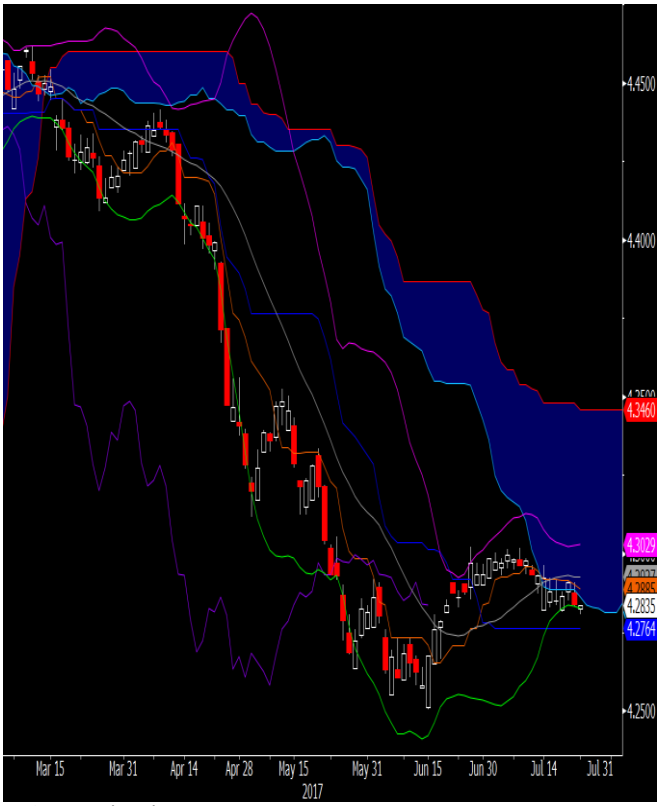
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Daily Currency Outlook – 11am edition

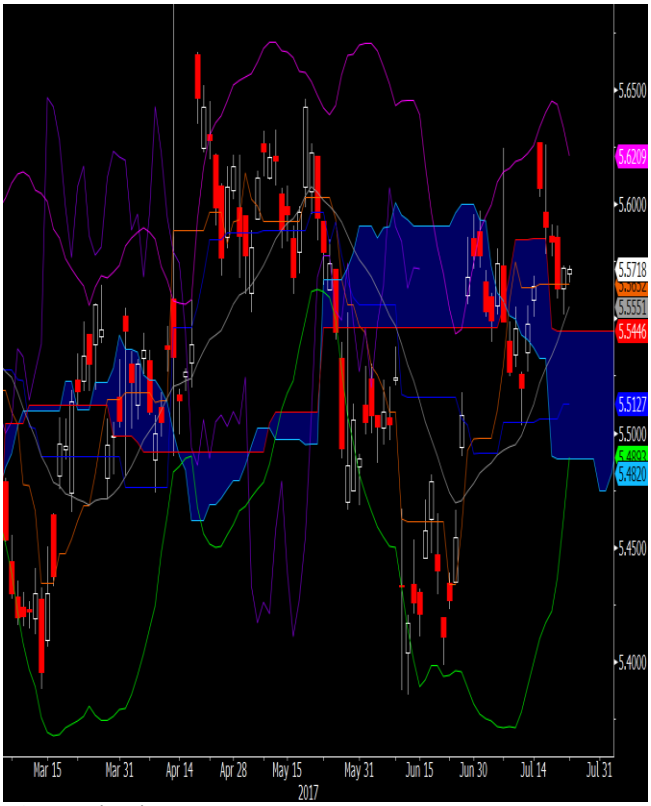
Indicative USDMYR 4.2835



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook slightly bearish** on the back of a weak USD.
- **Weekly outlook neutral, monthly outlook bearish**.
- Downside momentum continues to build, adding to the pressure on USDMYR and scope to a potential decline to 4.2764 going forward.
- **Continue to expect a potential decline to 4.2785**, otherwise curbed by a close above 4.2860.
- **Key resistances:** 4.2850 (R1), 4.2883 (R2), 4.2903 (R3)
- **Key supports:** 4.2832 (S1), 4.2805 (S2), 4.2764 (S3)
- **Expected range for the day:** 4.2780 – 4.2850

Indicative GBPMYR 5.5718

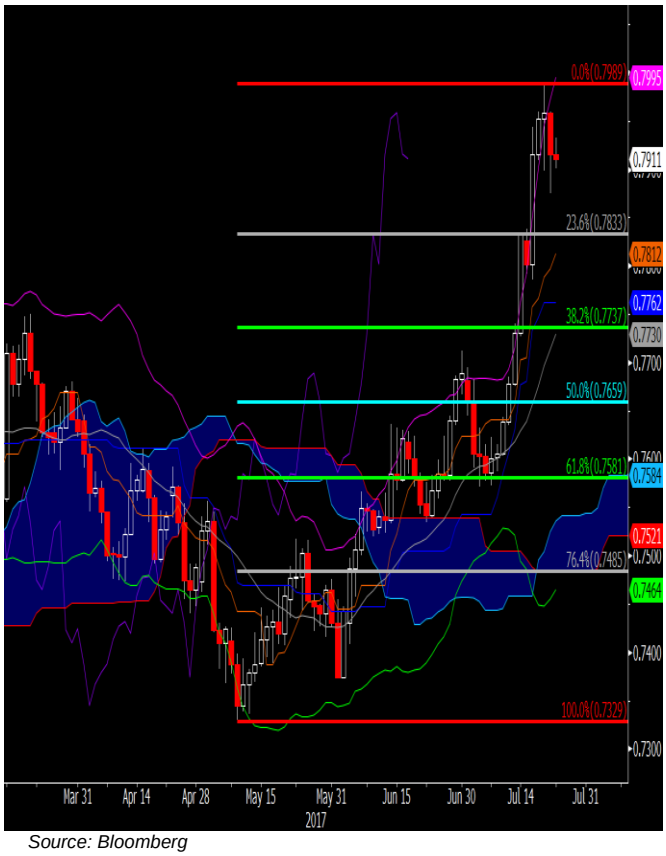


Source: Bloomberg

- GBPMYR opened 25pips lower at 5.5697. **Daily outlook slightly bearish** as we anticipate GBP to retreat in European trade on Brexit concerns.
- **Weekly and monthly outlook bearish**.
- Holding above 5.5652 allows GBPMYR to register soft gains time being, but we reckon that extended advances are likely repelled by 5.5880. The resulting rejection is expected to push GBPMYR lower to 5.5446.
- **Continue to expect a potential decline to 5.5460**, otherwise curbed by a close above 5.5850.
- **Key resistances**: 5.5733 (R1), 5.5782 (R2), 5.5880 (R3)
- **Key supports**: 5.5652 (S1), 5.5551 (S2), 5.5446 (S3)
- **Expected range for the day:** 5.5560 – 5.5770

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

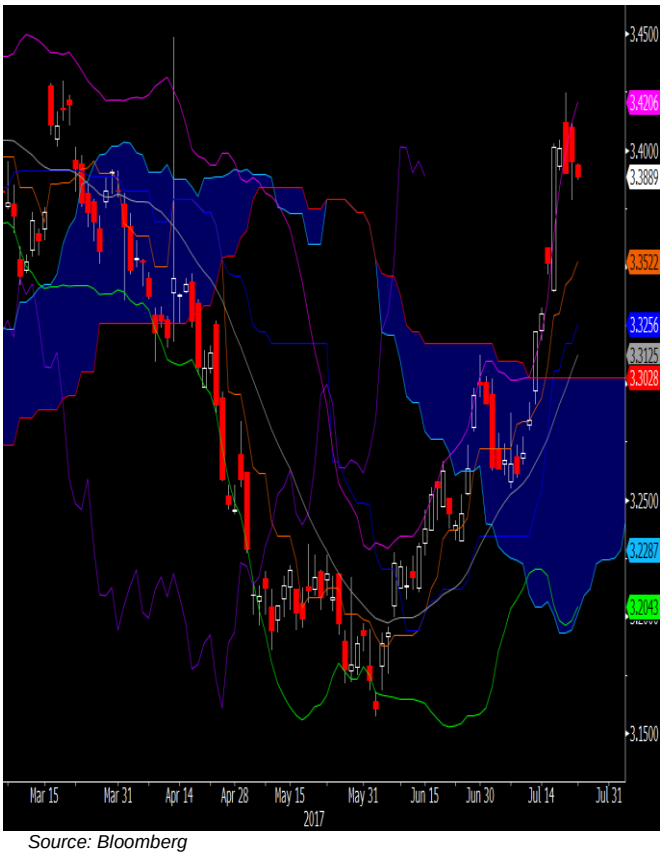
Indicative AUDUSD 0.7911



Source: Bloomberg

- AUDUSD opened unchanged at 0.7916. **Daily outlook bearish** as we anticipate residual downside bias from remarks of RBA deputy governor to prevail.
- **Weekly and monthly outlook bearish**.
- Rejection from 0.7989 is possibly one of the first signs that AUDUSD could not sustain an extended climb. While the pair may still set higher grounds, we opine that it would ultimately fail and head lower to 0.7737 in the coming weeks.
- **Continue to expect a potential decline to 0.7850**, otherwise curbed by a close above 0.7950.
- **Key resistances:** 0.7943 (R1), 0.7960 (R2), 0.7980 (R3)
- **Key supports:** 0.7900 (S1), 0.7863 (S2), 0.7833 (S3)
- **Expected range for the day:** 0.7860 – 0.7940

Indicative AUDMYR 3.3889

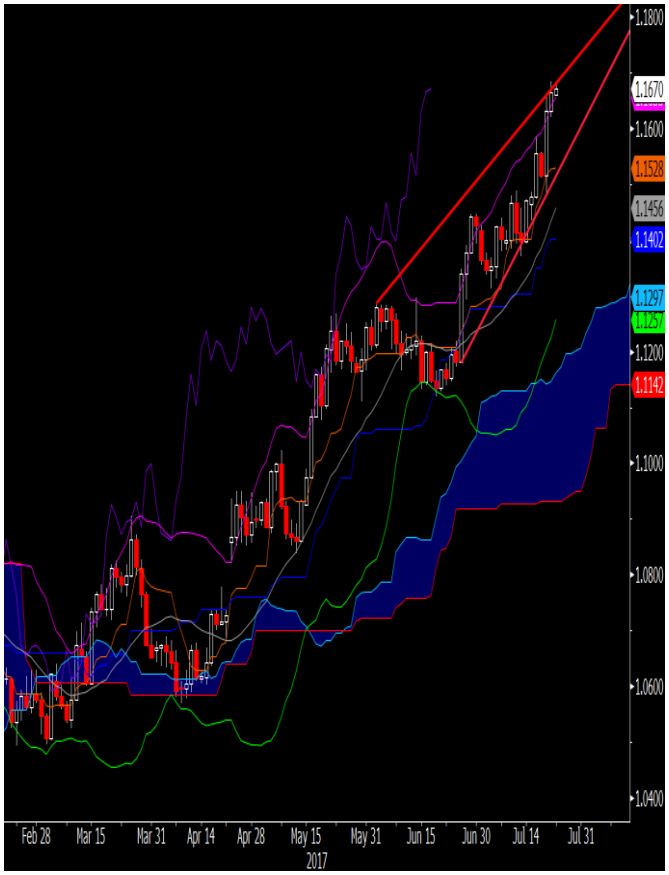


Source: Bloomberg

- AUDMYR opened 14pips higher at 3.3939. **Daily outlook bearish** as AUD is likely to be weighed down by recent remarks from RBA deputy governor.
- **Weekly and monthly outlook bullish**.
- We maintain that AUDMYR will likely be heading lower going forward. Though we cannot rule out another test at 3.4250 or higher, such attempt will be viewed as a last-ditch effort to turn bullish.
- **Continue to expect a potential drop to 3.3580**, otherwise curbed by a close above 3.4080.
- **Key resistances:** 3.3905 (R1), 3.3945 (R2), 3.4000 (R3)
- **Key supports:** 3.3880 (S1), 3.3850 (S2), 3.3784 (S3)
- **Expected range for the day:** 3.3780 – 3.3950

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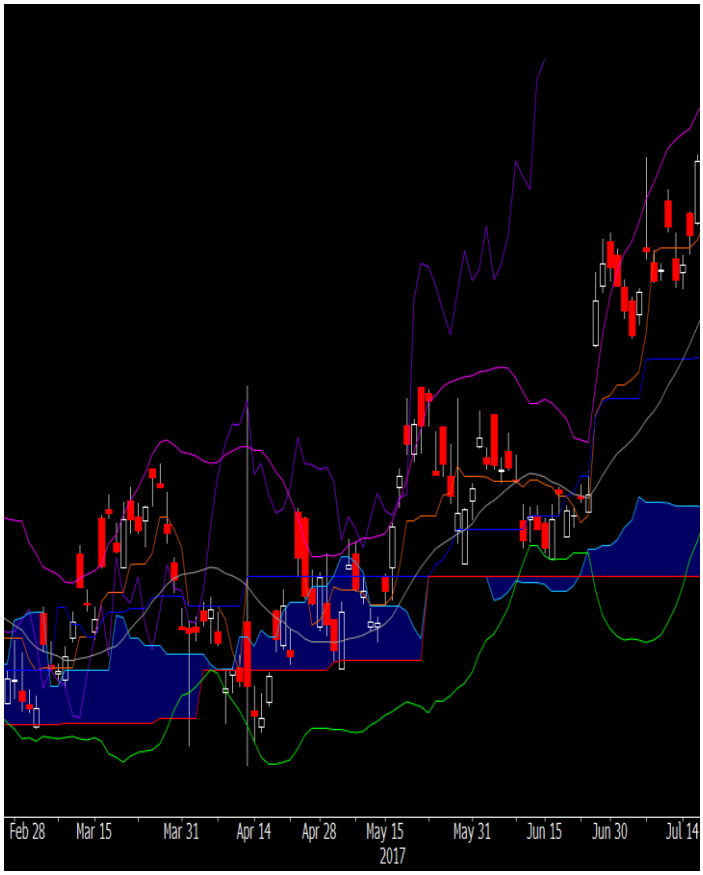
Indicative EURUSD 1.1670



Source: Bloomberg

- EURUSD opened slightly lower at 1.1659. **Daily outlook bullish** on the back of a weak USD, but signs of weakness in Eurozone PMIs will overturn gains.
- **Weekly outlook bullish, monthly outlook bearish**.
- EURUSD gains is expected to prevail after firmly breaking 1.1640, with 1.1720 – 1.1740 in sight. However, we caution that signs of reversal still prevail, putting current uptrend in doubt.
- **Key resistances:** 1.1684 (R1), 1.1700 (R2), 1.1720 (R3)
- **Key supports:** 1.1657 (S1), 1.1619 (S2), 1.1586 (S3)
- **Expected range for the day:** 1.1650 – 1.1700

Indicative EURMYR 4.9988



Source: Bloomberg

- EURMYR opened 133pips higher at 5.0025. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly outlook bullish, monthly outlook bearish**.
- Despite bullish bias, price-momentum has diverged further, continuing to hint at potential reversal to lower levels going forward. Sharp gap-up at opening today has served to only reinforce our view that such gains are hardly sustainable in the longer-term.
- **Continue to expect a potential decline to 4.9520**, otherwise curbed by a close above 5.0000.
- **Key resistances:** 5.0000 (R1), 5.0036 (R2), 5.0050 (R3)
- **Key supports:** 4.9937 (S1), 4.9880 (S2), 4.9800 (S3)
- **Expected range for the day:** 4.9930 – 5.0050

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