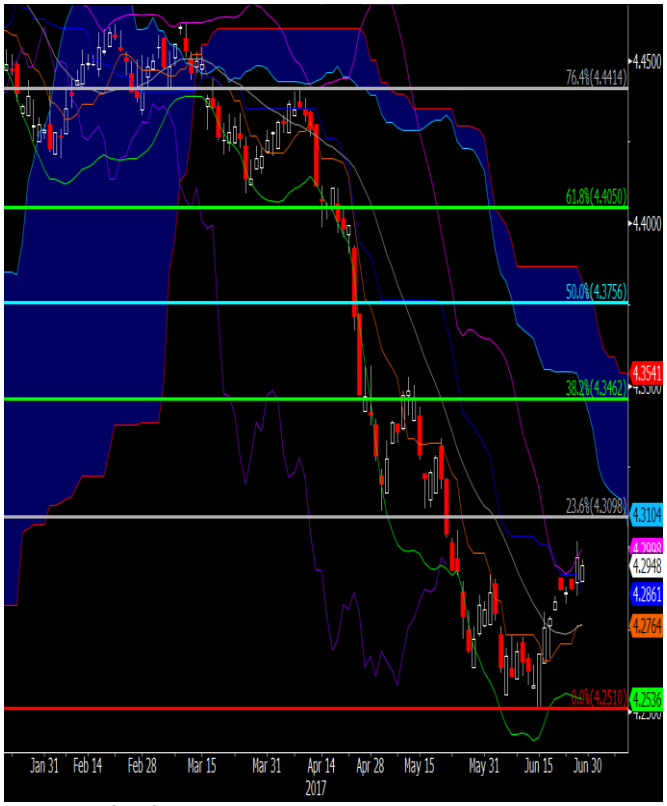
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

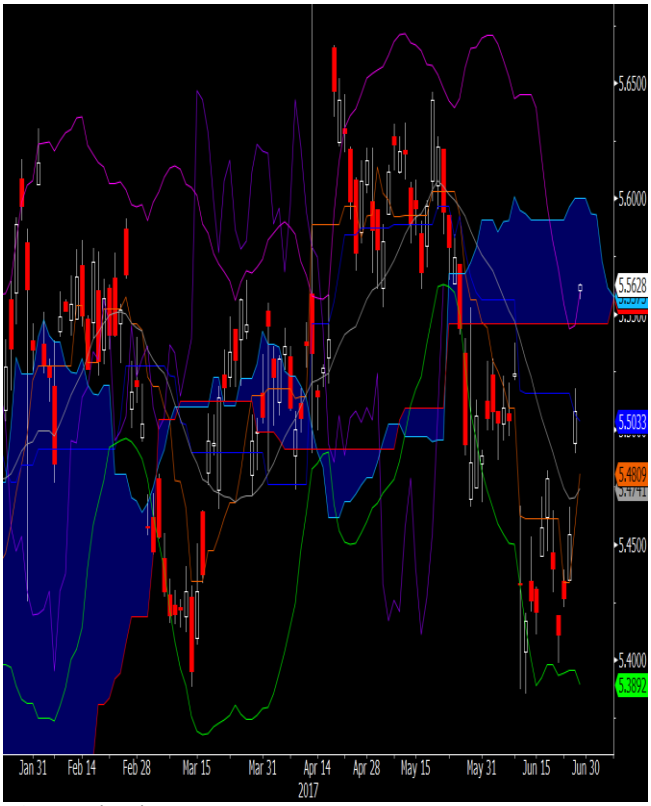
Indicative USDMYR 4.2948



Source: Bloomberg

- USDMYR opened lower 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 appear to be nearing top unless the pair manages to beat 4.3030. Then, USDMYR will be exposed to a move to 4.3098.
- **Continue to expect a potential advance to 4.3030**.
- **Key resistances:** 4.2997 (R1), 4.3022 (R2), 4.3098 (R3)
- **Key supports:** 4.2900 (S1), 4.2882 (S2), 4.2861 (S3)
- **Expected range for the day:** 4.2900 – 4.3000

Indicative GBPMYR 5.5628

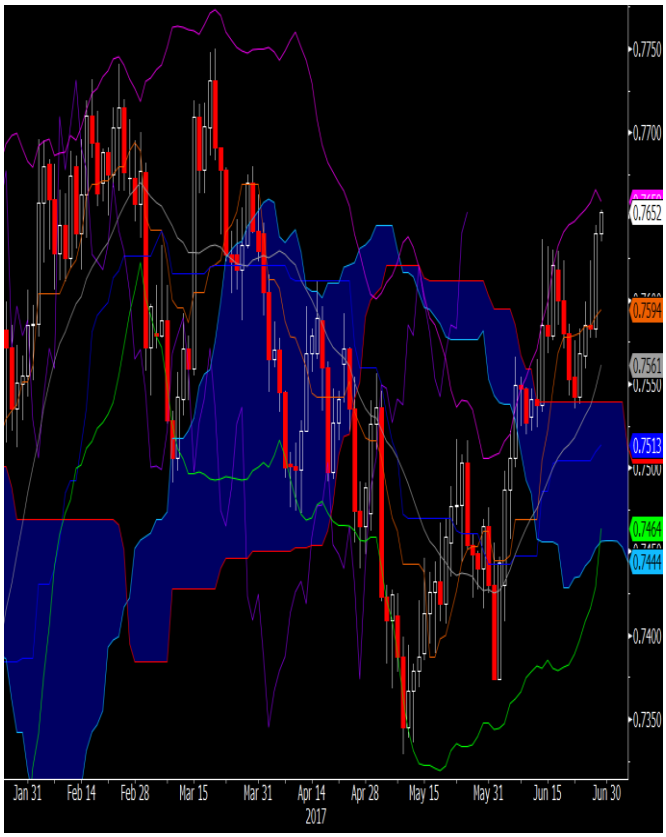


Source: Bloomberg

- GBPMYR opened 528pips higher at 5.5604. **Daily outlook bullish**, lifted by the sharply higher opening and potentially stronger GBP going into European trade.
- **Weekly and monthly outlook bullish**.
- We opine that GBPMYR remains prone to further gains to circa 5.6000, but stay skeptical that extended upsides can sustain thereafter. We set sights on a failure near 5.6000 to push GBPMYR lower to circa 5.5450.
- **Expect a potential climb to 5.6000**, otherwise curbed by a close below 5.5459.
- **Key resistances**: 5.5647 (R1), 5.5698 (R2), 5.5715 (R3)
- **Key supports**: 5.5600 (S1), 5.5570 (S2), 5.5528 (S3)
- **Expected range for the day:** 5.5520 – 5.5690

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

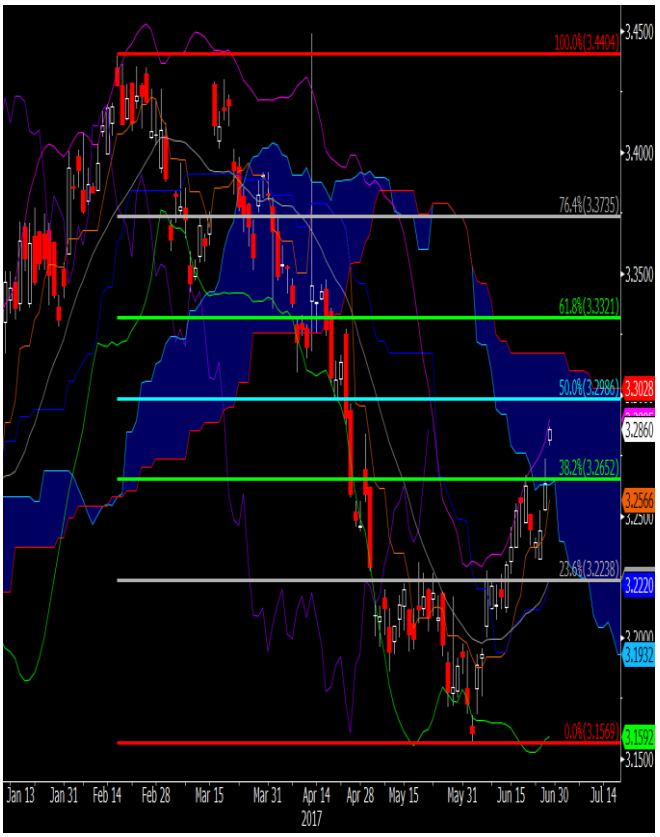
Indicative AUDUSD 0.7652



Source: Bloomberg

- AUDUSD opened unchanged at 0.7640. **Daily outlook bullish**, as we anticipate AUD to be supported by firming risk appetite in the markets while USD remains dampened.
- **Weekly and monthly outlook bullish**.
- AUDUSD closing above 0.7640 has alleviated doubts over sustainability of further upsides. We now set sights on potential test at 0.7680, above which a return to 0.7720 is likely.
- **AUDUSD is now unlikely to decline to 0.7460**.
- **Key resistances:** 0.7660 (R1), 0.7680 (R2), 0.7700 (R3)
- **Key supports:** 0.7624 (S1), 0.7609 (S2), 0.7595 (S3)
- **Expected range for the day:** 0.7620 – 0.7680

Indicative AUDMYR 3.2860

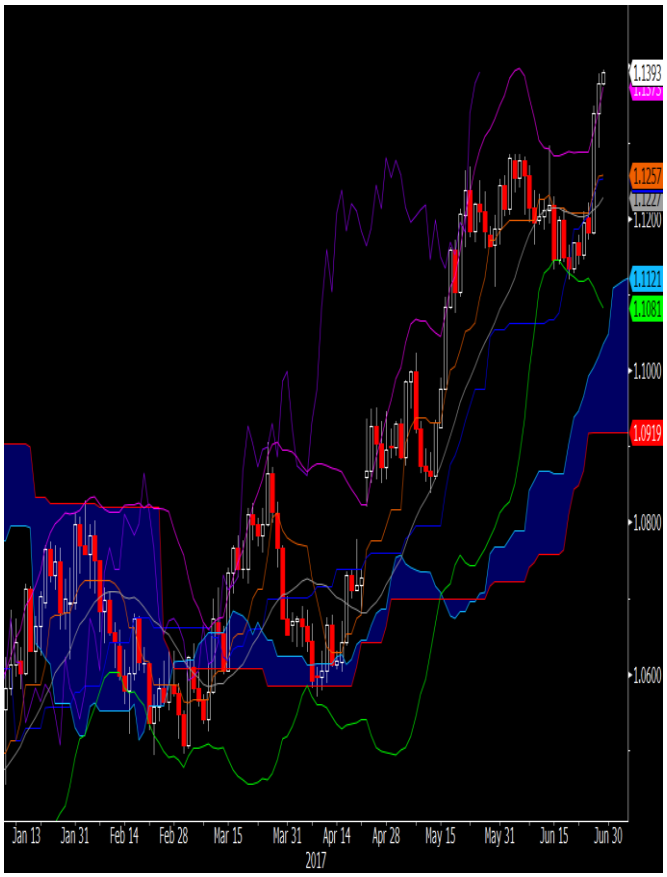


Source: Bloomberg

- AUDMYR opened 181ips higher at 3.2815. **Daily outlook bullish**, supported by gap up at opening as well as a soft MYR.
- **Weekly and monthly outlook bullish**.
- Bullish bias has improved on another gap up at opening, and now signifies further gains are likely. We set sights on a test at 3.2986, above which AUDMYR will head to 3.3172.
- **AUDMYR is now unlikely to decline to 3.2250** – expect a potential climb to 3.3100, otherwise curbed by a close below 3.2820.
- **Key resistances:** 3.2889 (R1), 3.2986 (R2), 3.3000 (R3)
- **Key supports:** 3.2800 (S1), 3.2739 (S2), 3.2652 (S3)
- **Expected range for the day:** 3.2730 – 3.3000

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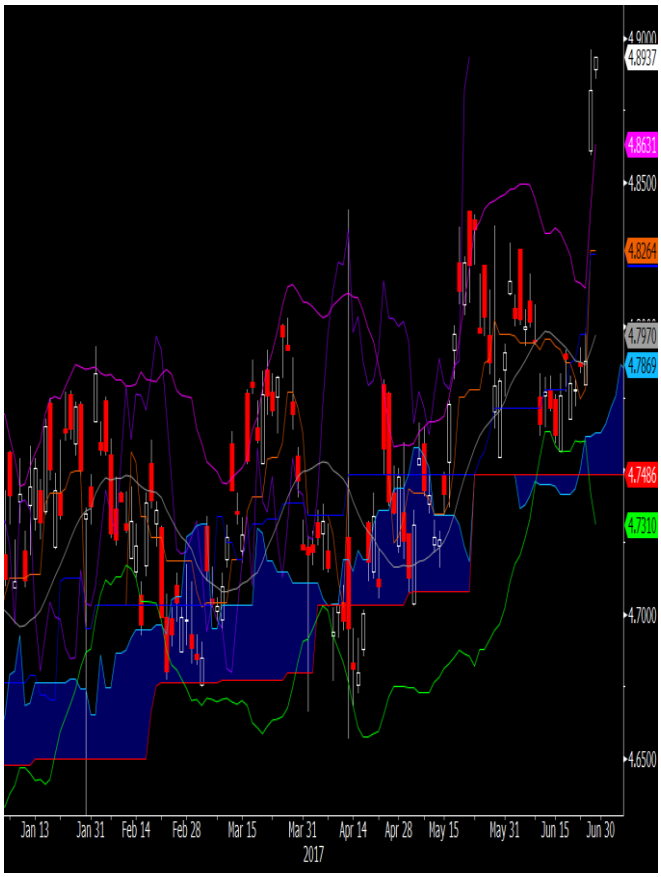
Indicative EURUSD 1.1393



Source: Bloomberg

- EURUSD opened unchanged at 1.1378. **Daily outlook bullish**, supported by firmer bids for European majors and a weak USD.
- **Weekly and monthly outlook bullish**.
- EURUSD is now poised to tests 1.1400, but we remain skeptical over extended gains thereafter. We reckon that EURUSD remains vulnerable to rejections approaching 1.1428 – 1.1450, and a rejection here could push the pair back to circa 1.1255.
- **Key resistances:** 1.1400 (R1), 1.1425 (R2), 1.1450 (R3)
- **Key supports:** 1.1371 (S1), 1.1361 (S2), 1.1300 (S3)
- **Expected range for the day:** 1.1360 – 1.1450

Indicative EURMYR 4.8934



Source: Bloomberg

- EURMYR opened 73pips higher at 4.8892. **Daily outlook bullish**, lifted by the higher opening and potential for a firmer EUR in European trade.
- **Weekly and monthly outlook bullish**.
- We remain skeptical that recent surges are sustainable and will likely unravel going forward, but resigned to the fact that EURMYR will push higher first before reversing. At test at 4.9334 – 4.9530 cannot be ruled out.
- **Expect a potential climb to 4.9350**, otherwise curbed by a close below 4.8900.
- **Key resistances:** 4.8962 (R1), 4.9000 (R2), 4.9050 (R3)
- **Key supports:** 4.8920 (S1), 4.8850 (S2), 4.8800 (S3)
- **Expected range for the day:** 4.8820 – 4.9100

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