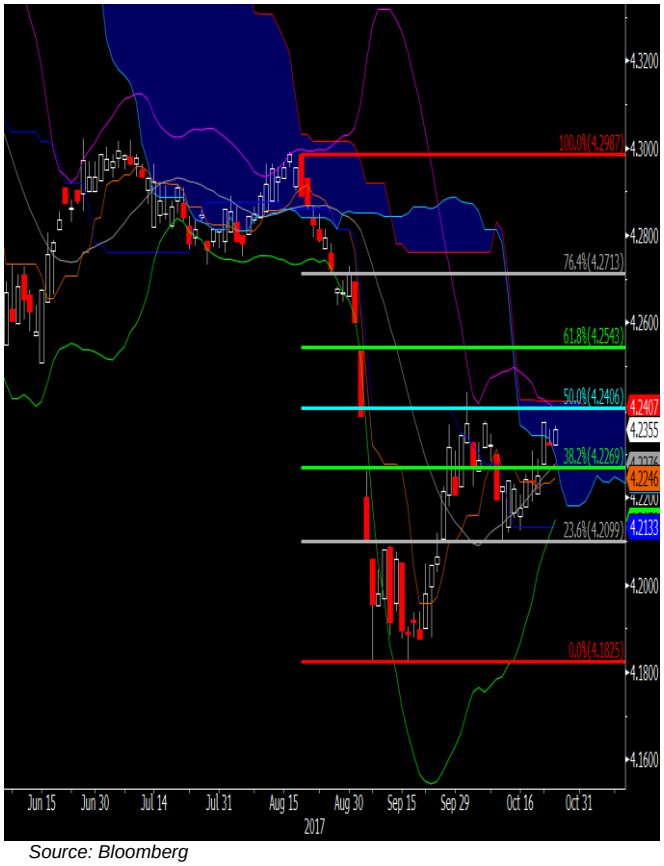
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Daily Currency Outlook – 11am edition

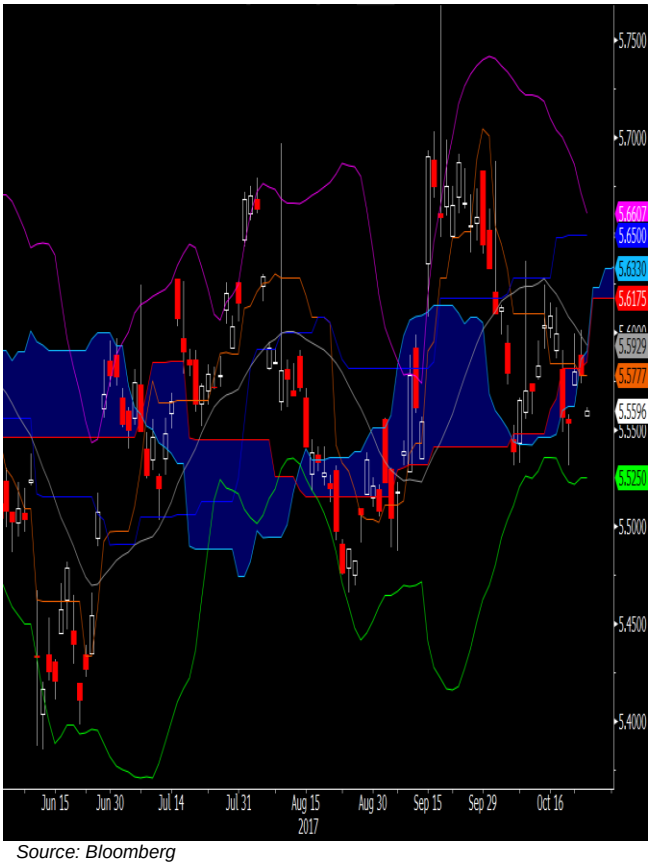
Indicative USDMYR 4.2355



Source: Bloomberg

- USDMYR opened unchanged today. **Daily outlook bullish** on a firmer USD and a wane in MYR buying interest ahead of Malaysia Budget 2018 tabling.
- **Weekly outlook bullish, monthly outlook neutral**.
- USDMYR is still technically bullish and remains tilted upwards. We maintain that there is potential to move to 4.2412 in the next leg higher.
- **Expect a potential advance to 4.2412**, invalidated by a close below 4.2300.
- **Key resistances:** 4.2365 (R1), 4.2380 (R2), 4.2406 (R3)
- **Key supports:** 4.2339 (S1), 4.2300 (S2), 4.2269 (S3)
- **Expected range for the day:** 4.2300 – 4.2400

Indicative GBPMYR 5.5596

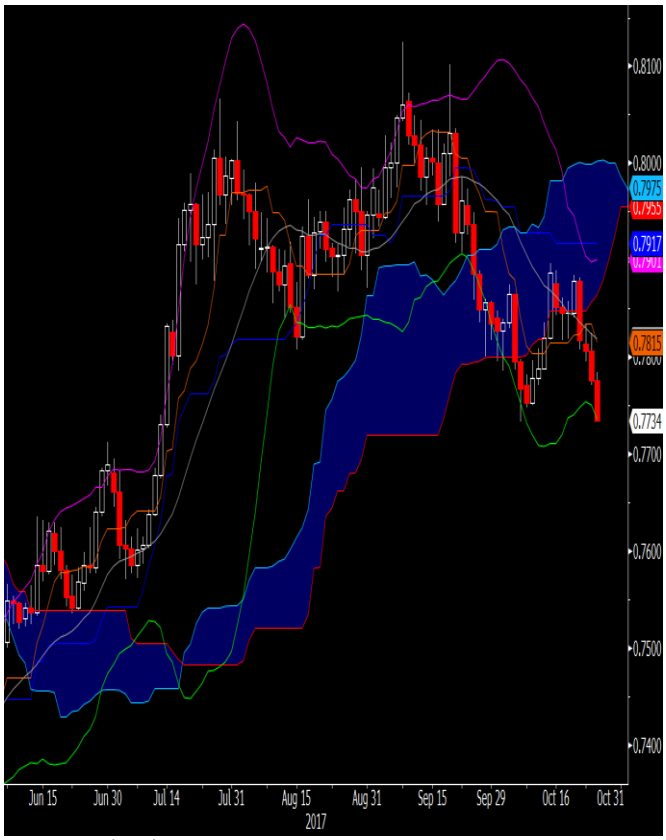


Source: Bloomberg

- GBPMYR opened 210pips lower at 5.5570. **Daily outlook bearish**, weighed down by the sharply lower opening as well as potential for GBP to slide lower in European trade.
- **Weekly and monthly outlook bearish**.
- As noted yesterday, GBPMYR's inability to hold above 5.5814 has sparked renewed weakness. The pair is now inclined to the downsides and heading towards 5.5253.
- **GBPMYR is now unlikely to climb to 5.6240** – expect a potential decline to 5.5253, otherwise curbed by a close above 5.5770.
- **Key resistances**: 5.5661 (R1), 5.5777 (R2), 5.5845 (R3)
- **Key supports**: 5.5500 (S1), 5.5486 (S2), 5.5420 (S3)
- **Expected range for the day:** 5.5520 – 5.5680

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

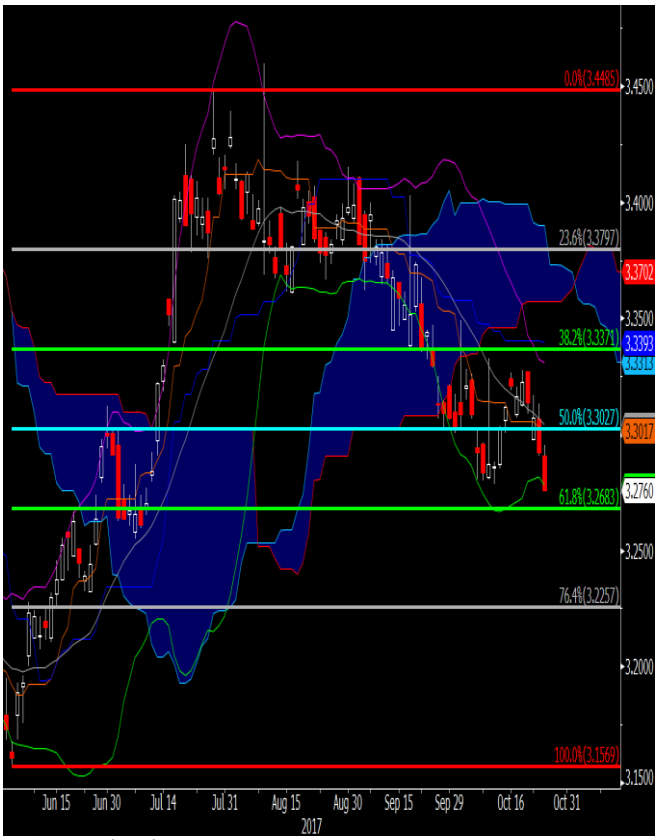
Indicative AUDUSD 0.7734



Source: Bloomberg

- AUDUSD opened unchanged at 0.7776. **Daily outlook bearish** on the back of a firmer USD, further pressured by a softer than expected Australia CPI.
- **Weekly and monthly outlook bearish**.
- AUDUSD expectedly slipped below 0.7755. A firmer bearish bias has emerged, thus expect further losses going forward. We caution that breaking below 0.7710 could establish a drop to circa 0.7517.
- **AUDUSD expectedly declined to 0.7755**.
- **Key resistances:** 0.7739 (R1), 0.7779 (R2), 0.7800 (R3)
- **Key supports:** 0.7710 (S1), 0.7700 (S2), 0.7685 (S3)
- **Expected range for the day:** 0.7700 – 0.7790

Indicative AUDMYR 3.2760

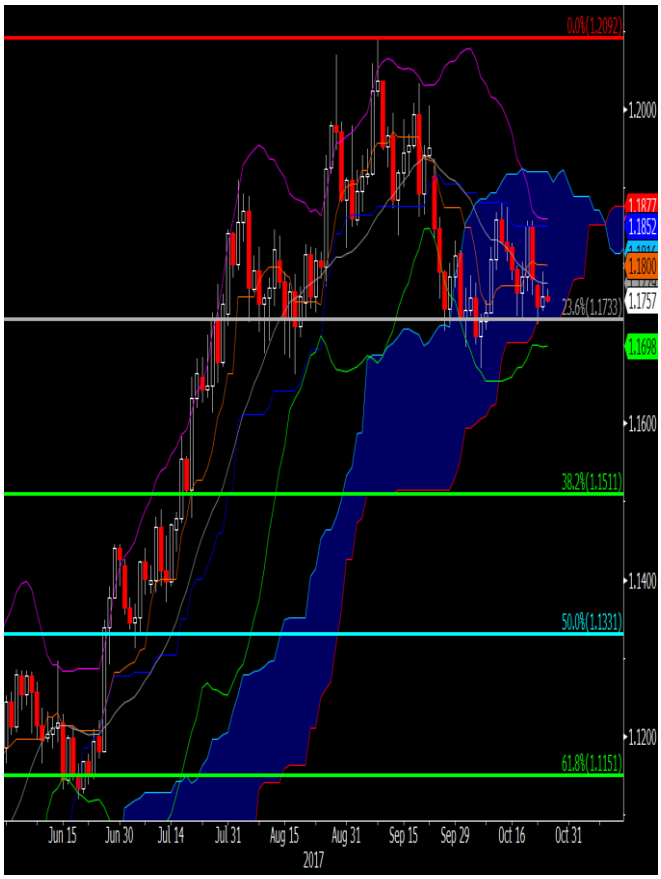


Source: Bloomberg

- AUDMYR opened 13pips lower at 3.2910. **Daily outlook slightly bearish** as AUD is weighed down by softer than expected Australia CPI.
- **Weekly and monthly outlook bearish**.
- AUDMYR failed to close above 3.3027 has emboldened the bears. Bearish bias is gradually picking up and there is scope to head lower to circa 3.2683. Breaking below this exposes a drop to 3.2257 in the next leg lower.
- **Key resistances:** 3.2792 (R1), 3.2852 (R2), 3.2917 (R3)
- **Key supports:** 3.2750 (S1), 3.2700 (S2), 3.2683 (S3)
- **Expected range for the day:** 3.2670 – 3.2955

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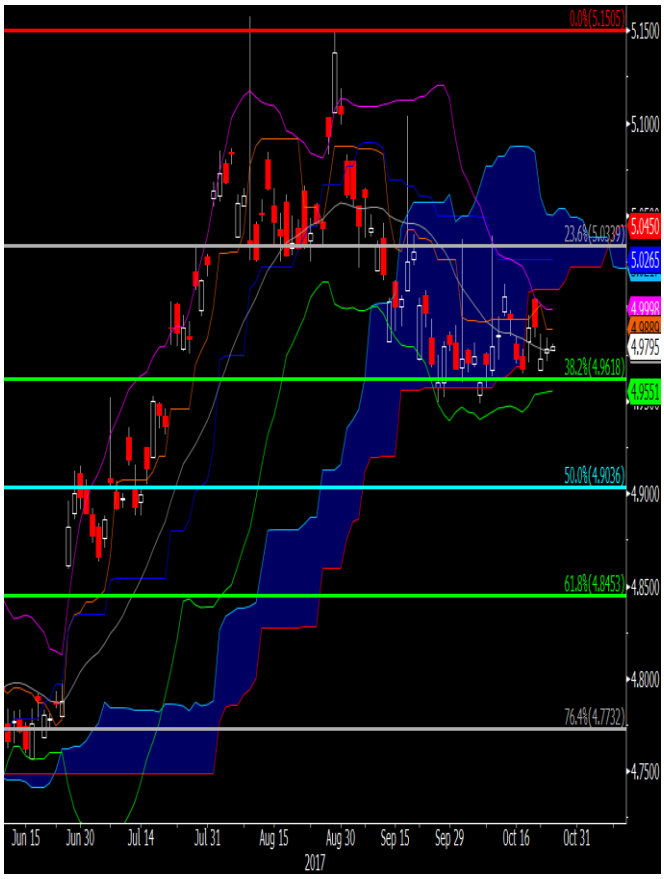
Indicative EURUSD 1.1757



Source: Bloomberg

- EURUSD opened unchanged at 1.1761. **Daily outlook bearish** on the back of disinterest amid on-going political jitters and ahead of ECB policy decision.
- **Weekly and monthly outlook bearish**.
- Rebound overnight was stemmed before 1.1800 and we reckon that there is a growing likelihood of rejection in the event of attempts at pushing higher. We still set sights on a test, and a likely break, at 1.1733; losing this risks a drop to 1.1687.
- **Continue expect a potential decline to 1.1690**, otherwise curbed by a close above 1.1800.
- **Key resistances:** 1.1779 (R1), 1.1800 (R2), 1.1820 (R3)
- **Key supports:** 1.1733 (S1), 1.1698 (S2), 1.1670 (S3)
- **Expected range for the day:** 1.1680 – 1.1780

Indicative EURMYR 4.9795



Source: Bloomberg

- EURMYR opened 9pips lower at 4.9772. **Daily outlook slightly bearish**, awaiting a softer EUR going into European trade.
- **Weekly and monthly outlook bearish**.
- Signs continue to point to weakness going forward. We continue to set sights on a drop to 4.9618, below which bears will intensify and head for 4.9488.
- **Continue to expect a potential decline to 4.9620**, otherwise curbed by a close above 4.9840.
- **Key resistances:** 4.9803 (R1), 4.9889 (R2), 4.9956 (R3)
- **Key supports:** 4.9774 (S1), 4.9742 (S2), 4.9714 (S3)
- **Expected range for the day:** 4.9740 – 4.9820

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