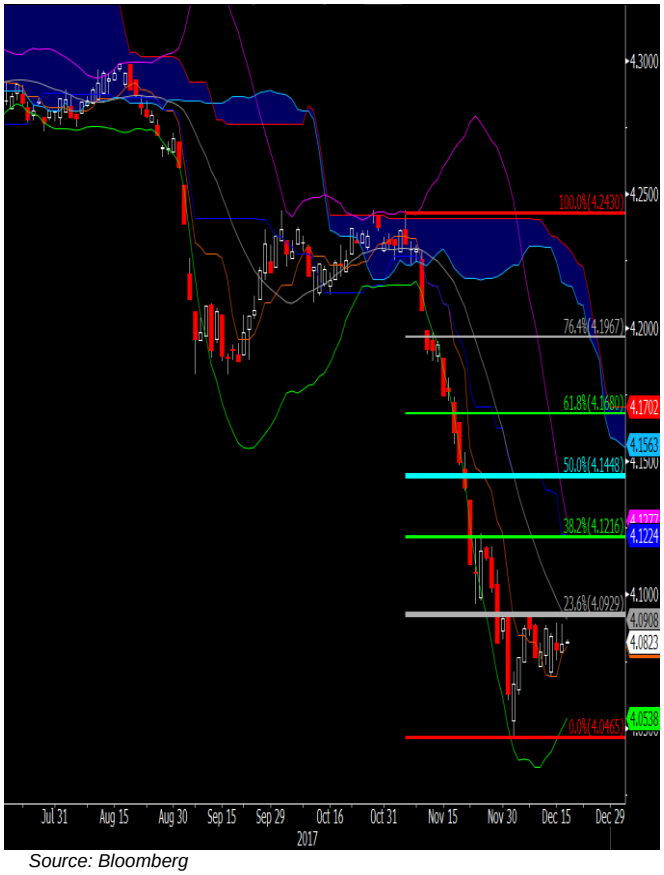
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FX Strategy

Daily Currency Outlook – 11am edition

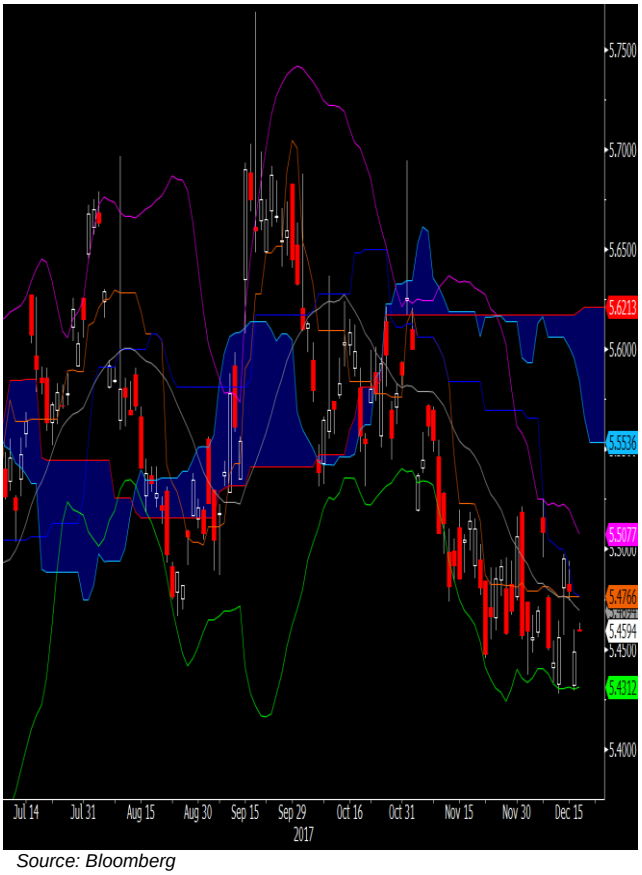
Indicative USDMYR 4.0823



Source: Bloomberg

- USDMYR opened bare changed today. **Daily outlook slightly bullish** in the absence of positive catalysts to drive further MYR gains.
- **Weekly and monthly outlook bullish**.
- Upside momentum continues to build, hinting at more room for gains but given trend is still deep in bearish territory, we reckon that gains may be moderate. The pair continues to target 4.0929, a firm resistance that has the potential to reject further advances.
- **Key resistances:** 4.0885 (R1), 4.0908 (R2), 4.0929 (R3)
- **Key supports:** 4.0805 (S1), 4.0763 (S2), 4.0722 (S3)
- **Expected range for the day:** 4.0780 – 4.0860

Indicative GBPMYR 5.4594

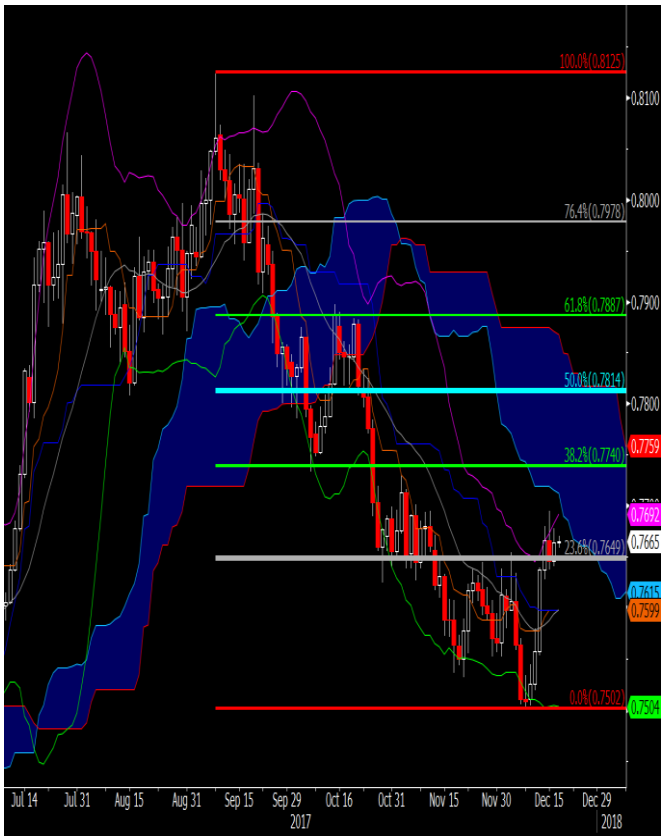


Source: Bloomberg

- GBPMYR opened 112pips higher at 5.4600. **Daily outlook slightly bearish**, lifted by the sharply higher opening though gains are likely narrowed going into European trade.
- **Weekly and monthly outlook bearish**.
- GBPMYR rebound remains under threat; the pair must close above 5.4559 today to maintain the chance of an advance to 5.4955, otherwise, it is exposed to a drop to 5.4059.
- **Key resistances**: 5.4640 (R1), 5.4695 (R2), 5.4766 (R3)
- **Key supports**: 5.4568 (S1), 5.4505 (S2), 5.4373 (S3)
- **Expected range for the day:** 5.4500 – 5.4630

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

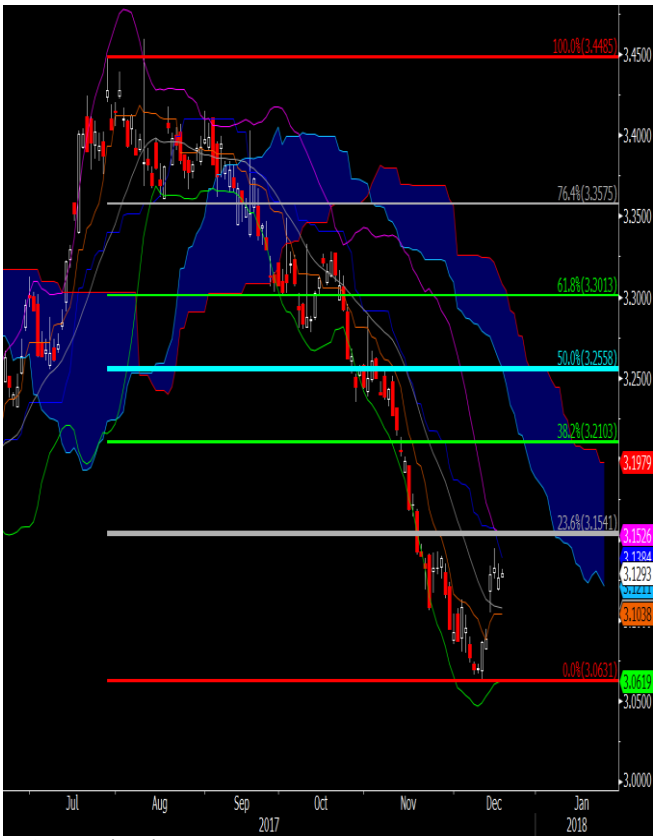
Indicative AUDUSD 0.7665



Source: Bloomberg

- AUDUSD opened unchanged at 0.7664. **Daily outlook bullish** amid continually firm risk appetite in the markets, further supported by optimistic outlook on the economy by RBA.
- **Weekly and monthly outlook bullish**.
- There is room for a pullback after recent rally, but as long as AUDUSD closes above 0.7637 today, a bullish tone still prevails and remains on track to beat 0.7675 going forward.
- **Continue to expect a potential advance to 0.7740**, otherwise curbed by a close below 0.7620.
- **Key resistances:** 0.7675 (R1), 0.7691 (R2), 0.7700 (R3)
- **Key supports:** 0.7649 (S1), 0.7620 (S2), 0.7603 (S3)
- **Expected range for the day:** 0.7630 – 0.7700

Indicative AUDMYR 3.1293

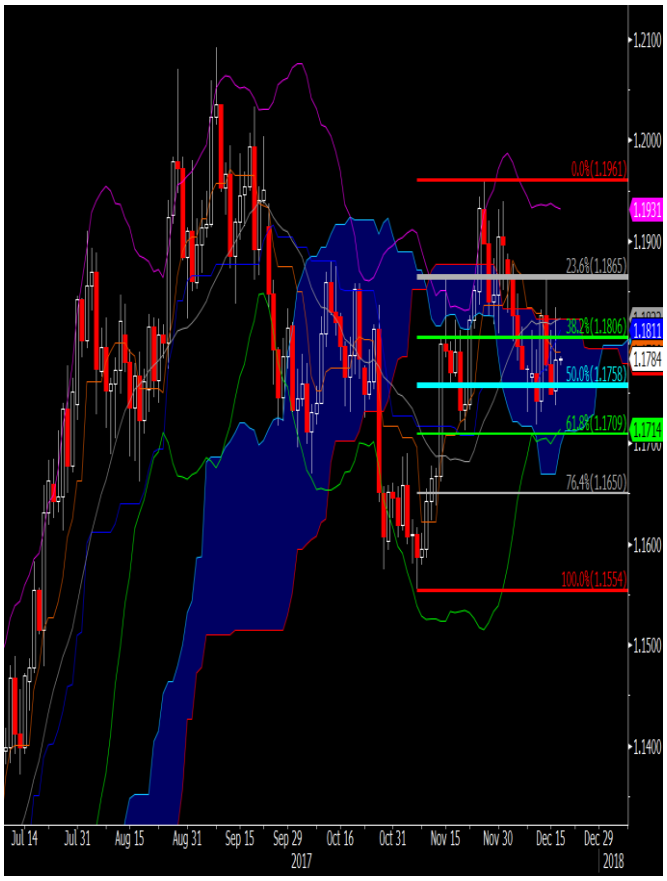


Source: Bloomberg

- AUDMYR opened 7pips higher at 3.1270. **Daily outlook slightly bullish** amid firmer support for AUD from sustained risk appetite in the markets and positive growth outlook by RBA.
- **Weekly and monthly outlook bullish**.
- We maintain that there is still room for AUDMYR to climb higher to 3.1417 – 3.1541, but we caution that with trend still deep in negative territory, current rebound may be shallow.
- **Continue to expect a potential advance to 3.1417**, otherwise curbed by a close below 3.1180.
- **Key resistances:** 3.1349 (R1), 3.1384 (R2), 3.1400 (R3)
- **Key supports:** 3.1253 (S1), 3.1200 (S2), 3.1180 (S3)
- **Expected range for the day:** 3.1230 – 3.1250

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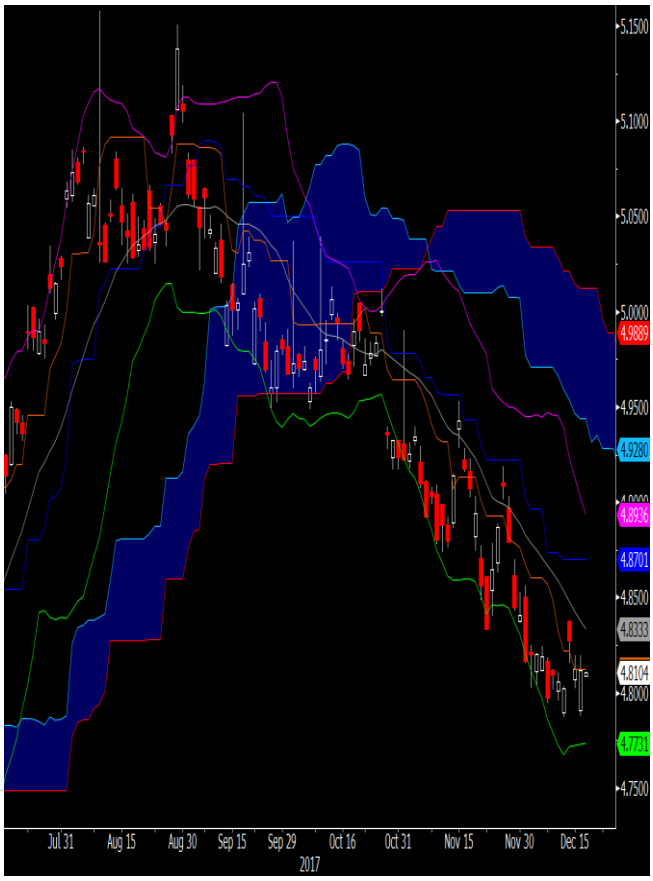
Indicative EURUSD 1.1784



Source: Bloomberg

- EURUSD opened unchanged at 1.1782. **Daily outlook bearish** amid the absence of positive catalyst to drive further rebound.
- **Weekly and monthly outlook bearish**.
- EURUSD's overnight rebound suggests doubtful upside strength after failing to hold above 1.1806. It is likely to aim for another test at this level, but given prevailing downside momentum, we reckon that a rejection is due and could be heading for a close below 1.1749 in the coming days.
- **Key resistances:** 1.1790 (R1), 1.1806 (R2), 1.1823 (R3)
- **Key supports:** 1.1768 (S1), 1.1758 (S2), 1.1730 (S3)
- **Expected range for the day:** 1.1750 – 1.1800

Indicative EURMYR 4.8104



Source: Bloomberg

- EURMYR opened 25pips lower at 4.8090. **Daily outlook bearish**, anticipating further weakness in EUR going into European trade.
- **Weekly and monthly outlook bearish**.
- With yet another gap down at opening, the scope for rebound continues to diminish. We maintain that the pair is at risk of further losses to 4.7720.
- **Continue to expect a potential decline to 4.7780**, otherwise curbed by a close above 4.8156.
- **Key resistances:** 4.8126 (R1), 4.8156 (R2), 4.8196 (R3)
- **Key supports:** 4.8080 (S1), 4.8032 (S2), 4.8000 (S3)
- **Expected range for the day:** 4.8000 – 4.8130

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