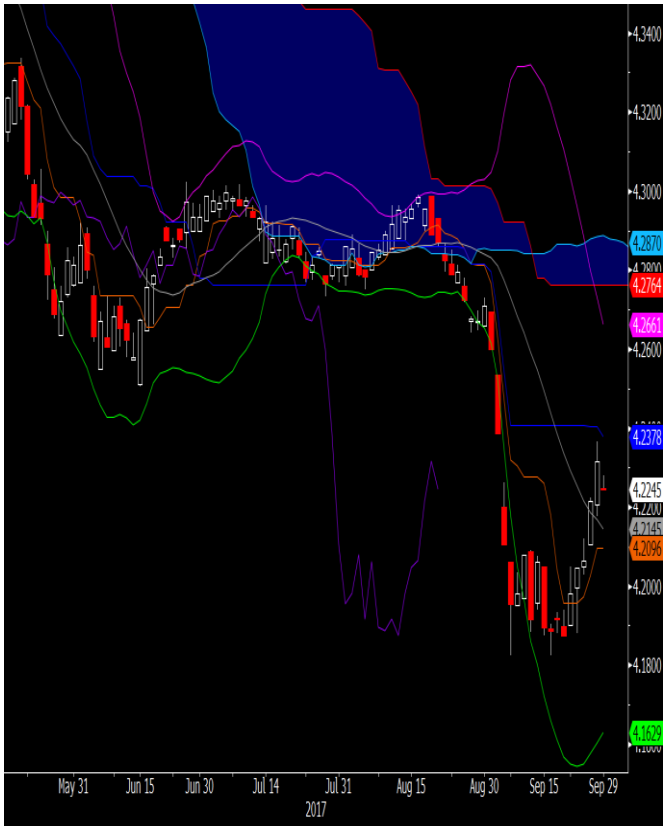
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

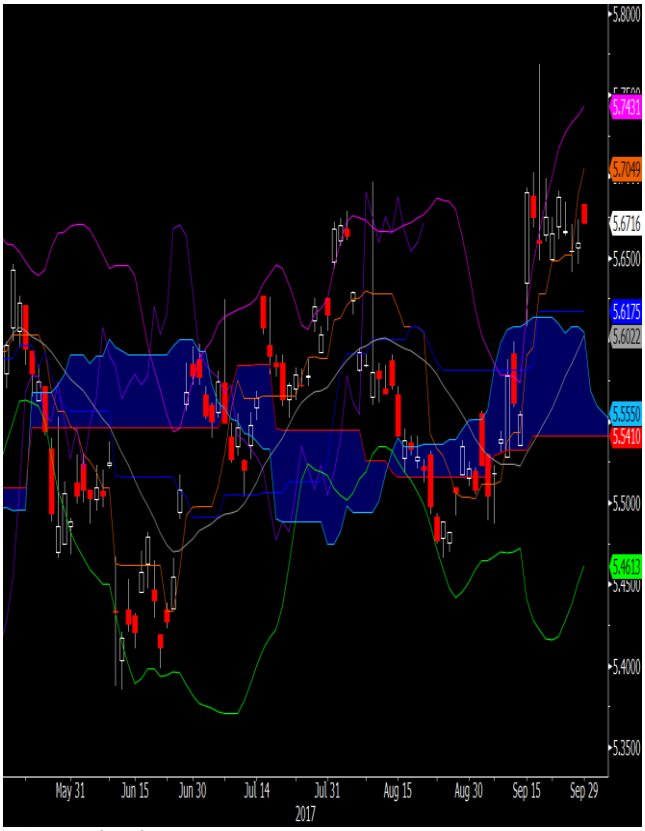
Indicative USDMYR 4.2245



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bullish**, with MYR likely weighed down by potential risk aversion going into the weekend.
- **Weekly and monthly outlook bullish**.
- USDMYR has beaten 4.2260 as expected and is now exposed to a move to 4.2406. Above this, there is room for a test at 4.2557.
- **USDMYR expectedly climbed to 4.2260** yesterday.
- **Key resistances:** 4.2215 (R1), 4.2260 (R2), 4.2406 (R3)
- **Key supports:** 4.2100 (S1), 4.2048 (S2), 4.2020 (S3)
- **Expected range for the day:** 4.2100 – 4.2260

Indicative GBPMYR 5.6716

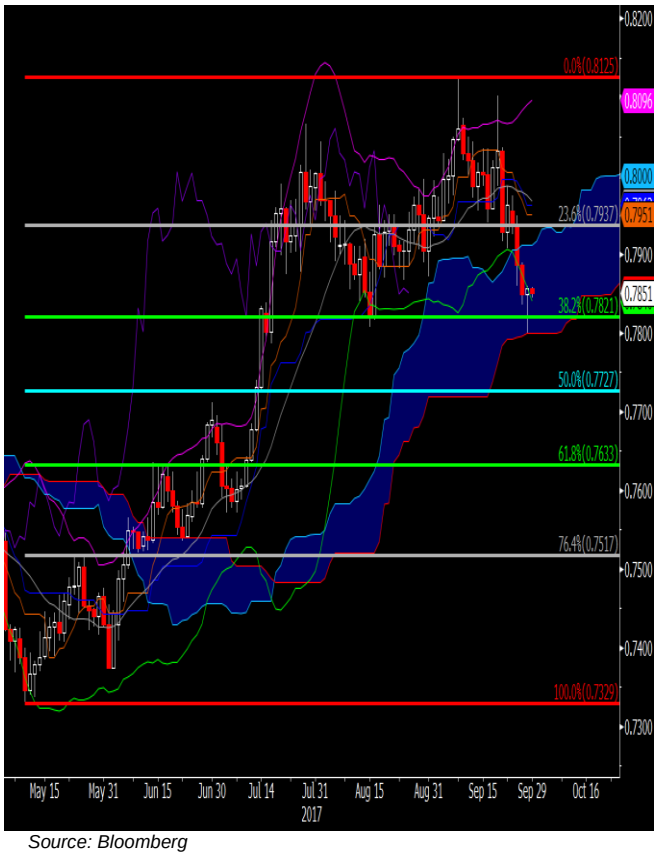


Source: Bloomberg

- GBPMYR opened 235pips higher at 5.6827. **Daily outlook slightly bearish** in anticipation of a weaker GBP going into European trade.
- **Weekly outlook bearish, monthly outlook bullish**.
- Signs continue to point to diminishing upsides, and caution on the rising risk of rejection approaching 5.6967. We maintain that the pair looks set to pull back and head lower to circa 5.6175.
- **Continue to expect a potential decline to 5.6175**, otherwise curbed by a close above 5.6970.
- **Key resistances**: 5.6842 (R1), 5.6967 (R2), 5.7049 (R3)
- **Key supports**: 5.6611 (S1), 5.6461 (S2), 5.6400 (S3)
- **Expected range for the day:** 5.6480 – 5.6830

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

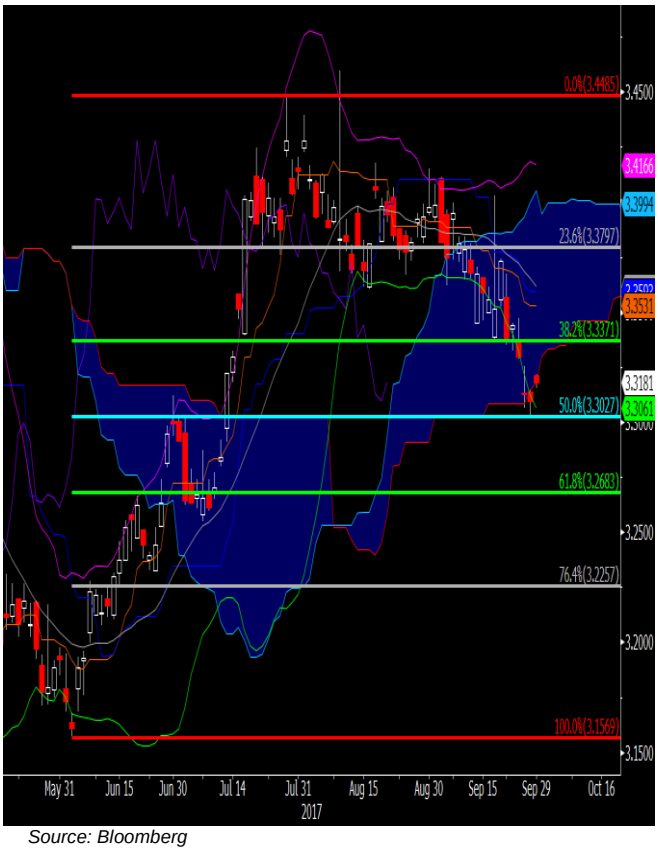
Indicative AUDUSD 0.7851



Source: Bloomberg

- AUDUSD opened unchanged at 0.7856. **Daily outlook bearish** on the back of a firmer USD and prevailing risk-off in the FX space.
- **Weekly and monthly outlook bearish**.
- AUDUSD expectedly slipped to 0.7821. We reckon that the pair is poised to extend its downside, with scope to break below 0.7821 and challenge 0.7800. Below this, AUDUSD is exposed to a drop to 0.7727.
- **AUDUSD expectedly declined to 0.7821** yesterday.
- **Key resistances:** 0.7860 (R1), 0.7889 (R2), 0.7905 (R3)
- **Key supports:** 0.7840 (S1), 0.7821 (S2), 0.7800 (S3)
- **Expected range for the day:** 0.7800 – 0.7880

Indicative AUDMYR 3.3181

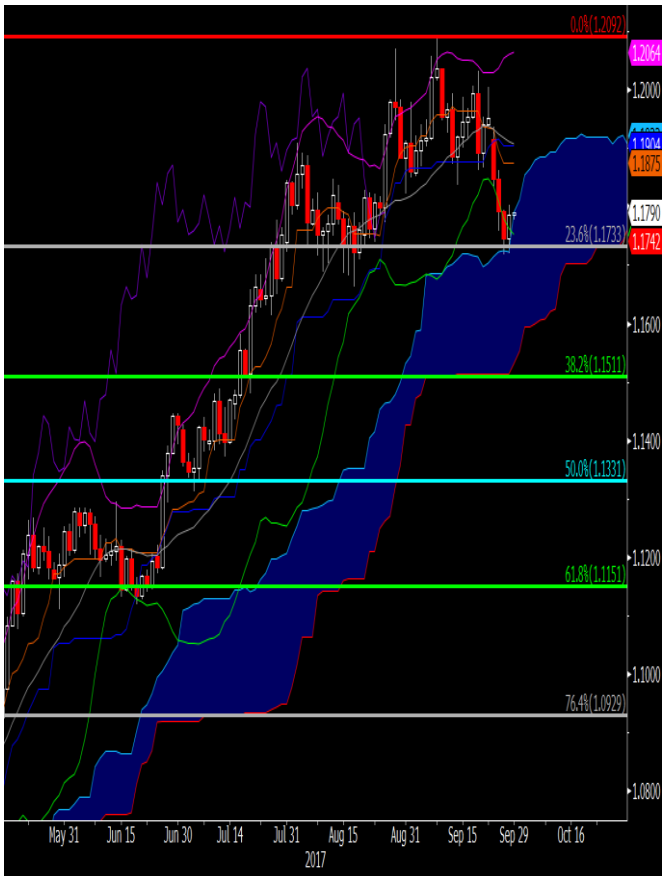


Source: Bloomberg

- AUDMYR opened 119pips higher at 3.3212. **Daily outlook slightly bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bearish**.
- Despite today's gap up at opening, bearish bias still dictates a close below 3.3093 in the coming days. AUDMYR needs to beat 3.3297 to overturn this view.
- **Expect a potential decline to 3.3020**, otherwise curbed by a close above 3.3288.
- **Key resistances:** 3.3216 (R1), 3.3253 (R2), 3.3288 (R3)
- **Key supports:** 3.3177 (S1), 3.3155 (S2), 3.3100 (S3)
- **Expected range for the day:** 3.3100 – 3.3230

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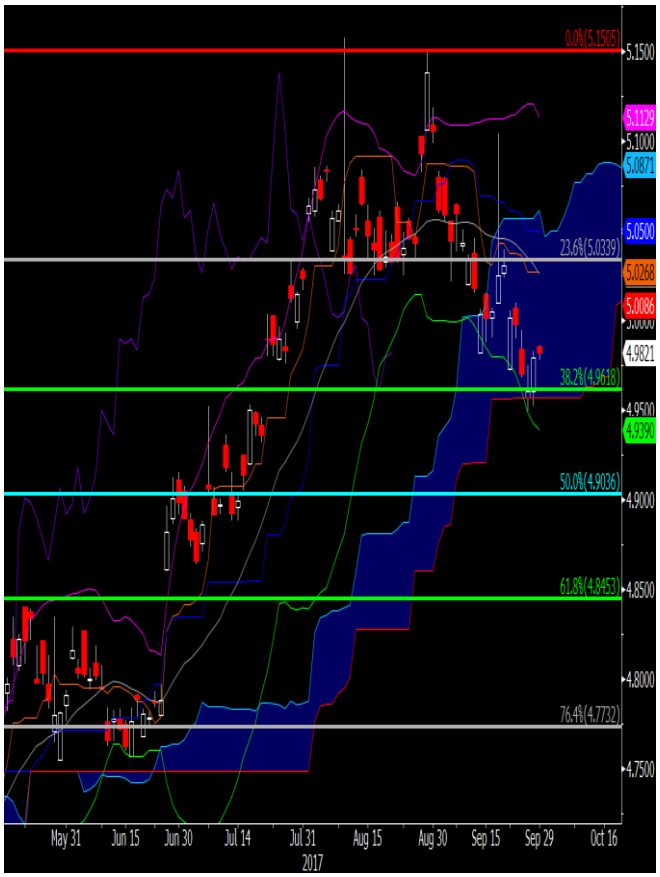
Indicative EURUSD 1.1790



Source: Bloomberg

- EURUSD opened unchanged at 1.1786. **Daily outlook bearish** in anticipation of a firmer USD.
- **Weekly and monthly outlook bearish**.
- EURUSD bounced off the firm 1.1733 support and gave some room for gains. Signs still point to a lower EURUSD, thus gains will likely be limited and target a close below 1.1793 tomorrow. Otherwise, technical landscape will be altered.
- **EURUSD expectedly fell to 1.1733** yesterday.
- **Key resistances:** 1.1793 (R1), 1.1817 (R2), 1.1856 (R3)
- **Key supports:** 1.1749 (S1), 1.1733 (S2), 1.1700 (S3)
- **Expected range for the day:** 1.1730 – 1.1820

Indicative EURMYR 4.9821



Source: Bloomberg

- EURMYR opened 61pips higher at 4.9853. **Daily outlook slightly bearish**, in anticipation of renewed weakness in EUR going into European trade.
- **Weekly and monthly outlook bearish**.
- EUR recapturing above 4.9618 yesterday has discouraged the bears. Direction going forward may be more neutral, but we reckon that gains will be modest, limited to circa 5.0006. A close below 4.9618 will encourage the bears again, potentially targeting 4.9036 in the next leg down.
- **Key resistances:** 4.9896 (R1), 5.0006 (R2), 5.0162 (R3)
- **Key supports:** 4.9747 (S1), 4.9679 (S2), 4.9618 (S3)
- **Expected range for the day:** 4.9720 – 4.9870

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