much higher opening.
- **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:** 5.0829 (R1), 5.0879 (R2), 5.1579 (R3)
- **Key supports:** 5.688 (S1), 5.0668 (S2), 5.0576 (S3)
- **Expected range for the day:** 5.0700 – 5.0820

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