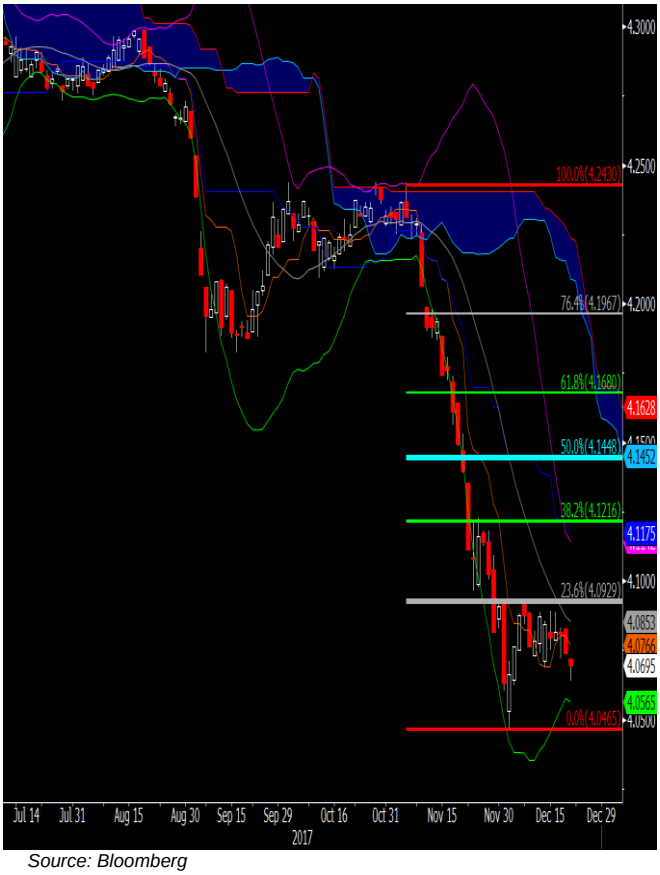
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Daily Currency Outlook – 11am edition

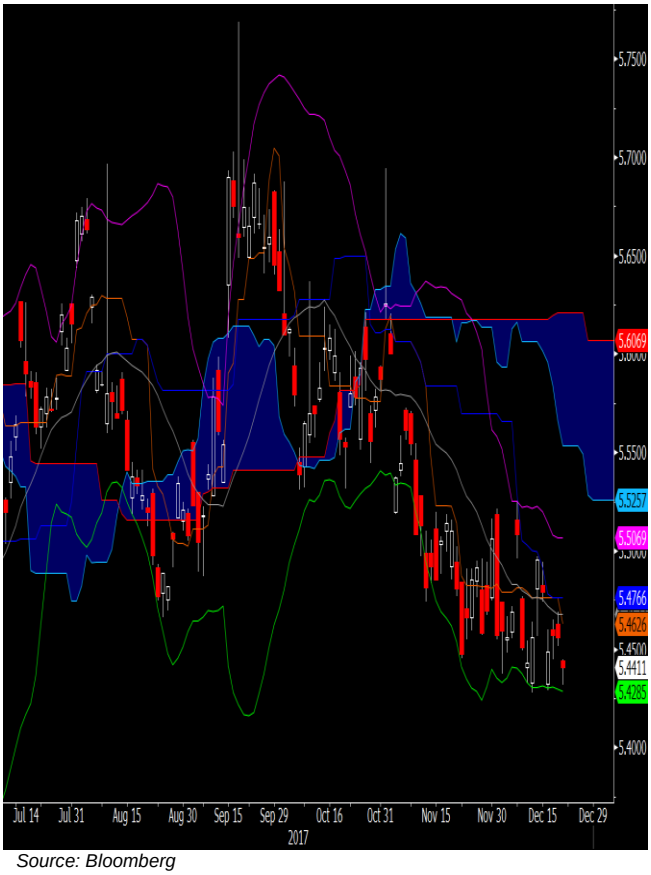
Indicative USDMYR 4.0695



Source: Bloomberg

- USDMYR opened unchanged today. **Daily outlook bearish** in expectation of firmer risk appetite in the markets after the approval of US tax reform bill.
- **Weekly outlook bearish, monthly outlook neutral**.
- Technical outlook has deteriorated in USDMYR; the pair is now titled to the downsides, with scope to slide to 4.0558 in the next leg lower. Holding above 4.0465 prevents the acceleration of bears that could push USDMYR to as low as 4.0220.
- **Expect a potential decline to 4.0560**, otherwise curbed by a close above 4.0766.
- **Key resistances:** 4.0705 (R1), 4.0766 (R2), 4.0792 (R3)
- **Key supports:** 4.0650 (S1), 4.0600 (S2), 4.0558 (S3)
- **Expected range for the day:** 4.0620 – 4.0720

Indicative GBPMYR 5.4411

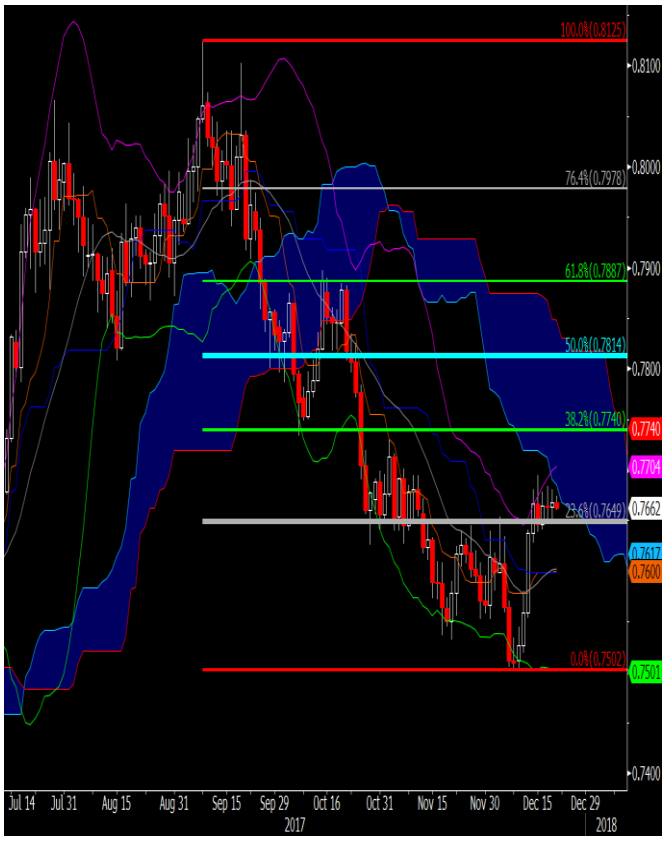


Source: Bloomberg

- GBPMYR opened 118pips lower at 5.4443. **Daily outlook bearish** weighed down by the sharply lower opening and downside pressure from uncertainty in Brexit negotiations.
- **Weekly and monthly outlook bearish**.
- Upside momentum has diminished and today's gap down at opening tilts the pair further to the downside. The pair is increasingly at risk of falling to 5.4059 going forward.
- **Continue to expect a potential decline to 5.4059**, otherwise curbed by a close above 5.4514.
- **Key resistances**: 5.4451 (R1), 5.4476 (R2), 5.4514 (R3)
- **Key supports**: 5.4321 (S1), 5.4300 (S2), 5.4279 (S3)
- **Expected range for the day:** 5.4290 – 5.4450

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

Indicative AUDUSD 0.7662

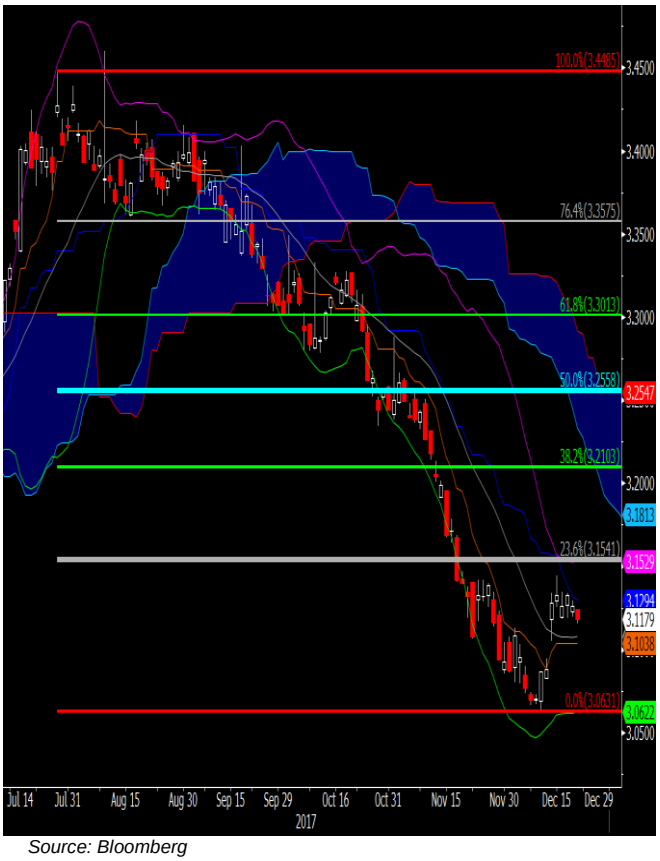


Source: Bloomberg

- AUDUSD opened unchanged at 0.7667. **Daily outlook bullish** on the back of a soft USD and potential improvement in market risk sentiment approval of US tax reform bill.
- **Weekly and monthly outlook bullish**.
- AUDUSD close above 0.7666 overnight and affirmed an upward direction going forward. This puts the pair on track towards 0.7740 in the next leg higher.
- **Continue to expect a potential advance to 0.7740**, otherwise curbed by a close below 0.7620.
- **Key resistances:** 0.7685 (R1), 0.7705 (R2), 0.7720 (R3)
- **Key supports:** 0.7654 (S1), 0.7649 (S2), 0.7620 (S3)
- **Expected range for the day:** 0.7640 – 0.7700

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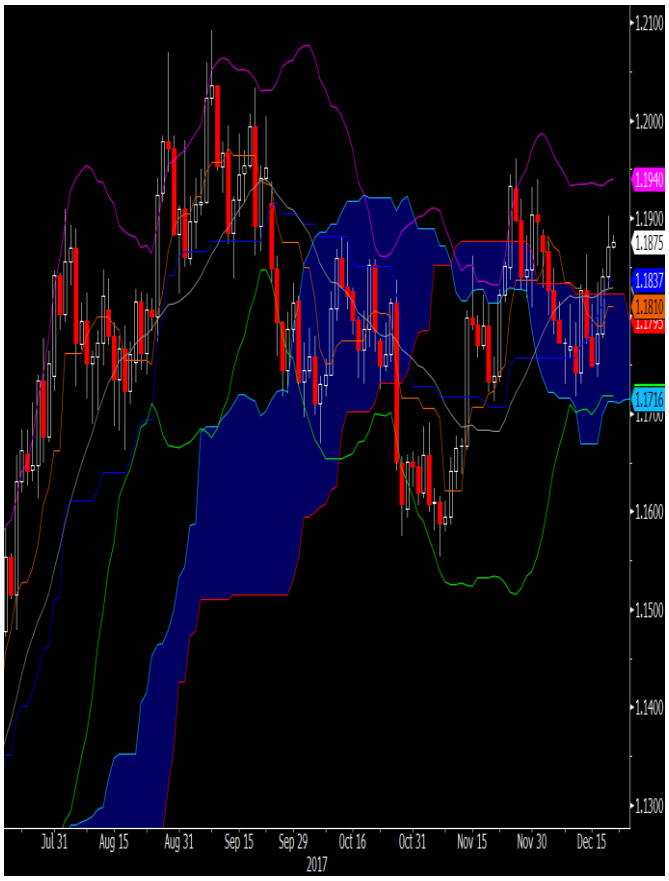
Indicative AUDMYR 3.1179



Source: Bloomberg

- AUDMYR opened 20pips lower at 3.1238. **Daily outlook slightly bearish**, likely to be outperformed by a firmer MYR.
- **Weekly outlook bearish, monthly outlook bullish**.
- With retreating upside momentum and failure to beat 3.1302, AUDMYR is now tilted to the downside with scope to slip lower to 3.1038.
- **AUDMYR is now unlikely to advance to 3.1417**.
- **Key resistances:** 3.1200 (R1), 3.1253 (R2), 3.1294 (R3)
- **Key supports:** 3.1126 (S1), 3.1100 (S2), 3.1076 (S3)
- **Expected range for the day:** 3.1120 – 3.1250

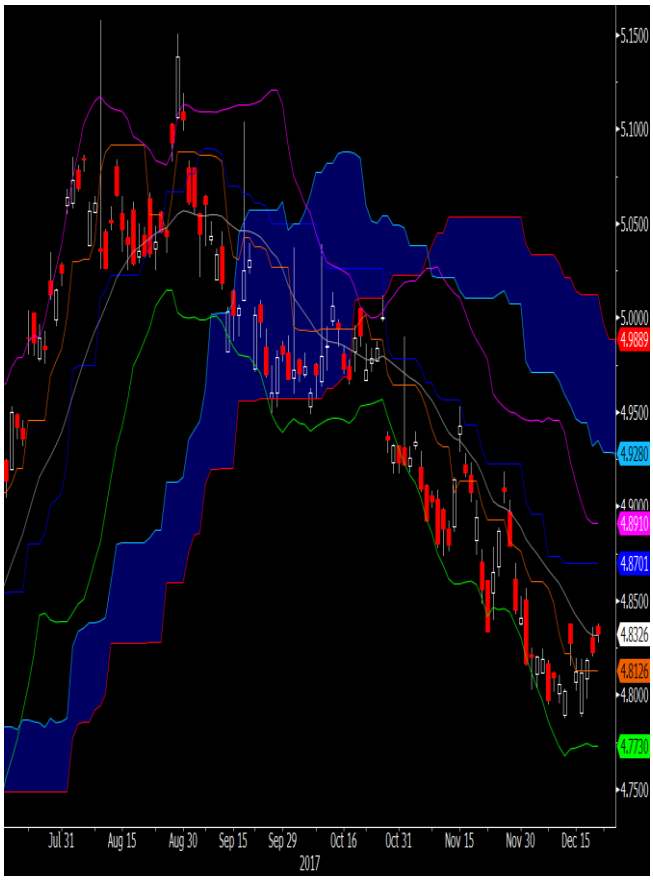
Indicative EURUSD 1.1875



Source: Bloomberg

- EURUSD opened unchanged at 1.1871. **Daily outlook bullish** on the back of a soft USD but the absence of Eurozone data suggest EUR may be unable to stem a greenback rebound if US data outperforms.
- **Weekly and monthly outlook bullish**.
- EURUSD is about to complete a bullish chart pattern; closing above 1.1881 is likely to trigger a move to 1.2030. In any case, the next leg higher should still test 1.1940.
- **Expect a potential advance to 1.1940**, otherwise curbed by a close below 1.1850.
- **Key resistances:** 1.1885 (R1), 1.1900 (R2), 1.1939 (R3)
- **Key supports:** 1.1858 (S1), 1.1837 (S2), 1.1823 (S3)
- **Expected range for the day:** 1.1850 – 1.1920

Indicative EURMYR 4.8326



Source: Bloomberg

- EURMYR opened 137pips higher at 4.8365. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- The gap above 4.8320 today and further gain in upside momentum are likely to push EURMYR higher. As long as EURMYR closes above 4.8320 today, upward trajectory is likely sustained.
- **Key resistances:** 4.8350 (R1), 4.8379 (R2), 4.8429 (R3)
- **Key supports:** 4.8320 (S1), 4.8253 (S2), 4.8200 (S3)
- **Expected range for the day:** 4.8240 – 4.8390

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