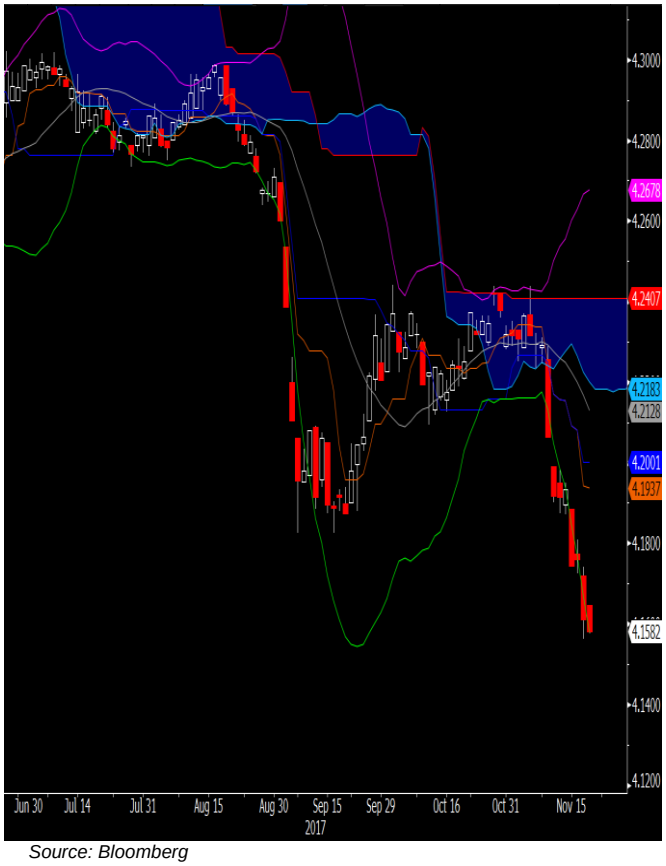
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

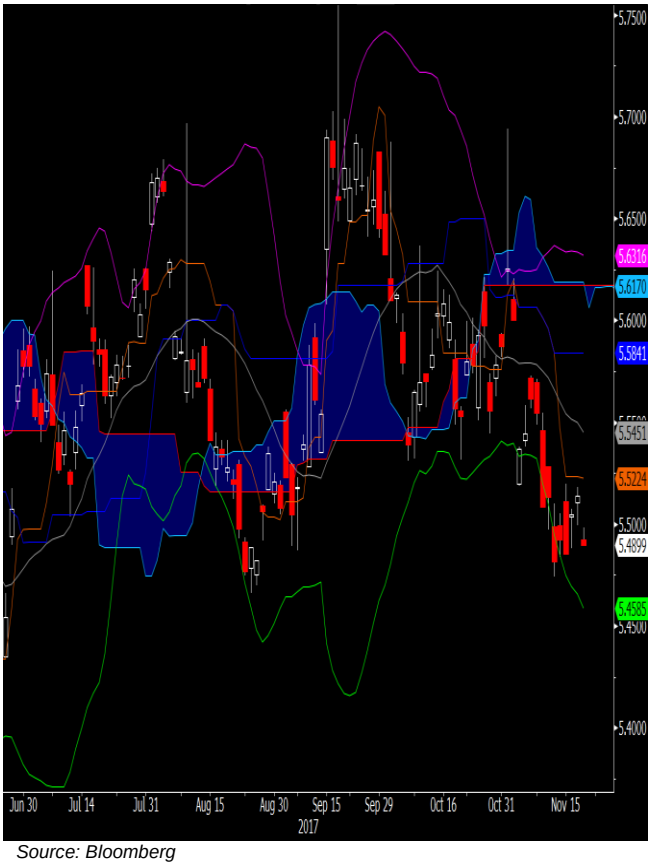
Indicative USDMYR 4.1582



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bearish** supported by continued buying interest amid rising expectations of a near-term OPR hike.
- **Weekly and monthly outlook bearish**.
- Downsides in USDMYR still prevail and the pair continues to edge towards 4.1523. Caution that risk of a rebound increases as the pair approaches 4.1500.
- **USDMYR expectedly declined to 4.1680** last Friday.
- **Key resistances:** 4.1600 (R1), 4.1645 (R2), 4.1680 (R3)
- **Key supports:** 4.1550 (S1), 4.1525 (S2), 4.1500 (S3)
- **Expected range for the day:** 4.1520 – 4.1645

Indicative GBPMYR 5.4901

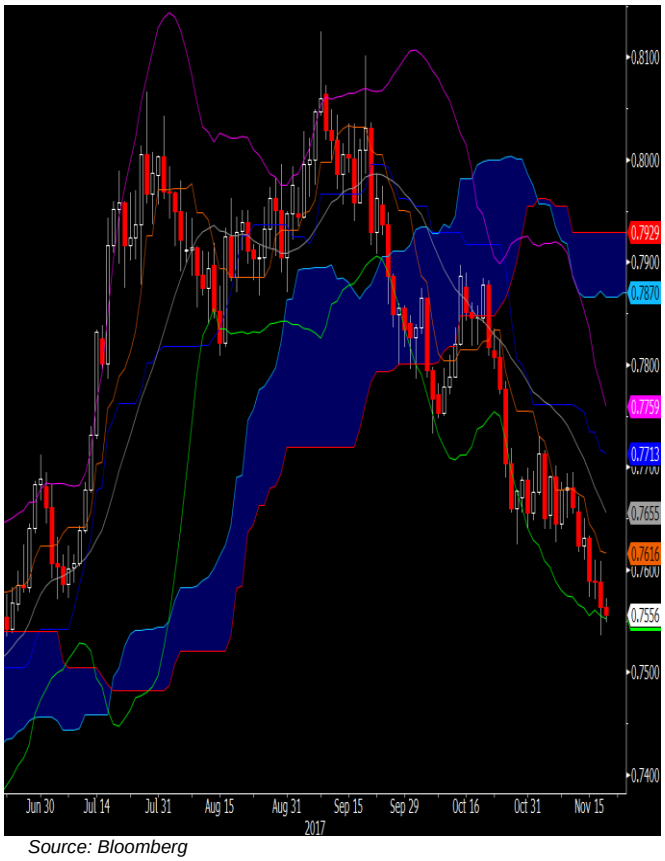


Source: Bloomberg

- GBPMYR opened 219pips lower at 5.4921. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly and monthly outlook bearish**.
- GBPMYR remains bearish in our view amid a sharp gap down at opening as well as net negative momentum. Rebounds are still possible but now limited to 5.5080.
- **Continue to expect a potential decline to 5.4439,** otherwise curbed by a close above 5.5100.
- **Key resistances**: 5.4974 (R1), 5.5019 (R2), 5.5080 (R3)
- **Key supports**: 5.4883 (S1), 5.4839 (S2), 5.4739 (S3)
- **Expected range for the day:** 5.4750 – 5.4980

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

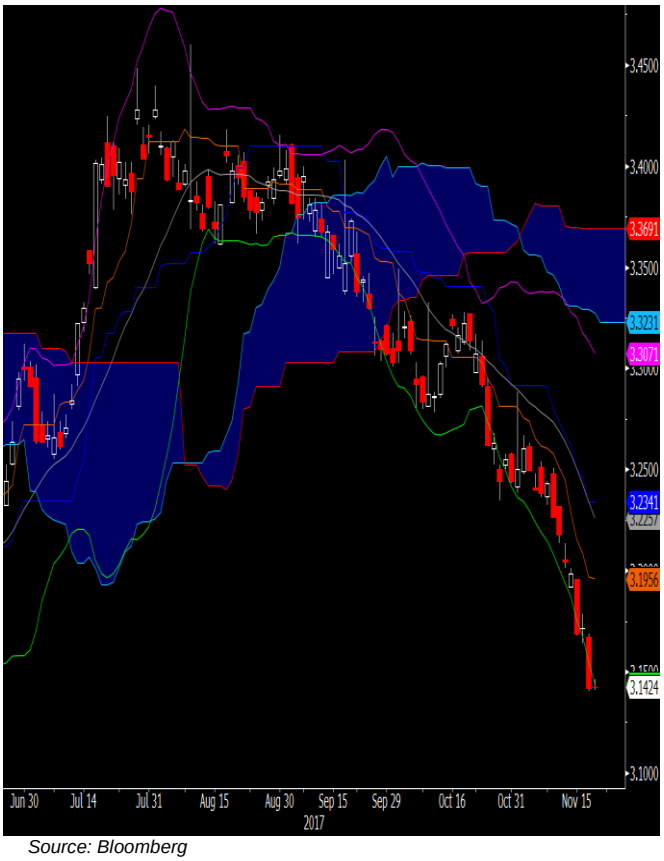
Indicative AUDUSD 0.7556



Source: Bloomberg

- AUDUSD opened unchanged at 0.7563. **Daily outlook bearish** on continued risk-off in the FX market as well as risk aversion ahead of RBA meeting minutes tomorrow.
- **Weekly and monthly outlook bearish**.
- AUDUSD continue to target a drop to 0.7535 next, but caution that a risk of a rebound increases approaching 0.7500.
- **Continue to expect a potential decline to 0.7530**.
- **Key resistances:** 0.7573 (R1), 0.7604 (R2), 0.7616 (R3)
- **Key supports:** 0.7552 (S1), 0.7536 (S2), 0.7500 (S3)
- **Expected range for the day:** 0.7500 – 0.7570

Indicative AUDMYR 3.1424

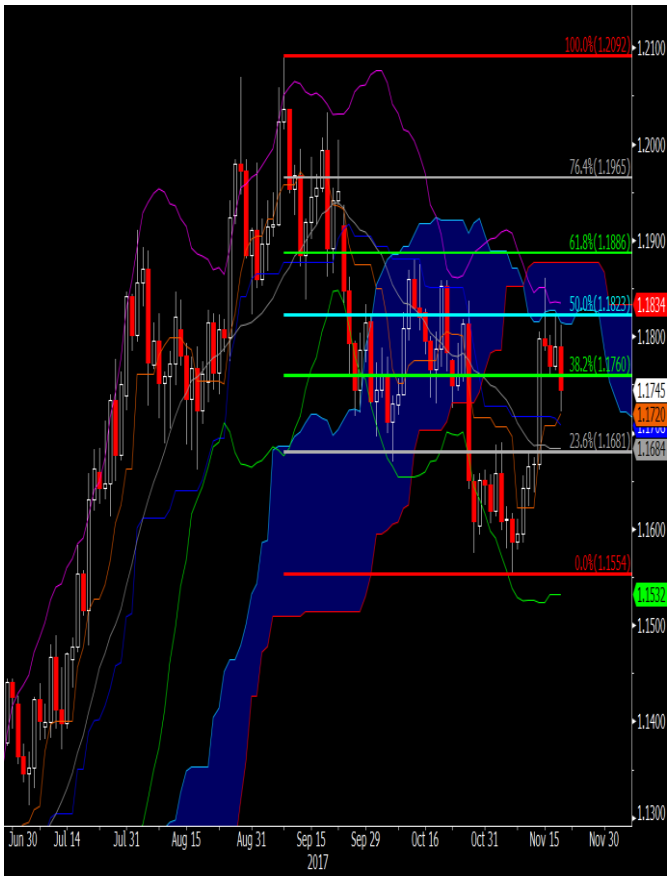


Source: Bloomberg

- AUDMYR opened 5pips higher at 3.1426. **Daily outlook slightly bearish** on the back of a well-supported MYR as well as a weakening AUD.
- **Weekly and monthly outlook bearish**.
- AUDMYR is now below 3.1500 and with rising downside momentum, is poised to soon test 3.1250.
- **Expect a potential drop to 3.1250**, otherwise curbed by a close above 3.1500.
- **Key resistances:** 3.1443 (R1), 3.1485 (R2), 3.1500 (R3)
- **Key supports:** 3.1403 (S1), 3.1380 (S2), 3.1350 (S3)
- **Expected range for the day:** 3.1350 – 3.1460

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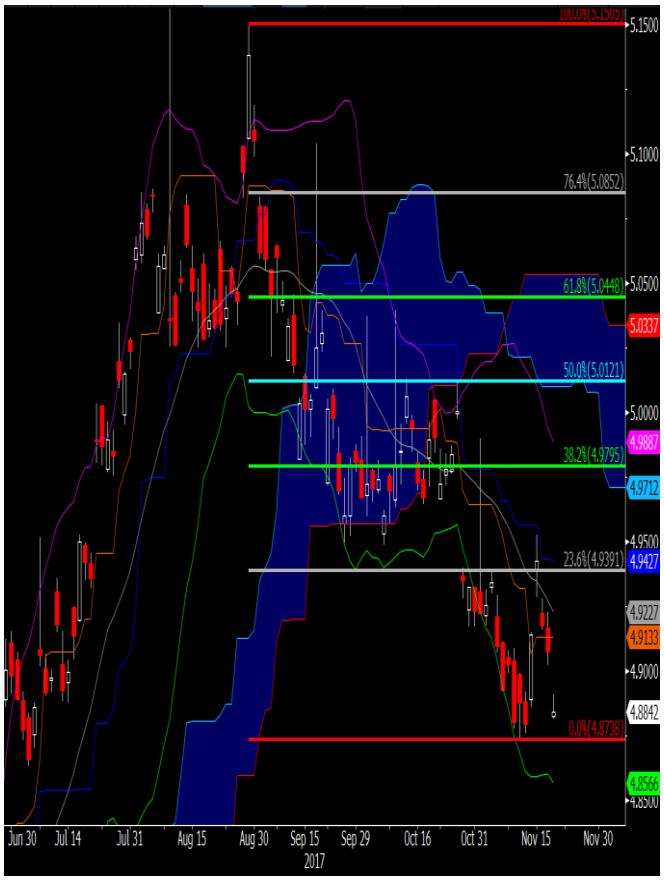
Indicative EURUSD 1.1745



Source: Bloomberg

- EURUSD opened unchanged at 1.1790. **Daily outlook bearish**, weighed down by renewed political concerns in Germany as political parties failed to reach an agreement to form a coalition government.
- **Weekly and monthly outlook bearish**.
- EURUSD has been rejected by 1.1823 and broke below 1.1760 as at writing. A test at 1.1700 appears appropriate at this juncture and below that, a downside break at 1.1681 is highly likely.
- **Continue to expect a potential advance to 1.1850**, otherwise curbed by a close below 1.1720.
- **Key resistances:** 1.1760 (R1), 1.1789 (R2), 1.1800 (R3)
- **Key supports:** 1.1720 (S1), 1.1708 (S2), 1.1683 (S3)
- **Expected range for the day:** 1.1700 – 1.1820

Indicative EURMYR 4.8842



Source: Bloomberg

- EURMYR opened 252pips lower at 4.8823. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly and monthly outlook bearish**.
- A sharp gap down at opening and retreat in positive momentum both suggest a lower EURMYR going forward. There is scope to test 4.8730 going forward.
- **EURMYR is now unlikely to advance 4.9670**.
- **Key resistances:** 4.8921 (R1), 4.9000 (R2), 4.9060 (R3)
- **Key supports:** 4.8802 (S1), 4.8738 (S2), 4.8700 (S3)
- **Expected range for the day:** 4.8730 – 4.8910

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