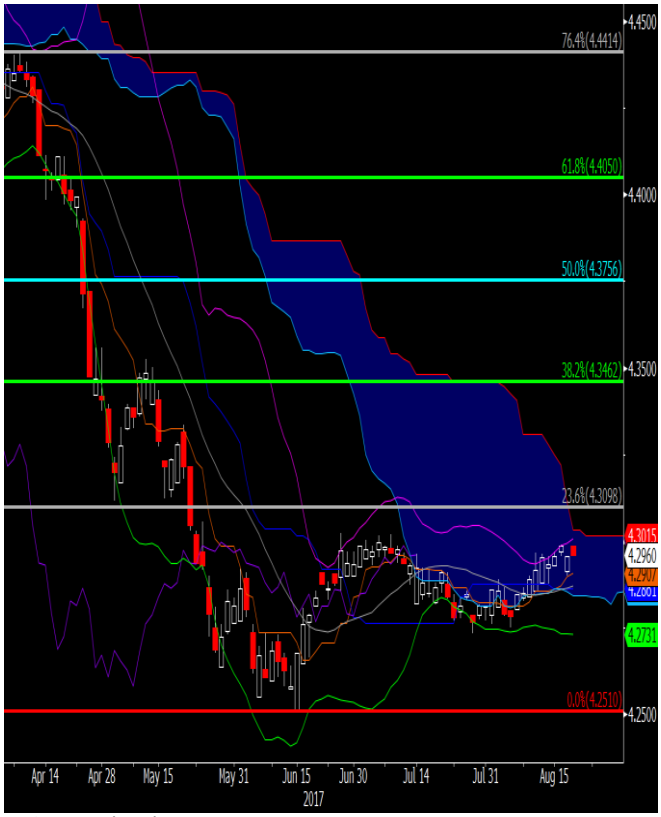
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

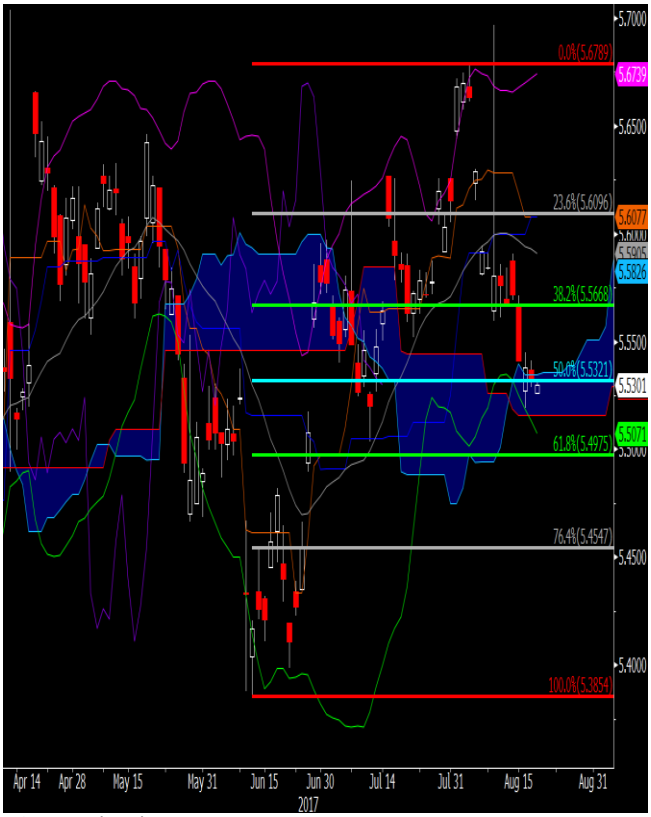
Indicative USDMYR 4.2960



Source: Bloomberg

- USDMYR opened higher today. **Daily outlook slightly bearish**, pressured by risk-off in the markets ahead of the weekend.
- **Weekly and monthly outlook bullish**.
- USDMYR gapped higher at opening and is likely to rely on this cushion to register a firmer close today. While above 4.2977, there is scope to test 4.3010.
- **Key resistances:** 4.2977 (R1), 4.2990 (R2), 4.3010 (R3)
- **Key supports:** 4.2950 (S1), 4.2938 (S2), 4.2907 (S3)
- **Expected range for the day:** 4.2930 – 4.3010

Indicative GBPMYR 5.5301

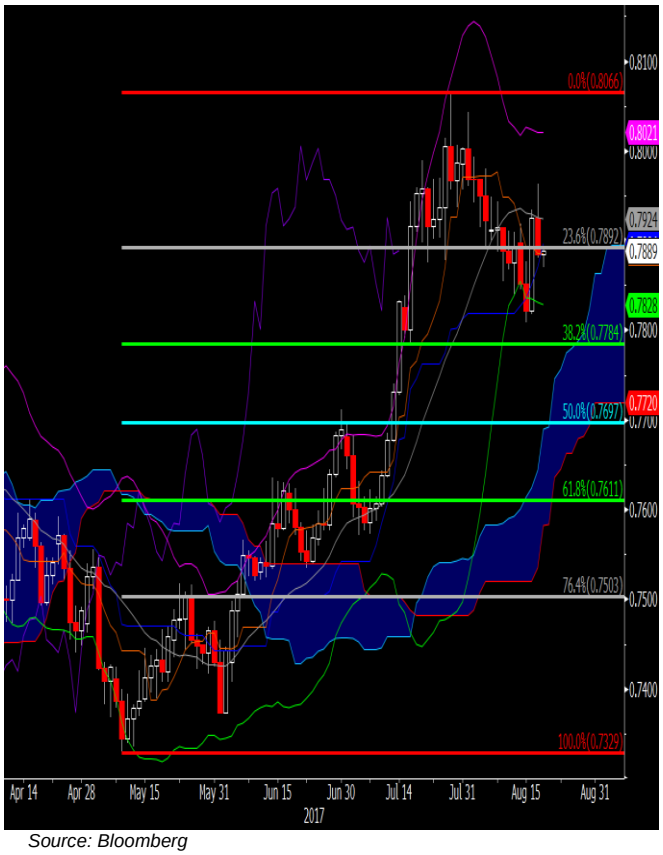


Source: Bloomberg

- GBPMYR opened 74ips lower at 5.5258. **Daily outlook slightly bearish** in anticipation of further GBP retreat going into European trade.
- **Weekly and monthly outlook bearish**.
- Bearish bias has increased and will continue to push the pair lower. GBPMYR gapped below 5.5321 at opening and this level will likely pressure the pair to lower levels.
- **Continue to expect a potential decline to 5.5160**, otherwise curbed by a close above 5.5344.
- **Key resistances**: 5.5321 (R1), 5.5344 (R2), 5.5410 (R3)
- **Key supports**: 5.5247 (S1), 5.5188 (S2), 5.5157 (S3)
- **Expected range for the day:** 5.5180 – 5.5320

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

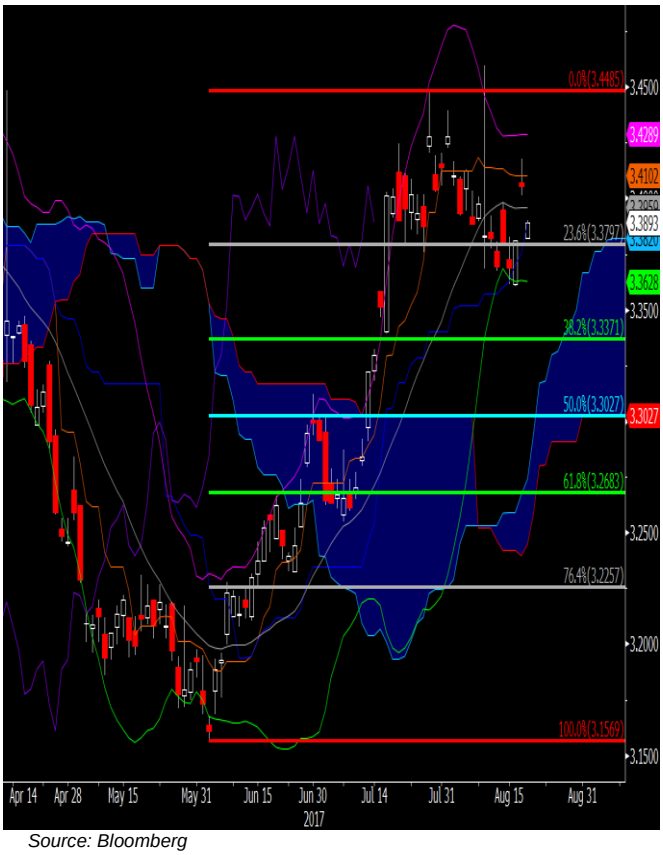
Indicative AUDUSD 0.7889



Source: Bloomberg

- AUDUSD opened unchanged at 0.7885. **Daily outlook bearish** amid prevailing risk aversion in the markets.
- **Weekly and monthly outlook bearish**.
- As mentioned yesterday, AUDUSD upsides are fragile and prone to a breakdown. While below 0.7892, AUDUSD is likely pressured into further losses, possibly taking aim at 0.7827.
- **Expect a potential decline to 0.7800**, otherwise curbed by a close above 0.7940.
- **Key resistances:** 0.7892 (R1), 0.7924 (R2), 0.7940 (R3)
- **Key supports:** 0.7876 (S1), 0.7839 (S2), 0.7808 (S3)
- **Expected range for the day:** 0.7850 – 0.7900

Indicative AUDMYR 3.3893

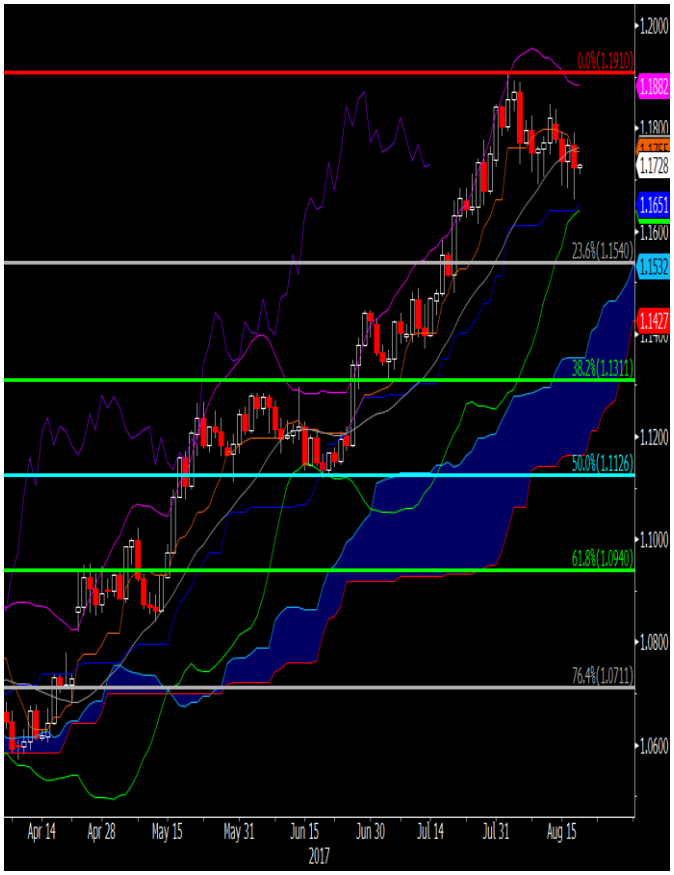


Source: Bloomberg

- AUDMYR opened 232pips lower at 3.3821. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly outlook slightly bullish, monthly outlook bearish**.
- The threat that could end current negative technical landscape remains unabated as long as AUDMYR stays above 3.3797. Extended close above 3.3797 or a close above 3.4203 will boost upside strength further.
- **Key resistances:** 3.3959 (R1), 3.4000 (R2), 3.4102 (R3)
- **Key supports:** 3.3839 (S1), 3.3797 (S2), 3.3684 (S3)
- **Expected range for the day:** 3.3800 – 3.3930

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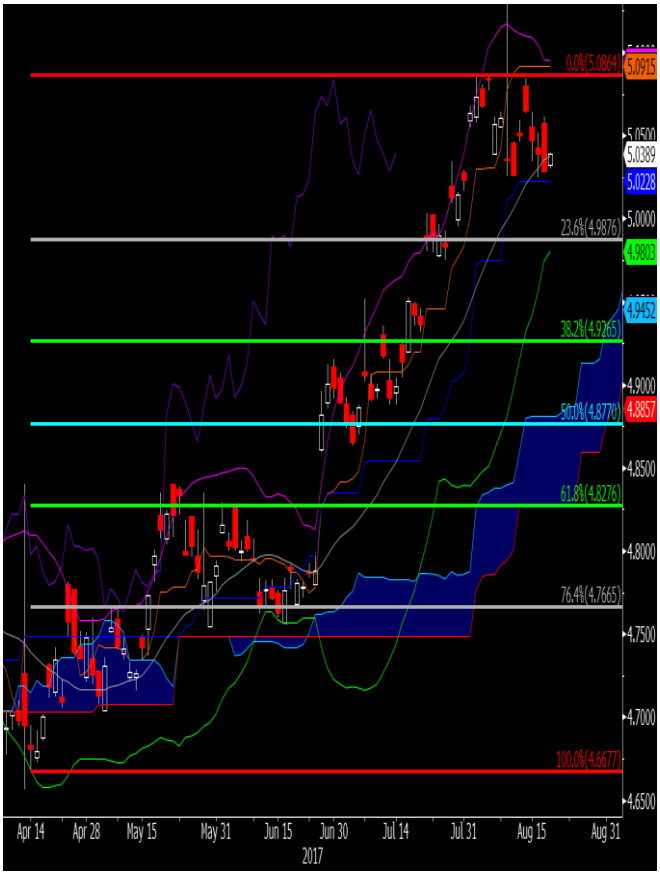
Indicative EURUSD 1.1728



Source: Bloomberg

- EURUSD opened unchanged at 1.1723. **Daily outlook bearish**, likely to still be weighed down by ECB's views on the currency.
- **Weekly and monthly outlook bearish**.
- EURUSD expectedly dropped to and below 1.1683 overnight. While below 1.1779 EURUSD remains fragile and prone to further losses that will probably re-test 1.1683. Caution that 1.1586 will be within target if 1.1683 is broken.
- **Continue to expect a potential decline to 1.1650**, otherwise curbed by a close above 1.1779.
- **Key resistances:** 1.1755 (R1), 1.1779 (R2), 1.1800 (R3)
- **Key supports:** 1.1701 (S1), 1.1651 (S2), 1.1600 (S3)
- **Expected range for the day:** 1.1650 – 1.1750

Indicative EURMYR 5.0389



Source: Bloomberg

- EURMYR opened 38pips higher at 5.0324. **Daily outlook slightly bearish** in anticipation of further weakness in EUR in European session.
- **Weekly and monthly outlook bearish**.
- Technical outlook remains bearish and especially so after failing to hold on to gains yesterday despite a sharp gap-up at opening. We continue to expect a slide to below 5.0246.
- **Continue to expect a potential drop to 5.0100**, otherwise curbed by a close above 5.0600.
- **Key resistances:** 5.0372 (R1), 5.0465 (R2), 5.0572 (R3)
- **Key supports:** 5.0300 (S1), 5.0228 (S2), 5.0168 (S3)
- **Expected range for the day:** 5.0230 – 5.0465

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