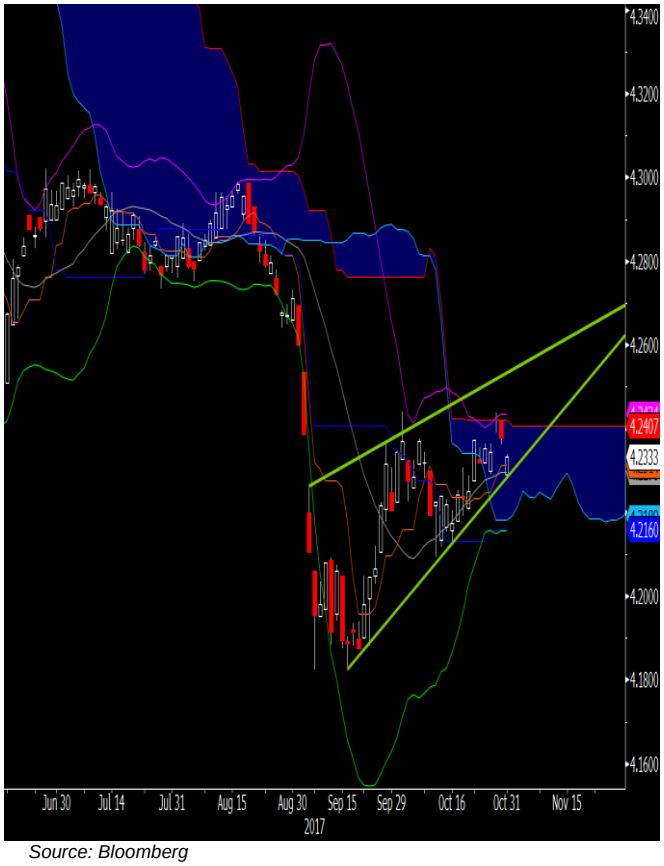
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

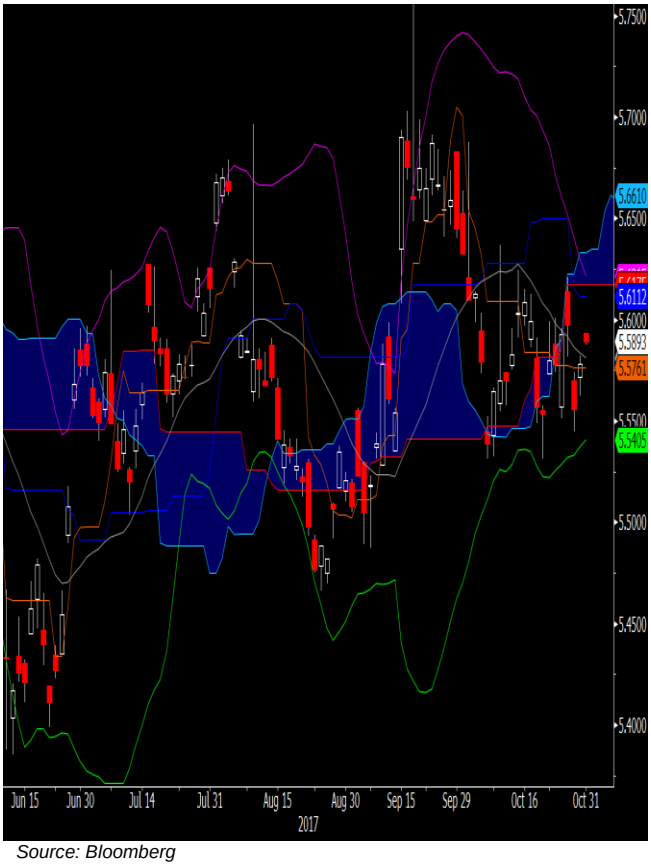
Indicative USDMYR 4.2333



Source: Bloomberg

- USDMYR opened sharply lower today. **Daily outlook bearish**, weighed down by the sharply lower opening, and renewed interest in the local unit amid firmer oil prices.
- **Weekly and monthly outlook bullish**.
- USDMYR is likely on the defensive after rejection at 4.2422. Losses are likely to intensify if USDMYR closes below 4.2300, which could lead pair to 4.2227 going forward.
- **Key resistances:** 4.2365 (R1), 4.2387 (R2), 4.2400 (R3)
- **Key supports:** 4.2314 (S1), 4.2296 (S2), 4.2253 (S3)
- **Expected range for the day:** 4.2290 – 4.2365

Indicative GBPMYR 5.5893

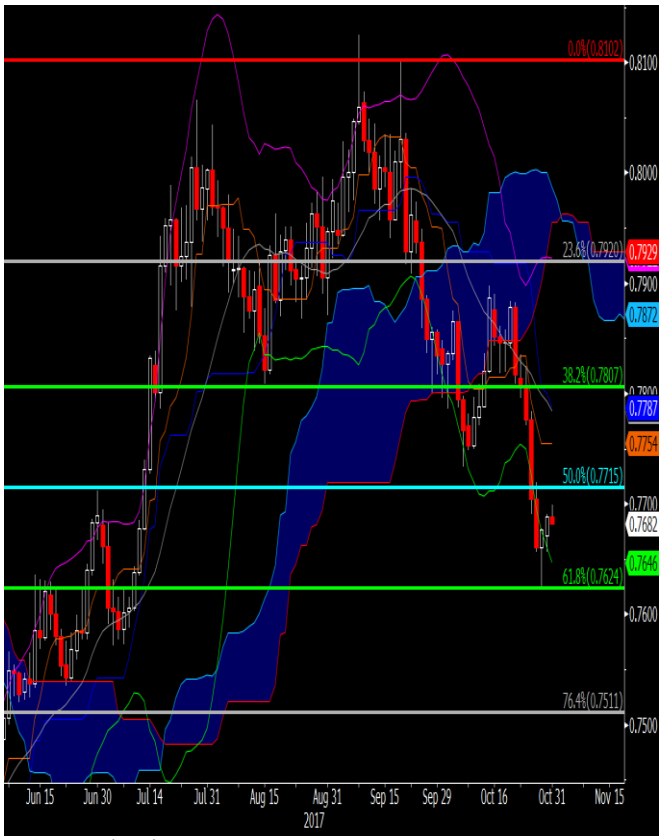


Source: Bloomberg

- GBPMYR opened 153pips higher at 5.5933. **Daily outlook slightly bullish**, lifted by the sharply higher opening though we reckon that gains may be narrowed going into European trade.
- **Weekly and monthly outlook bearish**.
- GBPMYR direction is still erratic but early gap up above 5.5808 has allayed the bears. Gains could prevail while above this level but we are not convinced that upsides are sustainable as long as the pair stays below 5.6112.
- **Continue to expect a potential decline to 5.5346**, otherwise curbed by a close above 5.5970.
- **Key resistances**: 5.5907 (R1), 5.5970 (R2), 5.6011 (R3)
- **Key supports**: 5.5809 (S1), 5.5761 (S2), 5.5606 (S3)
- **Expected range for the day:** 5.5800 – 5.5940

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

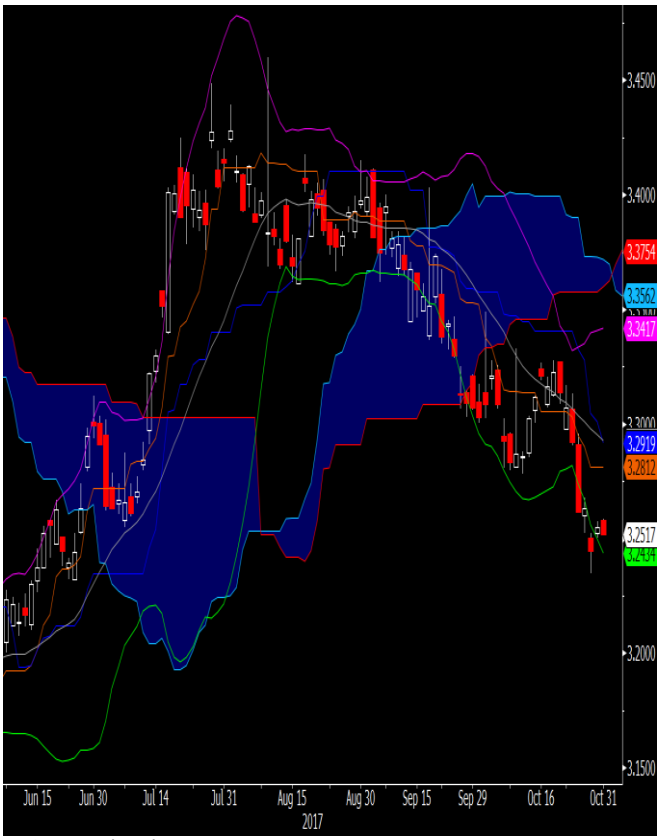
Indicative AUDUSD 0.7682



Source: Bloomberg

- AUDUSD opened unchanged at 0.7688. **Daily outlook bearish**, pressured by softer than expected data from China and prevailing risk aversion in the FX markets.
- **Weekly and monthly outlook bearish**.
- Despite recent rebounds, bearish bias still prevails while AUDUSD remains below crucial level of 0.7715. We reckon that the pair is still tilted to the downside, with scope for another test at 0.7624. A break lower will lead the pair towards 0.7603 next.
- **Key resistances:** 0.7700 (R1), 0.7715 (R2), 0.7754 (R3)
- **Key supports:** 0.7646 (S1), 0.7624 (S2), 0.7603 (S3)
- **Expected range for the day:** 0.7620 – 0.7700

Indicative AUDMYR 3.2517

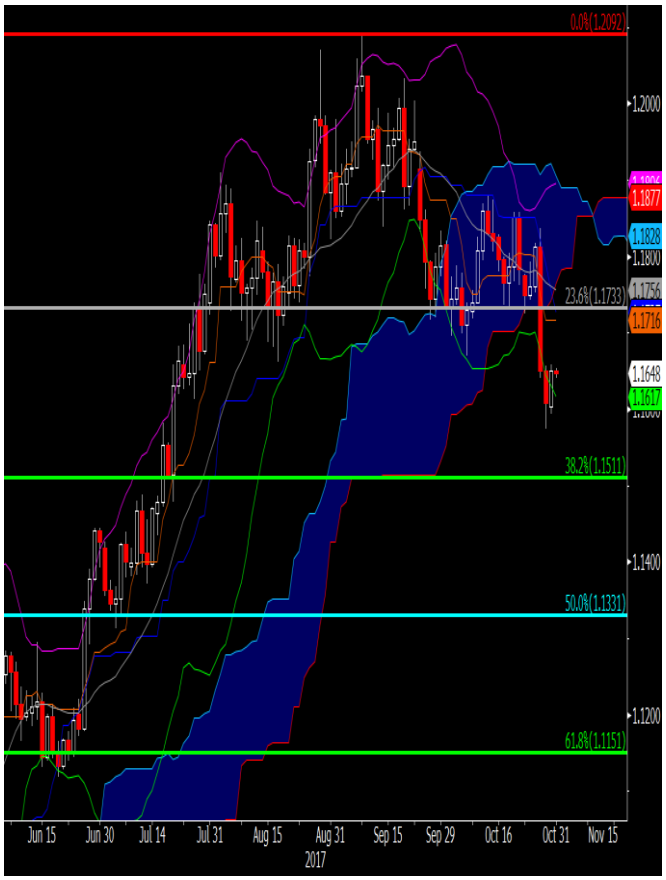


Source: Bloomberg

- AUDMYR opened 76pips higher at 3.2521. **Daily outlook slightly bearish** as AUD is weighed down by underperformance of data from China.
- **Weekly and monthly outlook bearish**.
- Signs continue to point to a close below 3.2445 in the coming 2 days. Thereafter, there may be a rebound to above 3.2613 but we are skeptical that AUDMYR can follow up with further advances unless it breaks 3.2812. Otherwise, the pair will resume its downward direction after the rebound.
- **Continue to expect a potential decline to 3.2200**, otherwise curbed by a close above 3.2680.
- **Key resistances:** 3.2576 (R1), 3.2613 (R2), 3.2678 (R3)
- **Key supports:** 3.2500 (S1), 3.2432 (S2), 3.2400 (S3)
- **Expected range for the day:** 3.2430 – 3.2580

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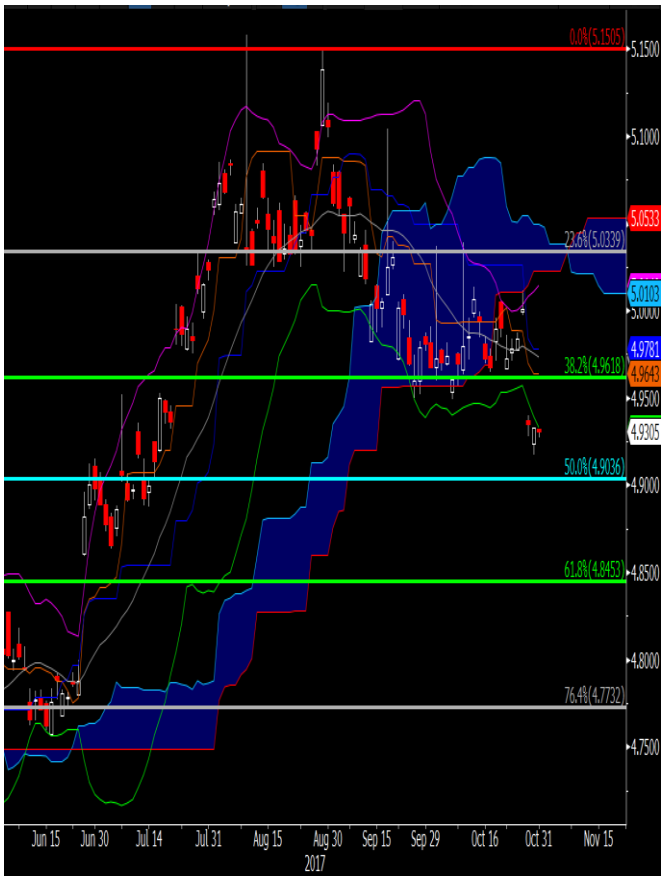
Indicative EURUSD 1.1648



Source: Bloomberg

- EURUSD opened unchanged at 1.1651. **Daily outlook bearish** ahead of first-tier Eurozone data.
- **Weekly and monthly outlook bearish**.
- We continue to set sights on a drop to 1.1511 in the next leg lower. Rebounds are possible but likely blocked by 1.1670 – 1.1689 before resuming its decline.
- **Continue to expect a potential decline 1.1511**, otherwise curbed by a close above 1.1695.
- **Key resistances:** 1.1658 (R1), 1.1686 (R2), 1.1700 (R3)
- **Key supports:** 1.1615 (S1), 1.1600 (S2), 1.1575 (S3)
- **Expected range for the day:** 1.1580 – 1.1670

Indicative EURMYR 4.9305



Source: Bloomberg

- EURMYR opened barely changed at 4.9323. **Daily outlook slightly bearish** in anticipation of a softer EUR ahead of first-tier Eurozone data.
- **Weekly and monthly outlook bearish**.
- Bearish bias continues to build, pushing EURMYR lower. We continue to set sights on EURMYR sliding to 4.9036 going forward, below which a drop to 4.8877 is highly likely.
- **Continue to expect a potential decline to 4.9036**, otherwise curbed by a close above 4.9400.
- **Key resistances:** 4.9318 (R1), 4.9400 (R2), 4.9450 (R3)
- **Key supports:** 4.9235 (S1), 4.9200 (S2), 4.9150 (S3)
- **Expected range for the day:** 4.9170 – 4.9330

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