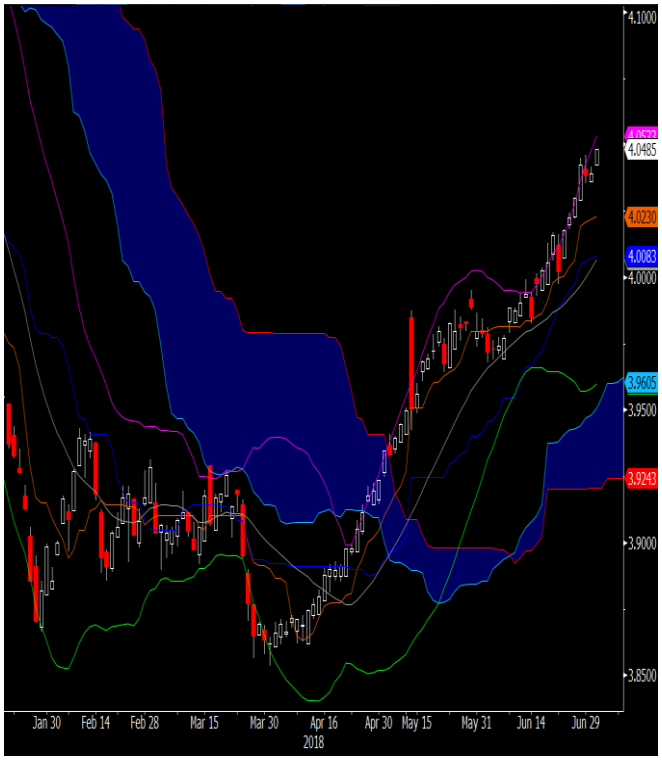
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FX Strategy

Daily Currency Outlook – 11am edition

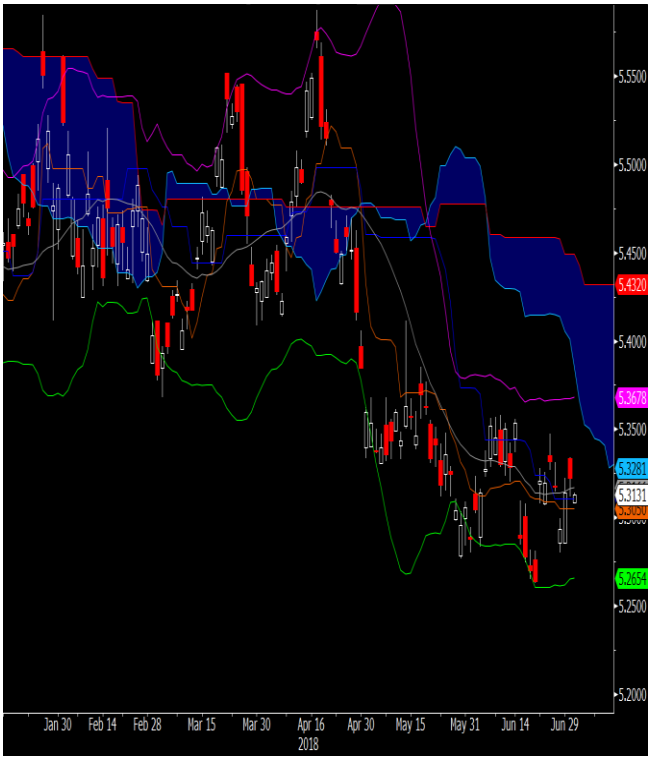
Indicative USDMYR 4.0485



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook neutral**, with room for minor gains for MYR amid improving risk appetite.
- **Weekly and monthly outlook bearish**.
- We maintain that USDMYR appears to be initiating a reversal, which will accelerate lower once 4.0325 is broken. This could trigger losses to circa 4.0146.
- **Continue to expect a potential decline to 4.0146**, otherwise curbed by a close above 4.0480.
- **Key resistances:** 4.0500 (R1), 4.0534 (R2), 4.0550 (R3)
- **Key supports:** 4.0460 (S1), 4.0433 (S2), 4.0400 (S3)
- **Expected range for the day:** 4.0350 – 4.0520

Indicative GBPMYR 5.3131

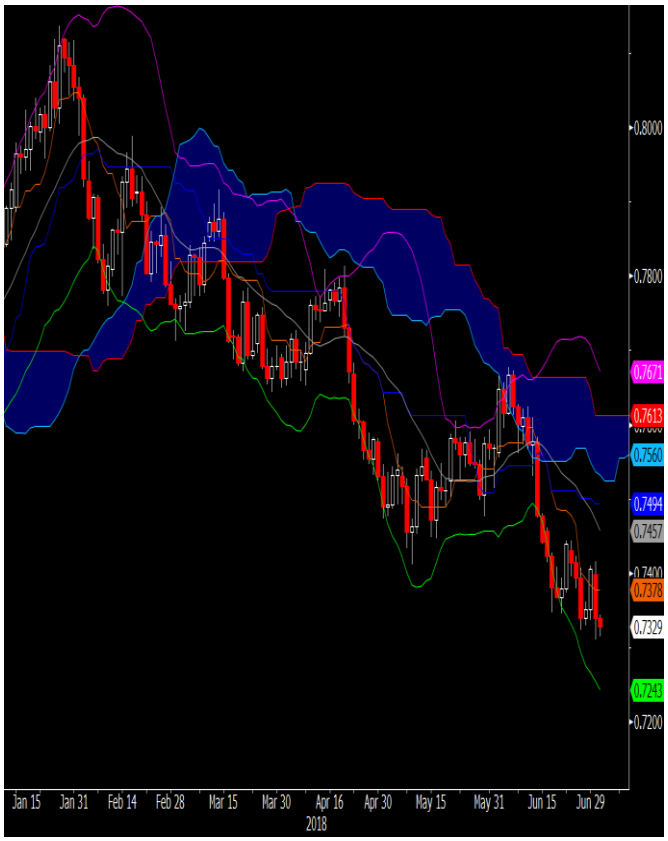


Source: Bloomberg

- GBPMYR opened 143pips lower at 5.3082 today. **Daily outlook neutral**, anticipating early losses to be overturned going into European session amid a firmer GBP.
- **Weekly and monthly outlook bullish**.
- Upside momentum continues to improve in GBPMYR but minor bearish trend remains in control, nullified only be a close above 5.3172 today. If this happens, expect gains to circa 5.3566.
- **Key resistances**: 5.3165 (R1), 5.3225 (R2), 5.3268 (R3)
- **Key supports**: 5.3105 (S1), 5.3050 (S2), 5.3022 (S3)
- **Expected range for the day:** 5.3050 – 5.3250

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

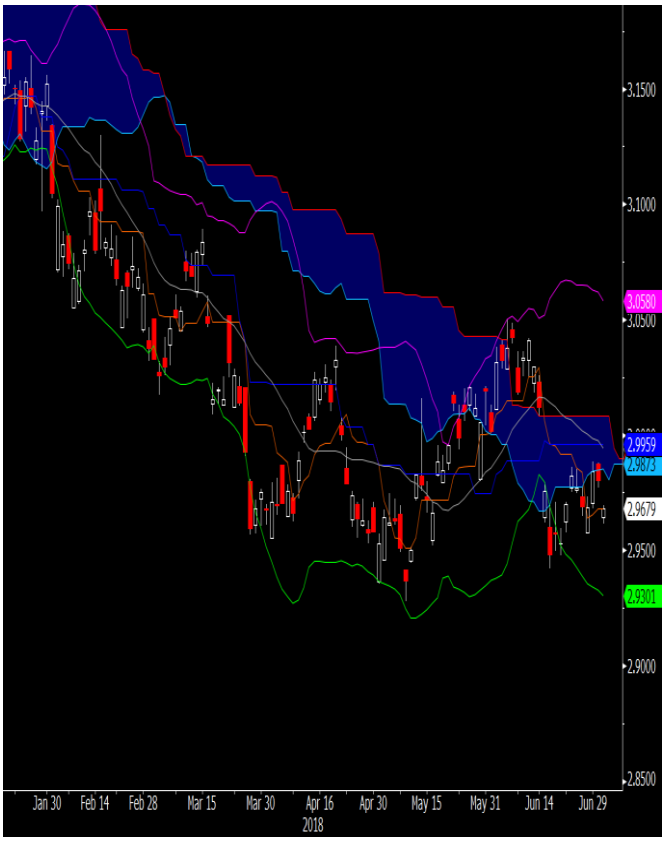
Indicative AUDUSD 0.7329



Source: Bloomberg

- AUDUSD opened unchanged at 0.7340 today. **Daily outlook bullish** as risk appetite improves. Caution that a dovish RBA policy statement today will trigger sharp losses, otherwise, we expect a firmer AUD post-announcement.
- **Weekly and monthly outlook bullish**.
- AUDUSD remains in a bearish trend after failure to close above 0.7394 yesterday. There is another chance to overturn this trend today if AUDUSD closes above 0.7340, followed by beating 0.7352 tomorrow. This will provide AUDUSD with firmer upside strength to challenge 0.7405 next.
- **Key resistances:** 0.7351 (R1), 0.7378 (R2), 0.7400 (R3)
- **Key supports:** 0.7324 (S1), 0.7300 (S2), 0.7280 (S3)
- **Expected range for the day:** 0.7300 – 0.7380

Indicative AUDMYR 2.9679

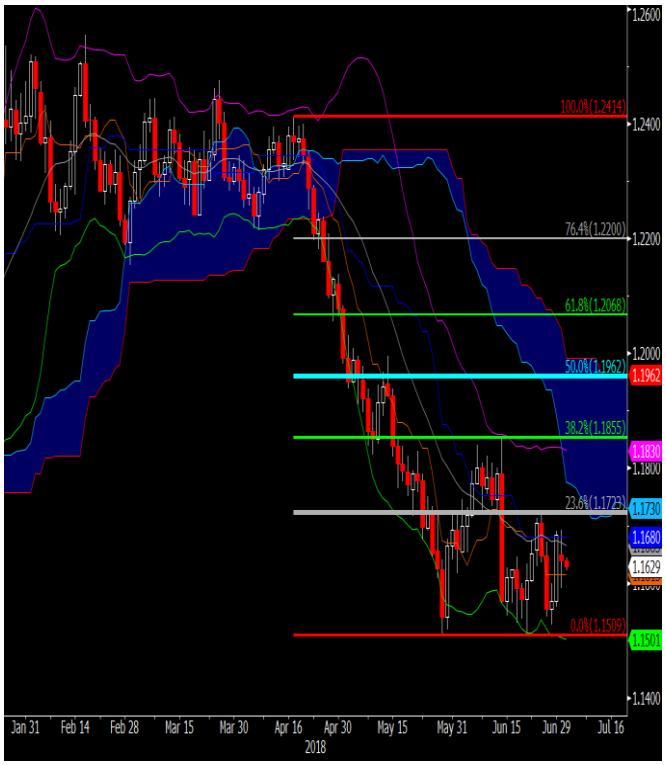


Source: Bloomberg

- AUDMYR opened 164pips lower at 2.9642 today. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly outlook bearish, monthly outlook bullish**.
- The recent rejection has pushed AUDMYR lower. The pair is now targeting a drop to 2.9502 next, at which we opine a bounce could take place. Downside break at 2.9502 will expose a move to 2.9304.
- **Expect a potential decline to 2.9510**, otherwise curbed by a close above 2.9750.
- **Key resistances:** 2.9700 (R1), 2.9727 (R2), 2.9774 (R3)
- **Key supports:** 2.9650 (S1), 2.9620 (S2), 2.9595 (S3)
- **Expected range for the day:** 2.9595 – 2.9730

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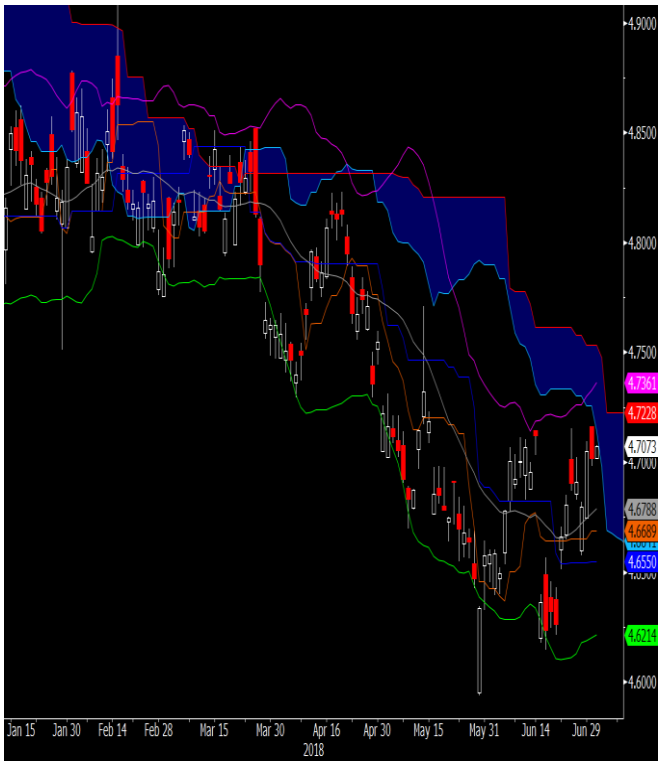
Indicative EURUSD 1.1629



Source: Bloomberg

- EURUSD opened unchanged at 1.1639 today. **Daily outlook slightly bullish** in anticipation of a soft USD, with room for further gains if Eurozone data improves.
- **Weekly and monthly outlook bullish**.
- EURUSD retraced its recent rally but remains in a minor bullish trend; this suggests a climb above 1.1684 is likely going forward, above which 1.1723 will be targeted. Breaking above this level is to us a completion of a bullish pattern that could send EURUSD to 1.1855.
- **Key resistances:** 1.1666 (R1), 1.1680 (R2), 1.1723 (R3)
- **Key supports:** 1.1622 (S1), 1.1615 (S2), 1.1600 (S3)
- **Expected range for the day:** 1.1610 – 1.1680

Indicative EURMYR 4.7073



Source: Bloomberg

- EURMYR opened 2pips higher at 4.7019 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 a test at 4.7140 is on track. A break here exposes a move to 4.7364, otherwise, expect a rejection to trigger drop to 4.6789.
- **Continue to expect a potential climb to 4.7334**, otherwise curbed by a close below 4.6980.
- **Key resistances:** 4.7140 (R1), 4.7170 (R2), 4.7200 (R3)
- **Key supports:** 4.7041 (S1), 4.7024 (S2), 4.7000 (S3)
- **Expected range for the day:** 4.7010 – 4.7150

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