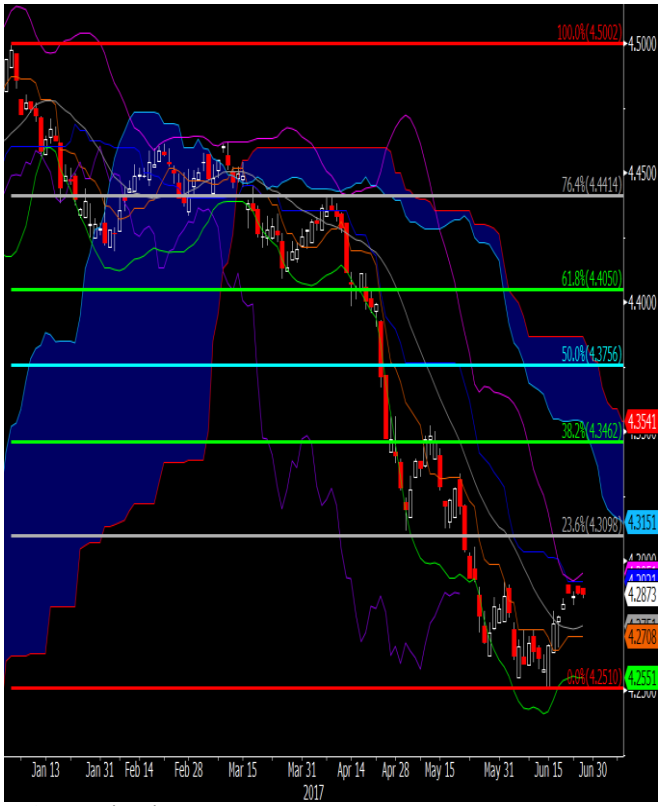
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FX Strategy

Daily Currency Outlook – 11am edition

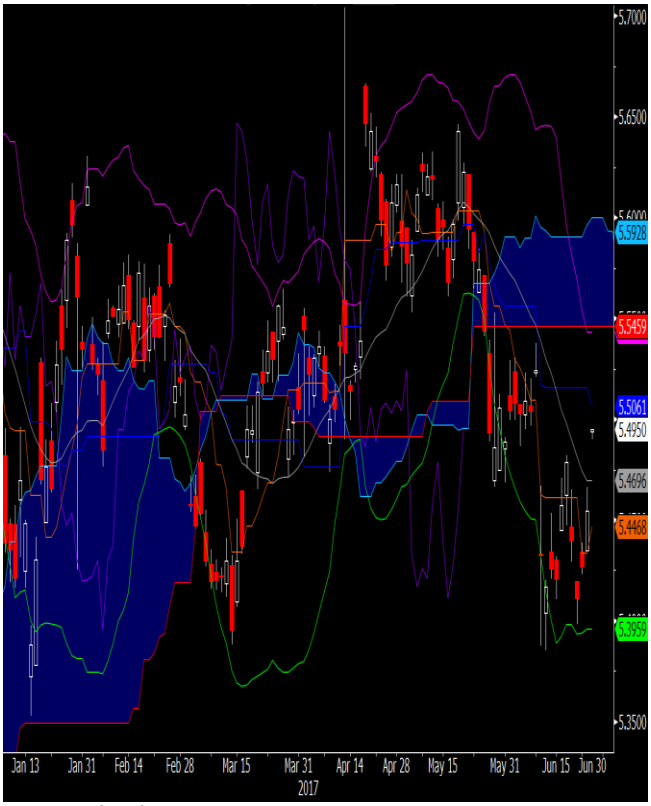
Indicative USDMYR 4.2873



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook bullish** as market sentiment remains soft, hampering MYR bids.
- **Weekly and monthly outlook bullish**.
- USDMYR is still inclined to higher levels, though we reckon that on the back of softening upside momentum, gains are likely to fizzle out near 4.2980.
- **Continue to expect a potential advance to 4.3030**, otherwise curbed by a close below 4.2800.
- **Key resistances:** 4.2900 (R1), 4.2921 (R2), 4.2951 (R3)
- **Key supports:** 4.2851 (S1), 4.2830 (S2), 4.2800 (S3)
- **Expected range for the day:** 4.2850 – 4.2920

Indicative GBPMYR 5.4950

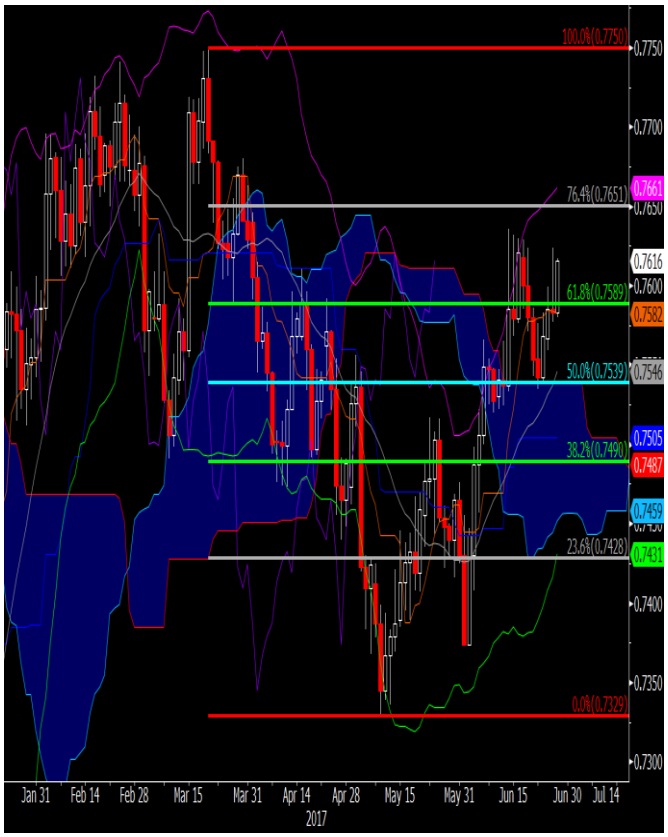


Source: Bloomberg

- GBPMYR opened 396pips higher at 5.4939. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bearish**.
- A bullish bias emerged strongly overnight, tilting GBPMYR into sharp gains. While the pair is now prone to further gains, we are skeptical that current upsides can sustain. Therefore, we set sights on potential failure near 5.5200 – 5.5231.
- **GBPMYR is now unlikely to fall to 5.3960**.
- **Key resistances**: 5.5000 (R1), 5.5061 (R2), 5.5126 (R3)
- **Key supports**: 5.4897 (S1), 5.4820 (S2), 5.4742 (S3)
- **Expected range for the day:** 5.4870 – 5.5000

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

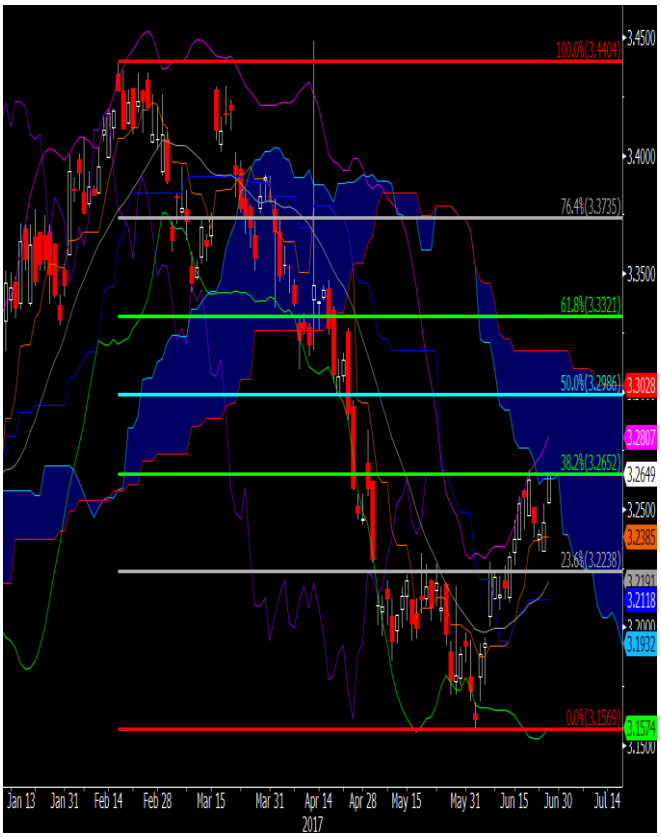
Indicative AUDUSD 0.7616



Source: Bloomberg

- AUDUSD opened unchanged at 0.7583. **Daily outlook bearish**, continued to be weighed down by retreating equities.
- **Weekly outlook bearish, monthly outlook bullish**.
- Despite signs of rebound, we anticipate AUDUSD failing to beat 0.7624 – 0.7640, thus triggering a longer-term decline to circa 0.7539. Firm break at 0.7640 will alter current technical landscape.
- **Continue to expect a potential decline to 0.7460**, otherwise curbed by a close above 0.7640.
- **Key resistances:** 0.7624 (R1), 0.7651 (R2), 0.7660 (R3)
- **Key supports:** 0.7602 (S1), 0.7589 (S2), 0.7575 (S3)
- **Expected range for the day:** 0.7550 – 0.7630

Indicative AUDMYR 3.2649

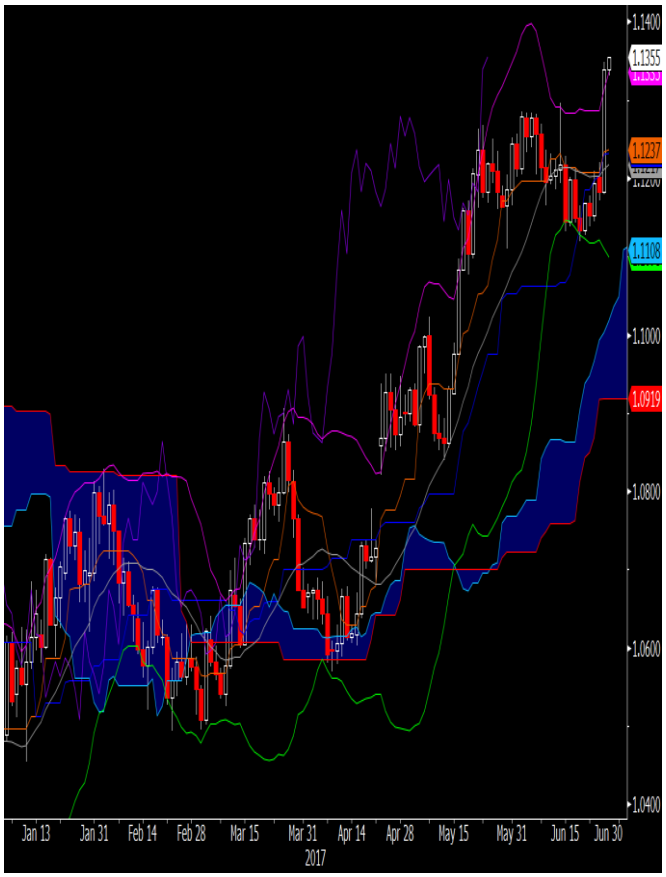


Source: Bloomberg

- AUDMYR opened 88ips higher at 3.2530. **Daily outlook bullish**, supported by gap up at opening as well as a soft MYR.
- **Weekly outlook bearish, monthly outlook bullish**.
- Bullish bias prevails but remains soft despite early gap up, which to us is a sign that current rebound could fail approaching firm resistances at 3.2628 – 3.2652. We anticipate failure to break higher and reverse AUDMYR to circa 3.2238.
- **Continue to expect a potential decline to 3.2250**, otherwise curbed by a close above 3.2652.
- **Key resistances:** 3.2652 (R1), 3.2700 (R2), 3.2721 (R3)
- **Key supports:** 3.2628 (S1), 3.2554 (S2), 3.2495 (S3)
- **Expected range for the day:** 3.2520 – 3.2680

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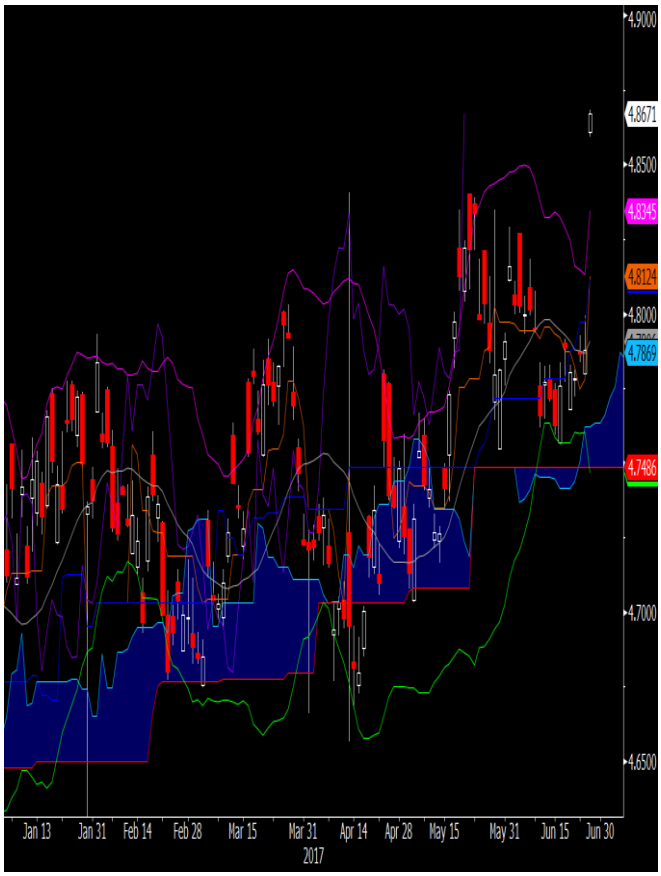
Indicative EURUSD 1.1355



Source: Bloomberg

- EURUSD opened unchanged at 1.1339. **Daily outlook bullish** on the back of a soft USD, further supported by improving expectations that the ECB will soon unwind its dovish monetary policy.
- **Weekly and monthly outlook bullish**.
- EURUSD is now on a bullish tone, but we note that such hefty gains are hardly sustainable in the longer-term. As such, we caution on a potential failure to beat 1.1361 – 1.1380 that could trigger a decline to 1.1274 going forward.
- **EURUSD is now unlikely to decline to 1.1060**.
- **Key resistances:** 1.1361 (R1), 1.1380 (R2), 1.1400 (R3)
- **Key supports:** 1.1332 (S1), 1.1300 (S2), 1.1275 (S3)
- **Expected range for the day:** 1.1300 – 1.1365

Indicative EURMYR 4.8671



Source: Bloomberg

- EURMYR opened 730pips higher at 4.8609. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- The sharp about-turn to a bullish bias pushed EURMYR higher at opening. We remain skeptical that such surges are sustainable, but cannot rule out that further gains could be in the cards before the pair reverses into a bearish tone.
- **EURMYR is now unlikely to decline to 4.7560**.
- **Key resistances:** 4.8680 (R1), 4.8700 (R2), 4.8750 (R3)
- **Key supports:** 4.8600 (S1), 4.8580 (S2), 4.8505 (S3)
- **Expected range for the day:** 4.8590 – 4.8750

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