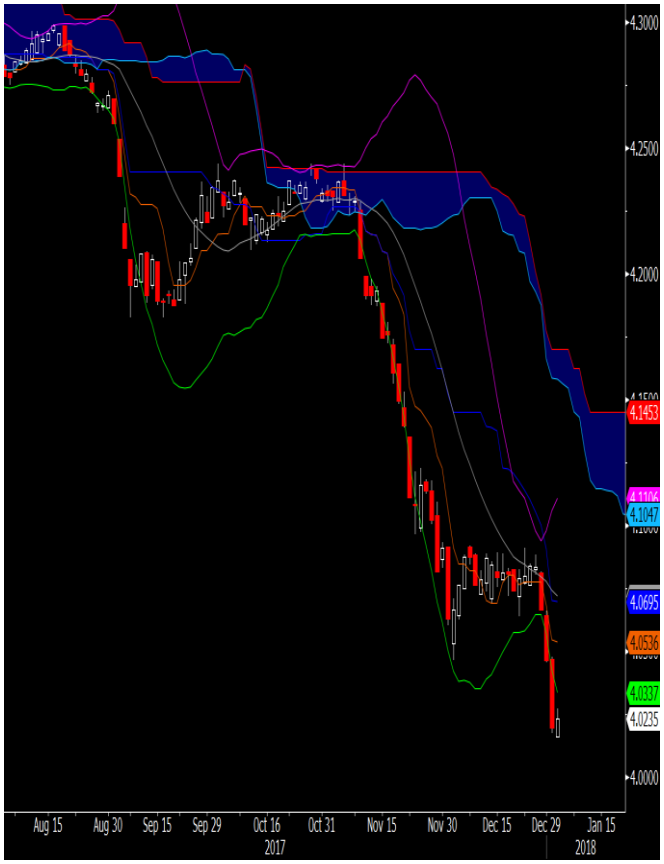
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FX Strategy

Daily Currency Outlook – 11am edition

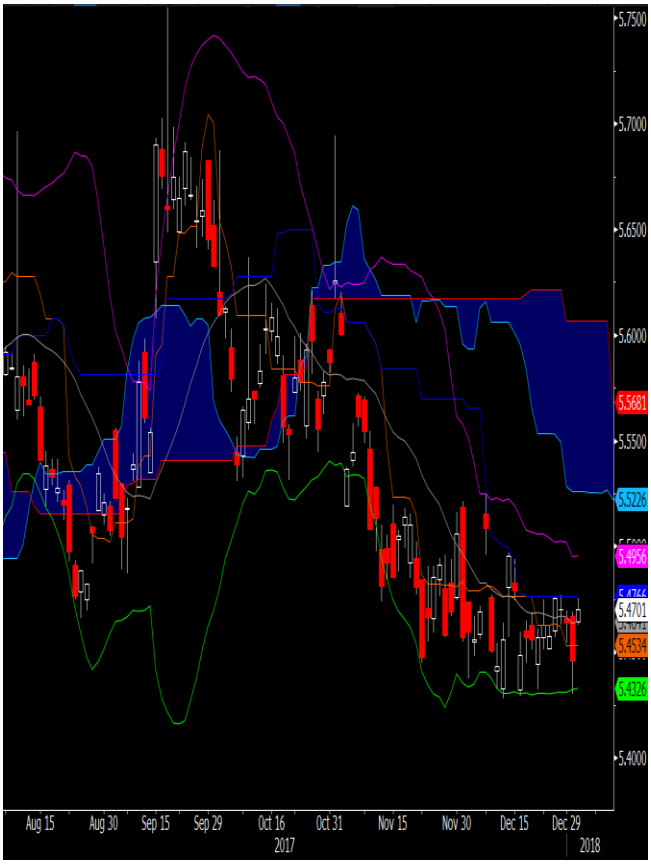
Indicative USDMYR 4.0235



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook bearish**, supported by firmer risk appetite and oil prices.
- **Weekly and monthly outlook bearish**.
- Technical outlook remains negative for USDMYR, with potential for further losses below 4.0200. Do not rule out a rebound after recent losses, but gains, if any, will be capped by 4.0339 – 4.0350 before trending lower.
- **USDMYR expectedly declined to 4.0220**. Expect a potential decline to 4.0100, otherwise curbed by a close above 4.0285.
- **Key resistances:** 4.0250 (R1), 4.0285 (R2), 4.0300 (R3)
- **Key supports:** 4.0220 (S1), 4.0200 (S2), 4.0175 (S3)
- **Expected range for the day:** 4.0150 – 4.0280

Indicative GBPMYR 5.4701

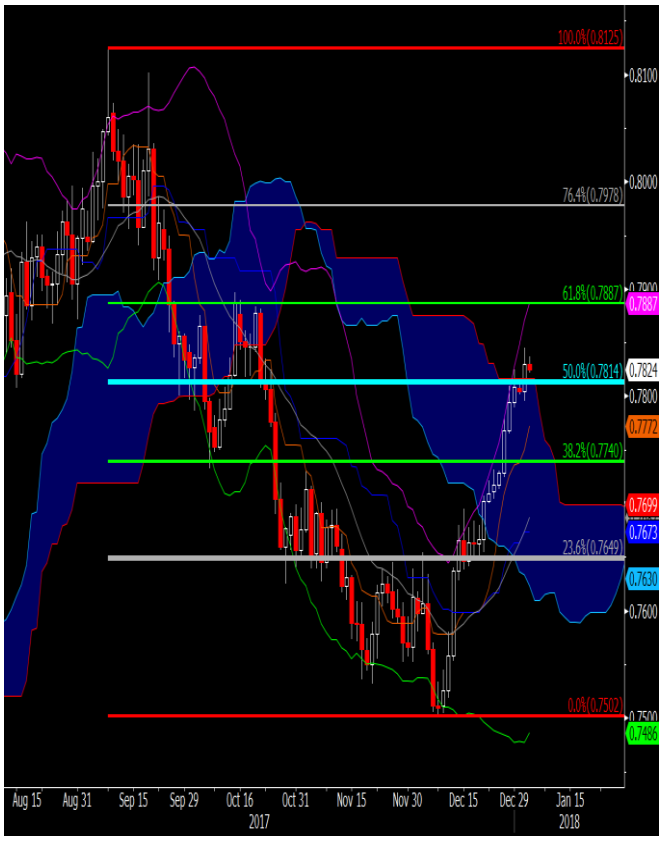


Source: Bloomberg

- GBPMYR opened 185pips higher at 5.4643. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly outlook neutral, monthly outlook bearish**.
- GBPMYR expectedly declined to 5.4480 yesterday having failed to beat 5.4577. Daily gains are likely but the pair's next challenge will be to beat 5.4759, failing which downside bias prevails and will trigger another drop to 5.4480.
- **Key resistances**: 5.4766 (R1), 5.4801 (R2), 5.4851 (R3)
- **Key supports**: 5.4698 (S1), 5.4639 (S2), 5.4534 (S3)
- **Expected range for the day:** 5.4600 – 5.4770

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

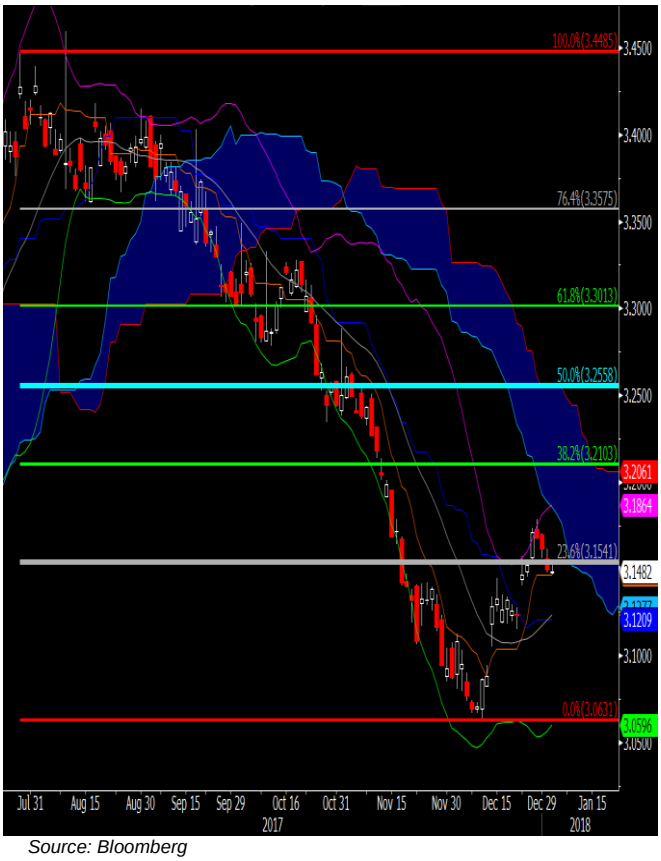
Indicative AUDUSD 0.7824



Source: Bloomberg

- AUDUSD opened unchanged at 0.7830. **Daily outlook slightly bullish** amid prevailing risk appetite in the markets.
- **Weekly outlook bullish, monthly outlook bearish**.
- AUDUSD now takes aim at 0.7887 but we note that signs of fatigue have emerged, hinting that gains going forward will be of smaller spectrum before retracing recent gains. Failure to hold above 0.7814 could be the onset of a decline back to 0.7740.
- **Key resistances:** 0.7845 (R1), 0.7859 (R2), 0.7887 (R3)
- **Key supports:** 0.7814 (S1), 0.7800 (S2), 0.7772 (S3)
- **Expected range for the day:** 0.7790 – 0.7840

Indicative AUDMYR 3.1482

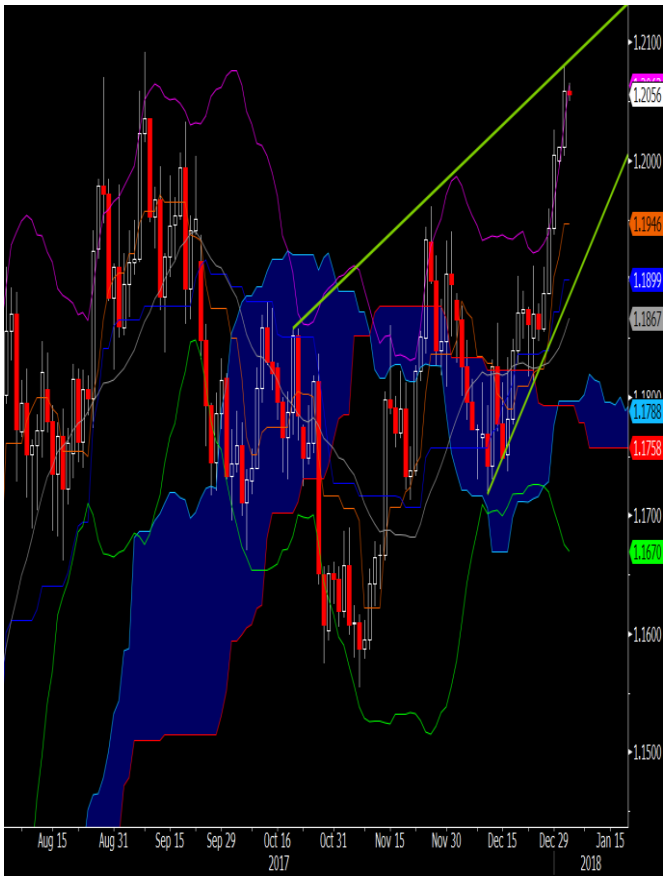


Source: Bloomberg

- AUDMYR opened 20pips lower at 3.1475. **Daily outlook bearish** on the back of a firmer MYR.
- **Weekly and monthly outlook neutral**.
- Technical outlook is gradually turning more pessimistic, more so after losing 3.1541. AUDMYR is now pointing to 3.1209 so long as it fails to recapture 3.1541.
- **Expect a potential decline to 3.1209**, otherwise curbed by a close above 3.1541.
- **Key resistances:** 3.1500 (R1), 3.1541 (R2), 3.1572 (R3)
- **Key supports:** 3.1467 (S1), 3.1436 (S2), 3.1400 (S3)
- **Expected range for the day:** 3.1420 – 3.1560

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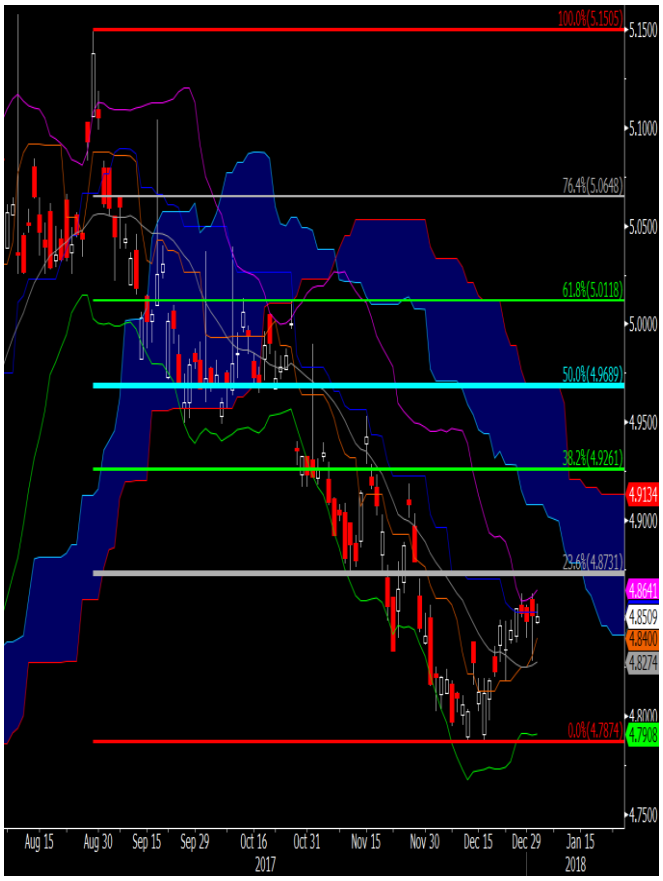
Indicative EURUSD 1.2056



Source: Bloomberg

- EURUSD opened unchanged at 1.2059. **Daily outlook slightly bullish** on the back of a soft USD, but direction will be dictated by performance of US data and FOMC minutes.
- **Weekly outlook bullish, monthly outlook bearish**.
- We still caution on potential decline as a correction to recent rally before continuing higher. EURUSD still aims at 1.2092, but firm resistance at 1 1.2070 could thwart this move. Breaking 1.2092 exposes a move to 1.2169.
- **Key resistances:** 1.2081 (R1), 1.2100 (R2), 1.2120 (R3)
- **Key supports:** 1.2050 (S1), 1.2026 (S2), 1.2000 (S3)
- **Expected range for the day:** 1.2020 – 1.2080

Indicative EURMYR 4.8509



Source: Bloomberg

- EURMYR opened 32pips lower at 4.8481. **Daily outlook slightly bearish**, weighed down by a firm MYR.
- **Weekly outlook neutral, monthly outlook bearish**.
- Despite an early retreat, EURMYR upside bias continues to be sustained by holding above 4.8433. EURMYR is likely eyeing a move to 4.8789 next.
- **Continue to expect a potential climb to 4.8789**, otherwise curbed by a close below 4.8457.
- **Key resistances:** 4.8530 (R1), 4.8626 (R2), 4.8700 (R3)
- **Key supports:** 4.8454 (S1), 4.8429 (S2), 4.8400 (S3)
- **Expected range for the day:** 4.8400 – 4.8580

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