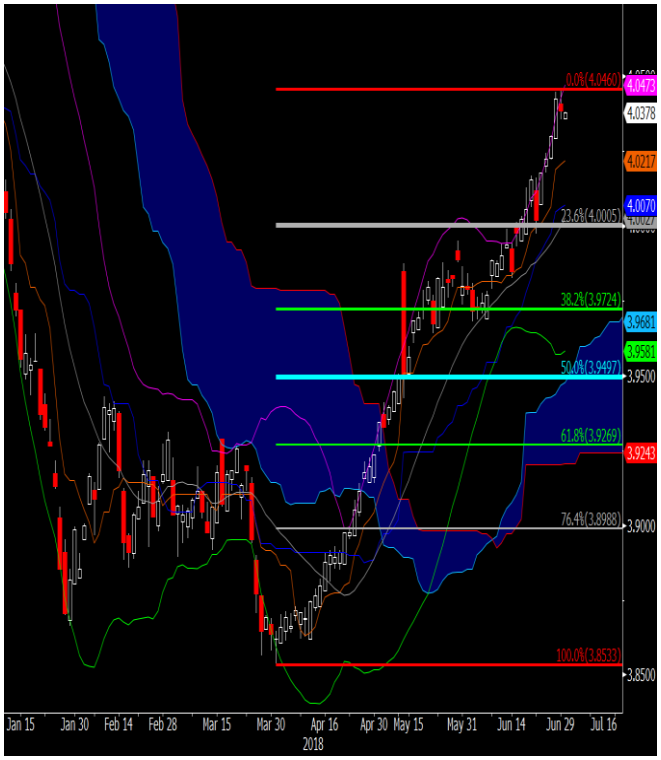
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

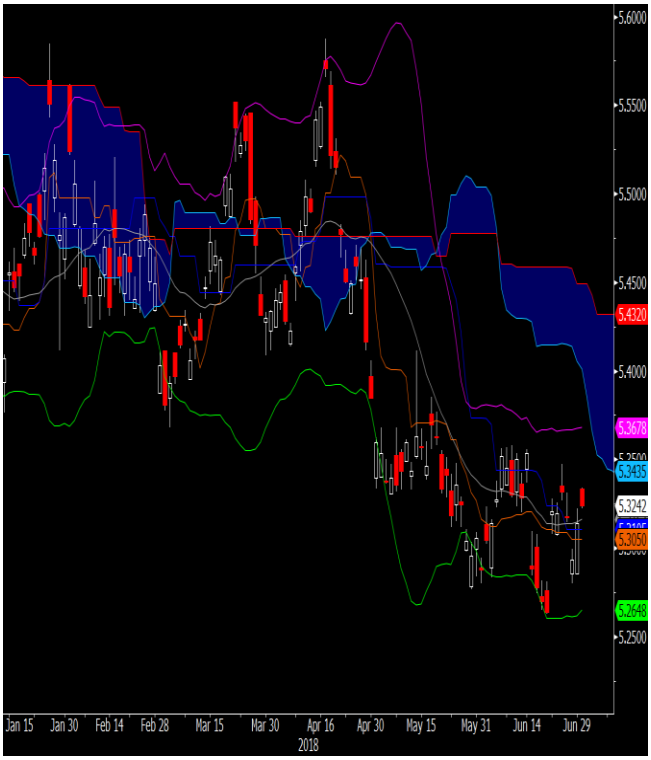
Indicative USDMYR 4.0378



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook bearish** on the back of a softer overnight USD, while MYR Is likely supported by improvement market sentiment taking cue from gains in US markets.
- **Weekly and monthly outlook bearish**.
- USDMYR appears to be initiating a reversal, which will accelerate lower once 4.0325 is broken. This could trigger losses to circa 4.0146.
- **Expect a potential decline to 4.0146**, otherwise curbed by a close above 4.0460.
- **Key resistances:** 4.0400 (R1), 4.0420 (R2), 4.0450 (R3)
- **Key supports:** 4.0350 (S1), 4.0325 (S2), 4.0303 (S3)
- **Expected range for the day:** 4.0325 – 4.0400

Indicative GBPMYR 5.3242

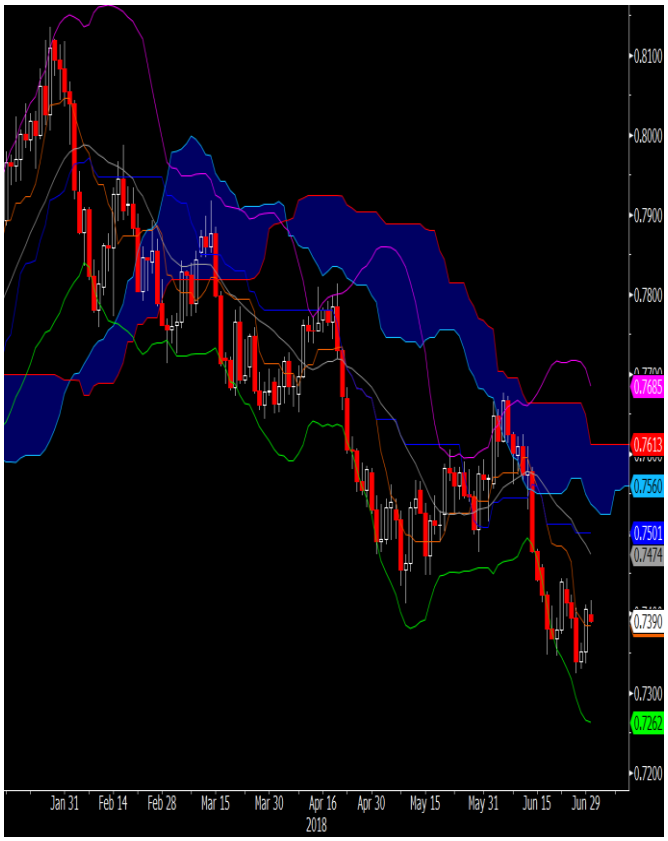


Source: Bloomberg

- GBPMYR opened 194pips higher at 5.3332 today. **Daily outlook slightly bullish**, supported by the sharply higher opening and potential for GBP gains in European session.
- **Weekly and monthly outlook bullish**.
- Upside momentum has improved in GBPMYR but minor bearish trend remains in control, nullified only be a close above 5.3320 today, or above 5.3172 tomorrow. If this happens, expect gains to circa 5.3566.
- **Key resistances**: 5.3312 (R1), 5.3368 (R2), 5.3419 (R3)
- **Key supports**: 5.3225 (S1), 5.3200 (S2), 5.3161 (S3)
- **Expected range for the day:** 5.3180 – 5.3340

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

Indicative AUDUSD 0.7390

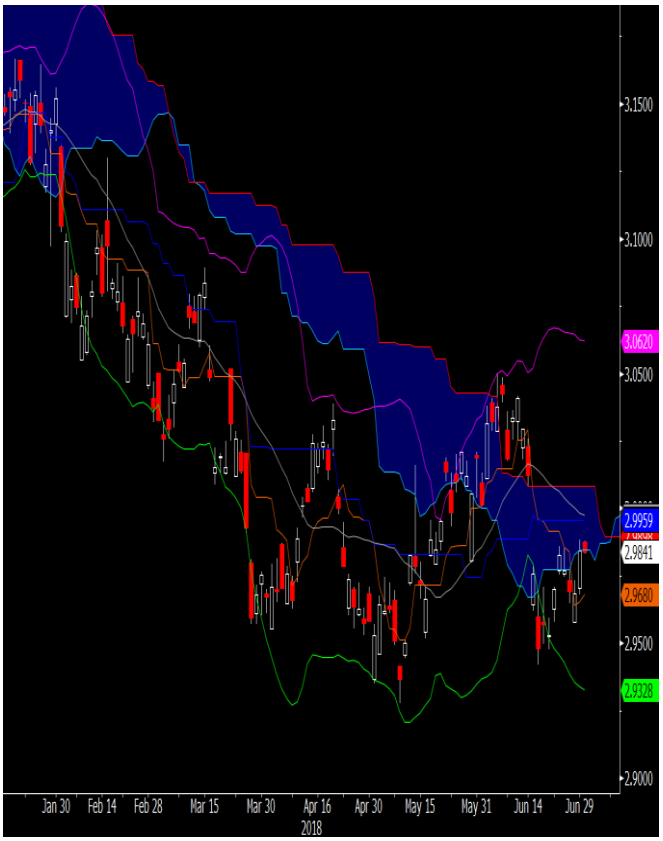


Source: Bloomberg

- AUDUSD opened 7pips lower at 0.7398 today. **Daily outlook bullish** on the back of a soft USD, but caution that AUDUSD could still fall into losses if risk appetite wanes on the back of rising trade tensions.
- **Weekly and monthly outlook bullish**.
- The rally last Friday has tilted AUDUSD into a minor bullish trend but requires a close above 0.7394 today to sustain it. Failure to hold above this level, AUDUSD remains at risk of a return to below 0.7340 soon. Otherwise, a rebound to 0.7474 is expected.
- **Key resistances:** 0.7405 (R1), 0.7423 (R2), 0.7444 (R3)
- **Key supports:** 0.7367 (S1), 0.7347 (S2), 0.7330 (S3)
- **Expected range for the day:** 0.7350 – 0.7415

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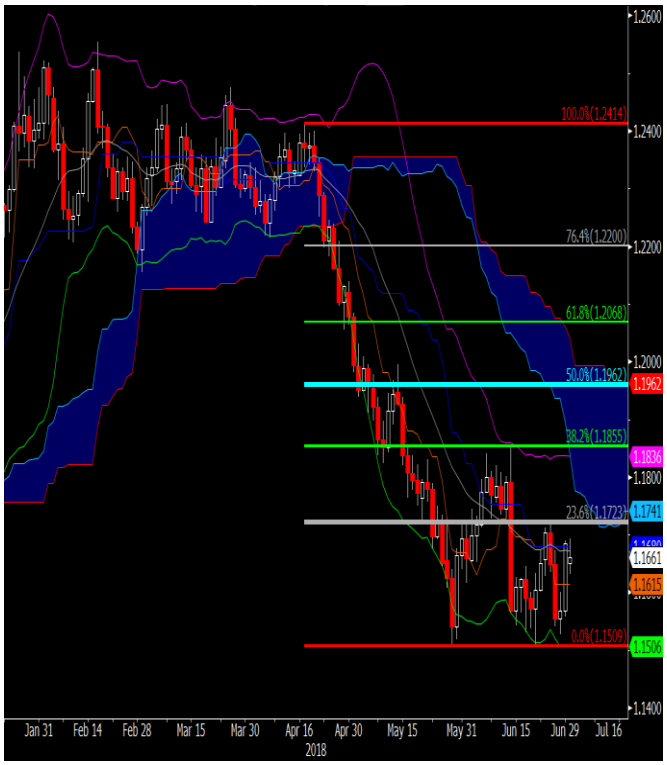
Indicative AUDMYR 2.9841



Source: Bloomberg

- AUDMYR opened 32pips higher at 2.9875 today. **Daily outlook slightly bullish** in anticipation of a firmer overall AUD on the back of a soft USD.
- **Weekly and monthly outlook bullish**.
- AUDMYR expectedly got rejected, resulting in an early decline. AUDMYR must recapture above 2.9846 to gain a firmer footing in the current upside bias, otherwise, expect losses to circa 2.9680. Above 2.9846, there is room to climb to 3.0085.
- **Key resistances:** 2.9882 (R1), 2.9908 (R2), 2.9959 (R3)
- **Key supports:** 2.9800 (S1), 2.9778 (S2), 2.9732 (S3)
- **Expected range for the day:** 2.9800 – 2.9900

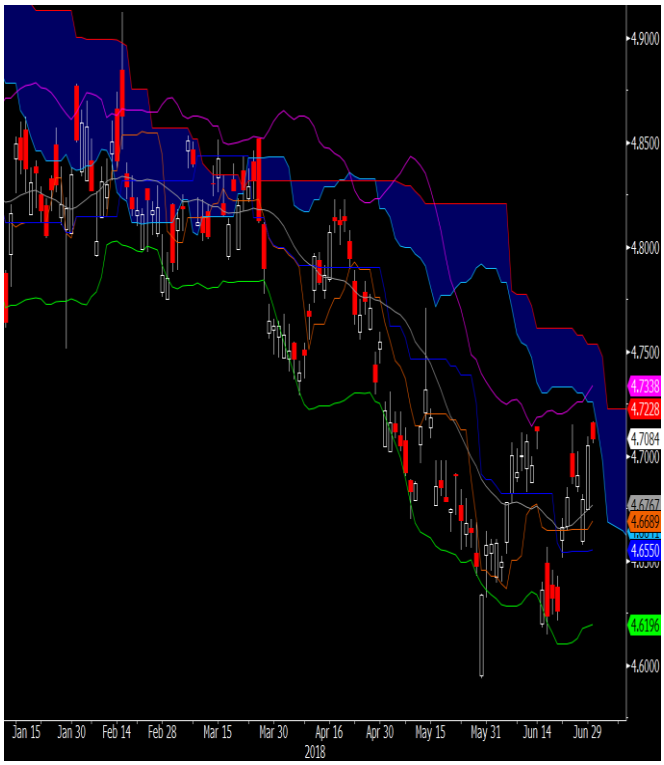
Indicative EURUSD 1.1661



Source: Bloomberg

- EURUSD opened 34pips lower at 1.1650 today. **Daily outlook slightly bullish** in anticipation of a soft USD, with room for further gains if Eurozone data improves.
- **Weekly and monthly outlook bearish**.
- The strong rally last Friday has tilted EURUSD into a minor bullish trend and suggests a test at 1.1723 next. Breaking above this level is to us a completion of a bullish pattern that could send EURUSD to 1.1855.
- **Key resistances:** 1.1680 (R1), 1.1700 (R2), 1.1723 (R3)
- **Key supports:** 1.1635 (S1), 1.1615 (S2), 1.1600 (S3)
- **Expected range for the day:** 1.1610 – 1.1720

Indicative EURMYR 4.7084



Source: Bloomberg

- EURMYR opened 112pips higher at 4.7162 today. **Daily outlook bullish**, in anticipation of a firmer EUR going into European session.
- **Weekly and monthly outlook bullish**.
- A mild bullish trend prevails and suggests a close above 4.6906 going forward but caution that bullish trend will be nullified if EURMYR closes below 4.6804 today.
- **Continue to expect a potential climb to 4.7334**, otherwise curbed by a close below 4.6804.
- **Key resistances:** 4.7100 (R1), 4.7139 (R2), 4.7170 (R3)
- **Key supports:** 4.7053 (S1), 4.7024 (S2), 4.7000 (S3)
- **Expected range for the day:** 4.7030 – 4.7200

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