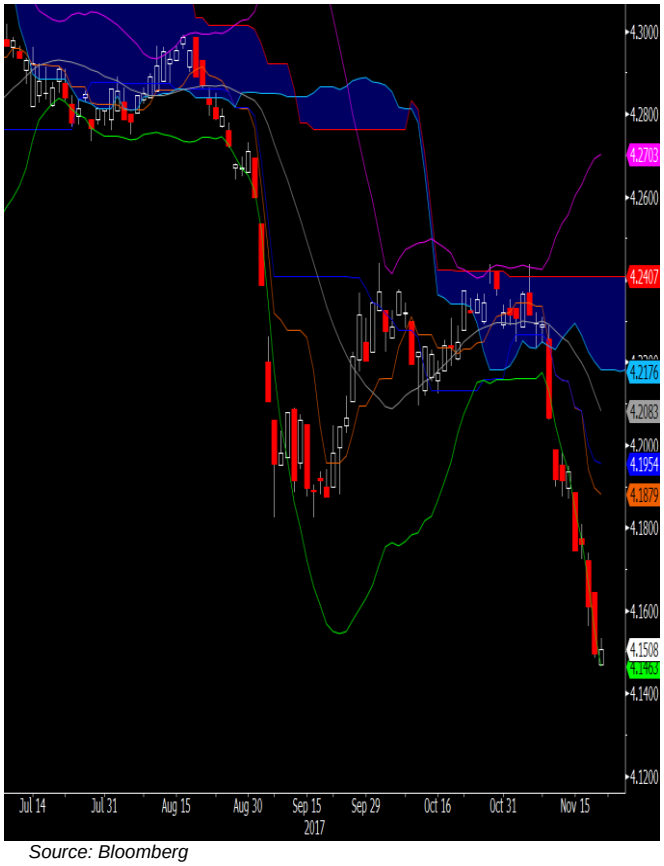
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

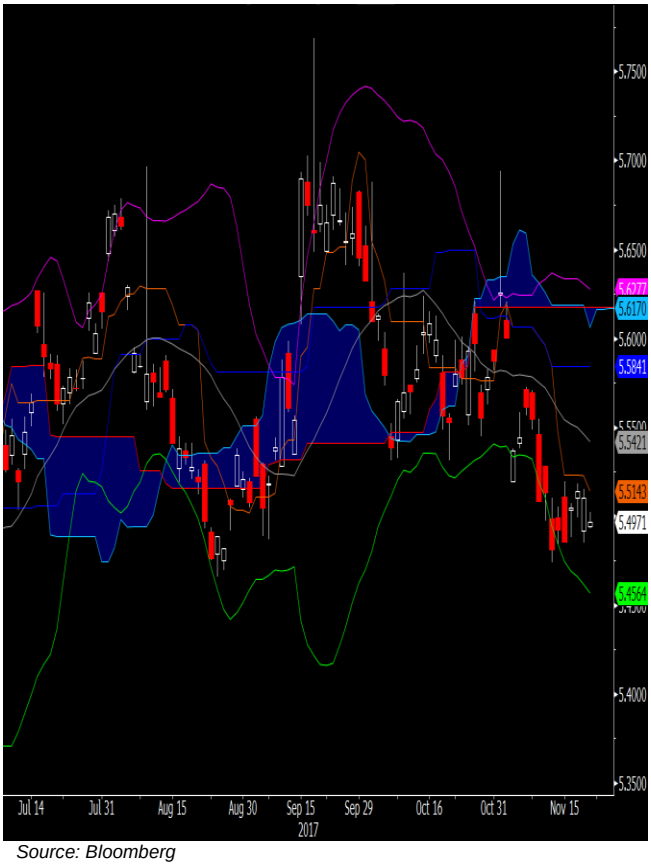
Indicative USDMYR 4.1508



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook slightly bearish** amid continued support from positive local sentiment.
- **Weekly and monthly outlook bearish**.
- We caution that USDMYR could see a soft rebound while holding above 4.1500 but gains are likely to fizzle out approaching 4.1645 before resuming the recent downtrend. Another close below 4.1500 will trigger further losses to 4.1380 – 4.1400 next.
- **Key resistances:** 4.1535 (R1), 4.1563 (R2), 4.1600 (R3)
- **Key supports:** 4.1463 (S1), 4.1450 (S2), 4.1420 (S3)
- **Expected range for the day:** 4.1430 – 4.1550

Indicative GBPMYR 5.4971

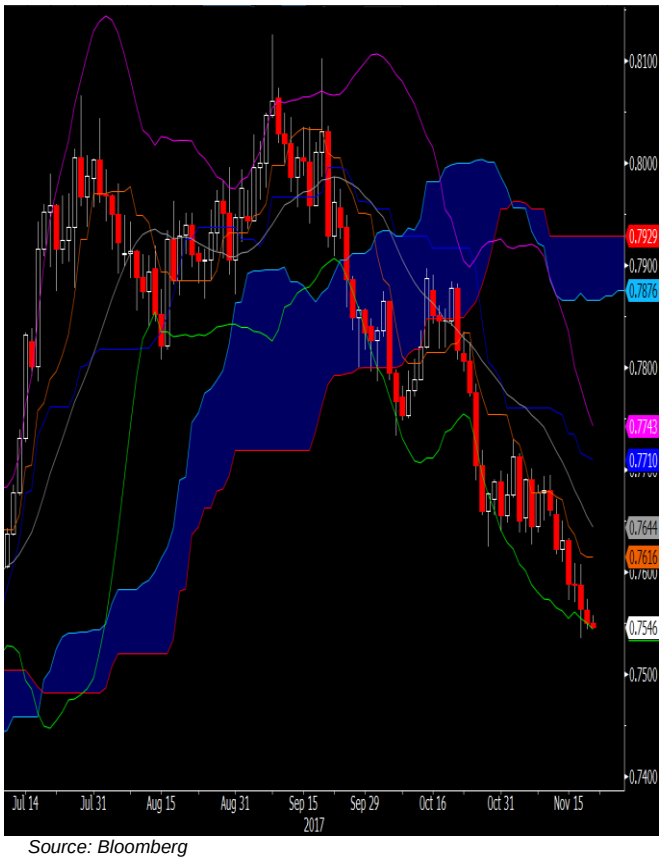


Source: Bloomberg

- GBPMYR opened 157pips lower at 5.4946. **Daily outlook slightly bearish**, weighed down by the sharply lower opening but potential rally in GBP in European session could narrow current losses.
- **Weekly and monthly outlook bearish**.
- GBPMYR remains bearish in our view amid another sharp gap down at opening as well as net negative momentum. Rebounds are still possible but now limited to 5.5100.
- **Continue to expect a potential decline to 5.4439,** otherwise curbed by a close above 5.5100.
- **Key resistances**: 5.4993 (R1), 5.5030 (R2), 5.5080 (R3)
- **Key supports**: 5.4883 (S1), 5.4825 (S2), 5.4739 (S3)
- **Expected range for the day:** 5.4800 – 5.5070

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

Indicative AUDUSD 0.7546

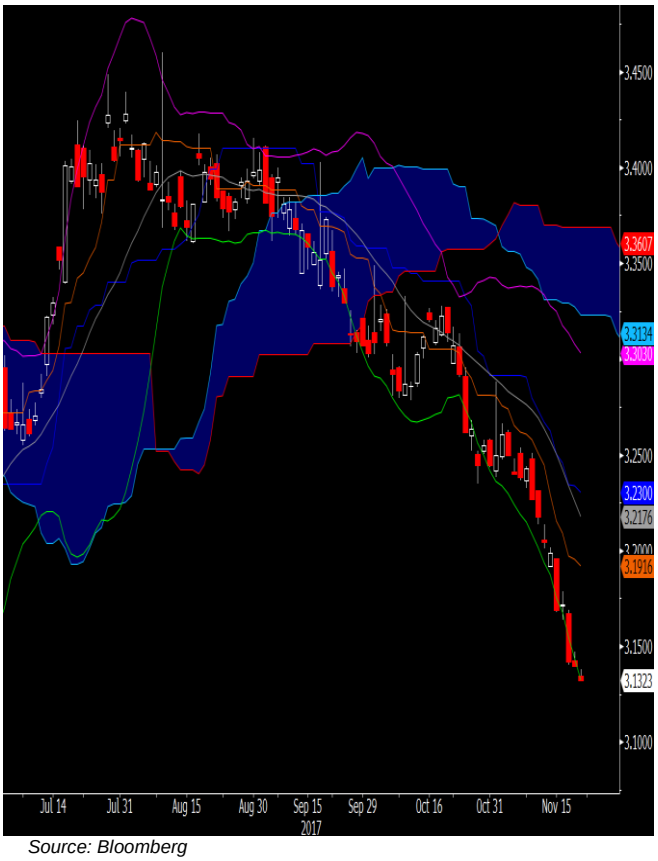


Source: Bloomberg

- AUDUSD opened unchanged at 0.7550. **Daily outlook bearish** on the back of a firm USD and downside pressure from RBA cautioning against a strong AUD.
- **Weekly and monthly outlook bearish**.
- AUDUSD continues to target a drop to 0.7535 next, but caution that a risk of a rebound increases approaching 0.7500. We note that declines appear to be slowing, potentially paving the way for a moderate rebound to circa 0.7603.
- **Continue to expect a potential decline to 0.7530**.
- **Key resistances:** 0.7572 (R1), 0.7595 (R2), 0.7614 (R3)
- **Key supports:** 0.7536 (S1), 0.7520 (S2), 0.7500 (S3)
- **Expected range for the day:** 0.7500 – 0.7550

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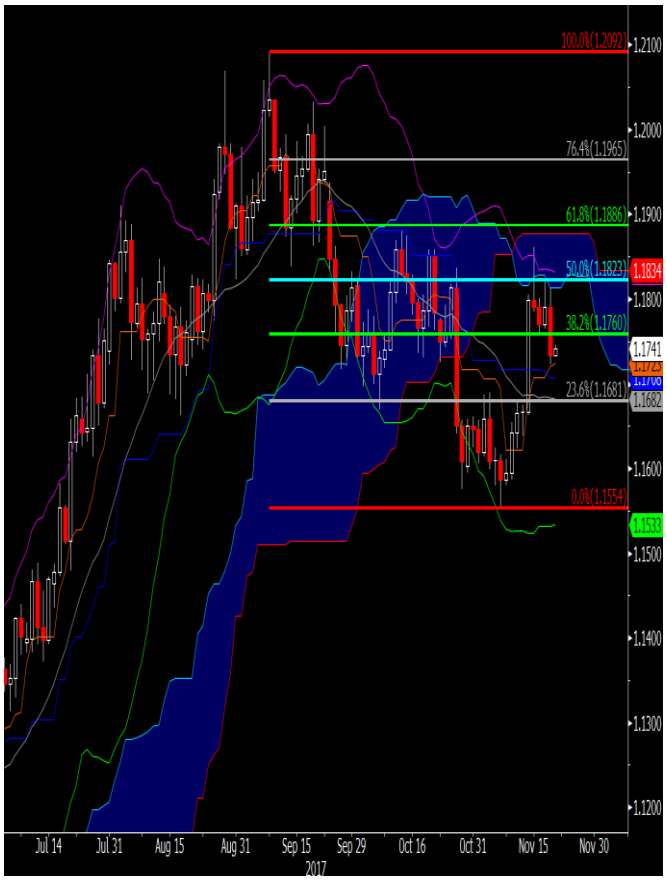
Indicative AUDMYR 3.1323



Source: Bloomberg

- AUDMYR opened 52pips lower at 3.1347. **Daily outlook bearish** on the back of a firm MYR and downside pressure on AUD from RBA minutes.
- **Weekly and monthly outlook bearish**.
- AUDMYR remains bearish while below 3.1500 and is poised to soon test 3.1250.
- **Continue expect a potential drop to 3.1250**.
- **Key resistances:** 3.1381 (R1), 3.1403 (R2), 3.1470 (R3)
- **Key supports:** 3.1300 (S1), 3.1285 (S2), 3.1250 (S3)
- **Expected range for the day:** 3.1250 – 3.1380

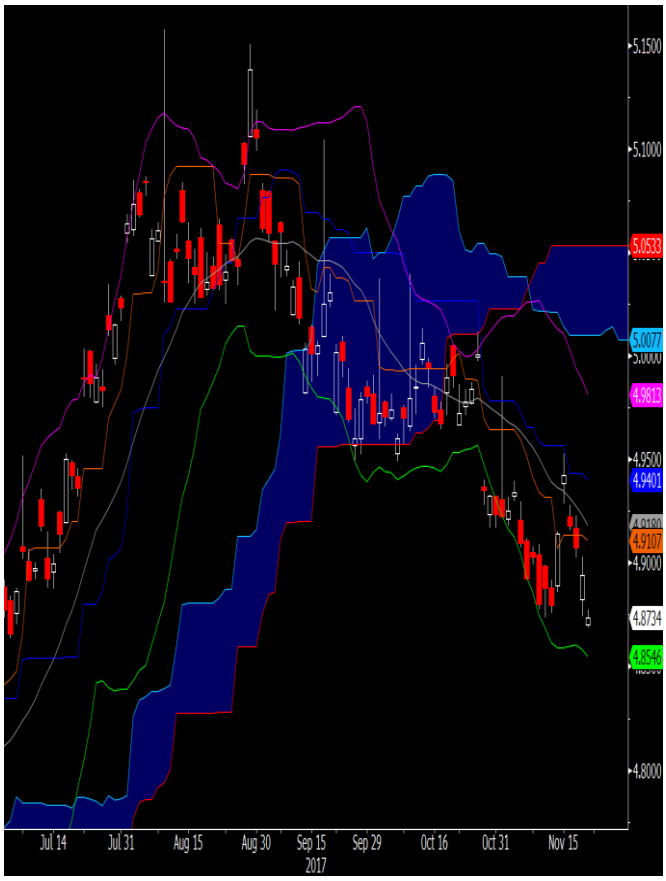
Indicative EURUSD 1.1741



Source: Bloomberg

- EURUSD opened unchanged at 1.1733. **Daily outlook slightly bearish**, weighed down by continued political concerns in Germany.
- **Weekly and monthly outlook bearish**.
- EURUSD is tilted to the downside, with scope to test 1.1681 – 1.1708 region. A close below this range will prolong the current bearish trend and push the pair to perhaps 1.1608. Amid easing upside momentum, it will be tough for the pair to recapture 1.1760.
- **Continue to expect a potential advance to 1.1850**, otherwise curbed by a close below 1.1720.
- **Key resistances:** 1.1760 (R1), 1.1786 (R2), 1.1800 (R3)
- **Key supports:** 1.1723 (S1), 1.1708 (S2), 1.1681 (S3)
- **Expected range for the day:** 1.1700 – 1.1760

Indicative EURMYR 4.8734



Source: Bloomberg

- EURMYR opened 236pips lower at 4.8705. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly and monthly outlook bearish**.
- Another sharp gap down at opening and emergence of bearish bias both suggest a lower EURMYR going forward.
- **Expect a potential decline to 4.8400**, otherwise curbed by a close above 4.8777.
- **Key resistances:** 4.8777 (R1), 4.8802 (R2), 4.8877 (R3)
- **Key supports:** 4.8686 (S1), 4.8600 (S2), 4.8536 (S3)
- **Expected range for the day:** 4.8600 – 4.8780

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