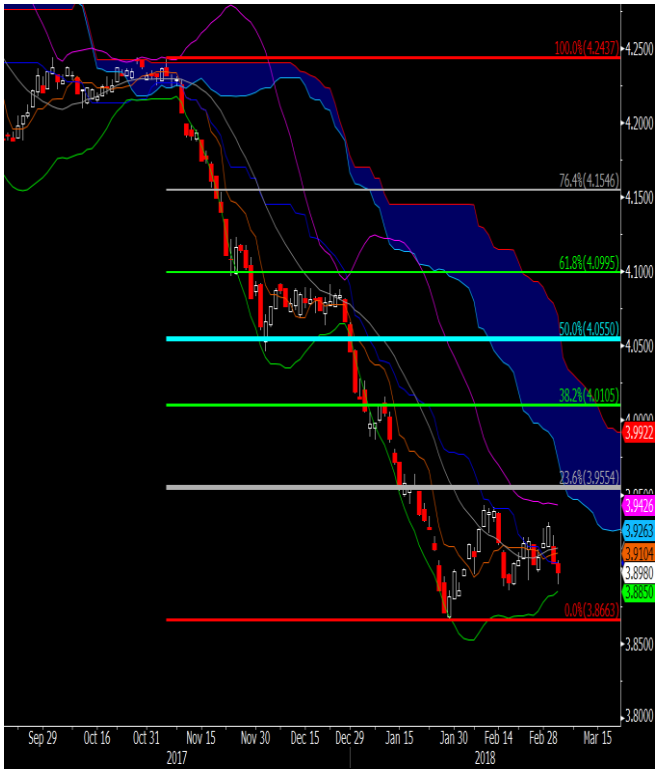
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FX Strategy

Daily Currency Outlook – 11am edition

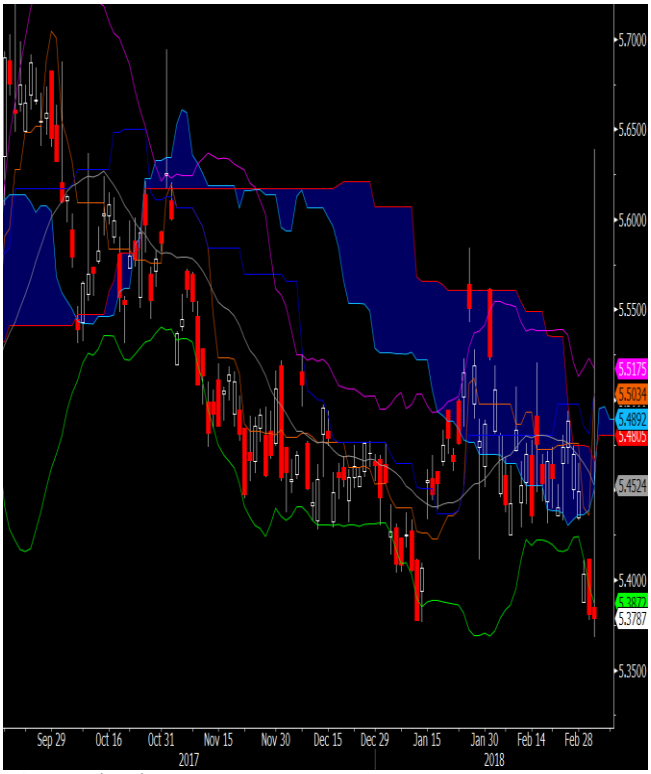
Indicative USDMYR 3.8980



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bearish** amid overnight USD weakness, but caution that risk-off sentiment in the markets could narrow early gains.
- **Weekly outlook neutral, monthly outlook bullish**.
- A minor bearish trend has emerged but its sustainability is debatable unless USDMYR manages to close below 3.8885.
- **USDMYR is now unlikely to advance to 3.9400**.
- **Key resistances:** 3.8989 (R1), 3.9000 (R2), 3.9047 (R3)
- **Key supports:** 3.8920 (S1), 3.8900 (S2), 3.8885 (S3)
- **Expected range for the day:** 3.8890 – 3.9060

Indicative GBPMYR 5.3787

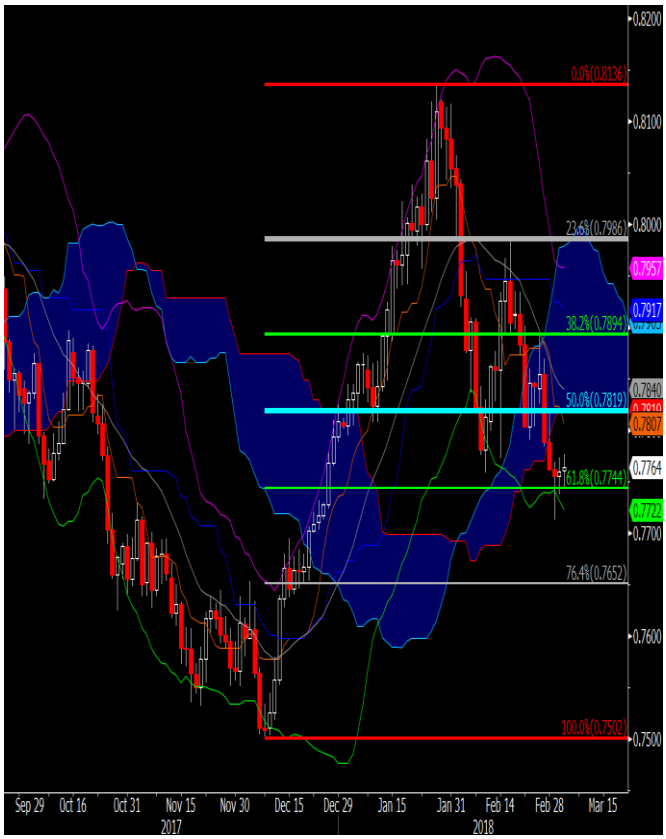


Source: Bloomberg

- GBPMYR opened 40pips higher at 5.3849 today. **Daily outlook slightly bearish**, anticipating further weakness in GBP from Brexit jitters.
- **Weekly and monthly outlook bearish**.
- GBPMYR remains tilted to the downside amid continued build up in bearish bias. GBPMYR is likely heading towards 5.3500 in the coming days but a rebound to above 5.4068 could be forming.
- **Key resistances**: 5.3800 (R1), 5.3868 (R2), 5.3940 (R3)
- **Key supports**: 5.3743 (S1), 5.3700 (S2), 5.3650 (S3)
- **Expected range for the day:** 5.3680 – 5.3950

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

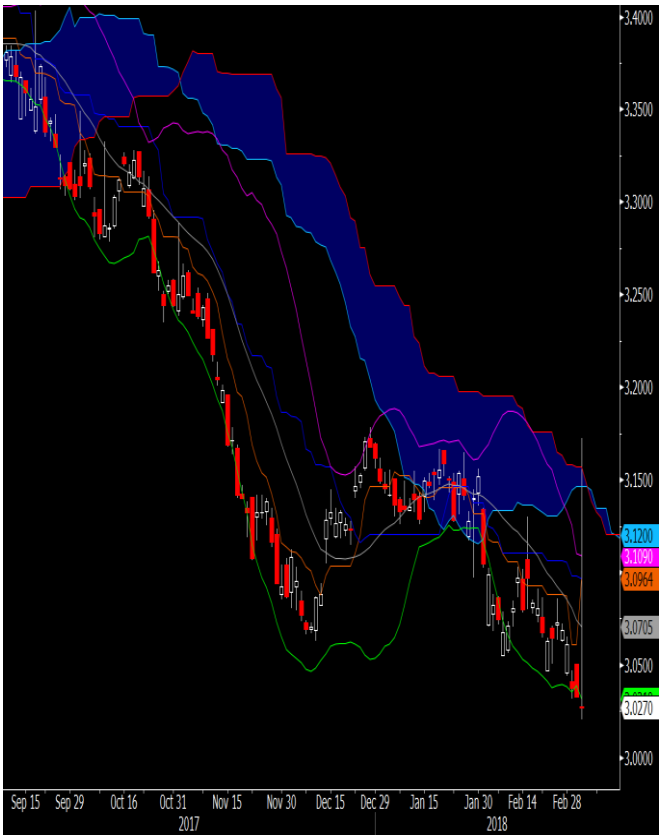
Indicative AUDUSD 0.7764



Source: Bloomberg

- AUDUSD opened barely changed at 0.7761. **Daily outlook bearish**, weighed down by extended weakness in equities and commodities.
- **Weekly and monthly outlook bearish**.
- With bearish bias still prevailing, further losses in AUDUSD is expected going forward. Caution that a close below 0.7744 would likely ignite a drop to 0.7652 next.
- **Expect a potential decline to 0.7652**, otherwise curbed by a close above 0.7819.
- **Key resistances:** 0.7780 (R1), 0.7800 (R2), 0.7819 (R3)
- **Key supports:** 0.7744 (S1), 0.7720 (S2), 0.7700 (S3)
- **Expected range for the day:** 0.7720 – 0.7780

Indicative AUDMYR 3.0270

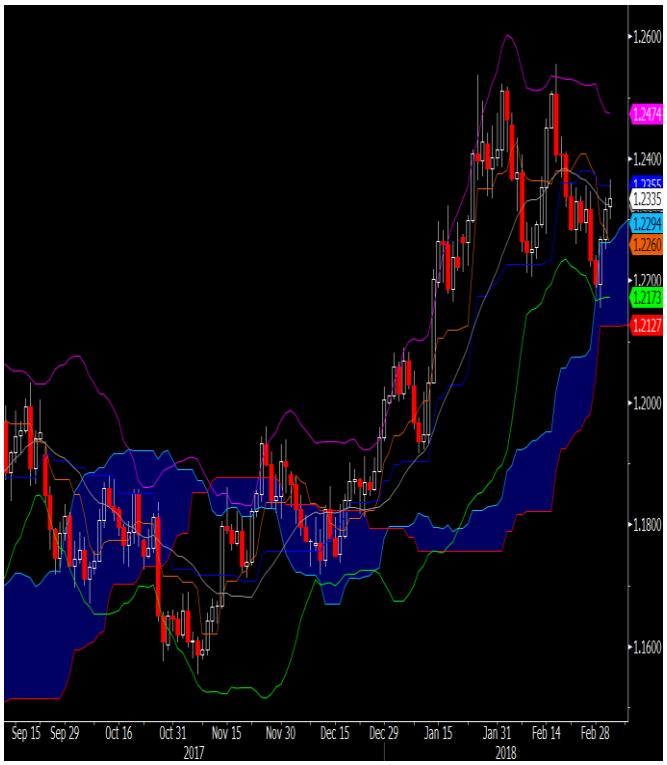


Source: Bloomberg

- AUDMYR opened 55pips lower at 3.0274. **Daily outlook slightly bearish** on the back of retreating risk appetite pressuring AUD.
- **Weekly and monthly outlook bearish**.
- AUDMYR is still deep in bearish territory and further losses are highly likely. A minor bearish trend prevails, potentially targeting 3.0000 in the coming weeks.
- **Key resistances:** 3.0285 (R1), 3.0306 (R2), 3.0320 (R3)
- **Key supports:** 3.0250 (S1), 3.0200 (S2), 3.0180 (S3)
- **Expected range for the day:** 3.0180 – 3.0330

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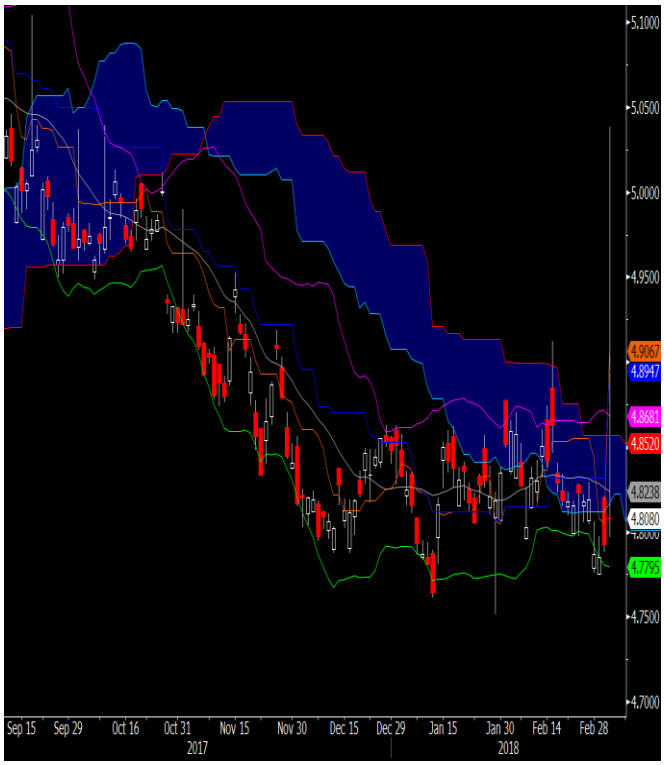
Indicative EURUSD 1.2335



Source: Bloomberg

- EURUSD opened 5pips higher at 1.2322. **Daily outlook bearish**, pressured by uncertain outlook of Italian elections.
- **Weekly and monthly outlook bearish**.
- EURUSD is technically neutral as it attempts to navigate pass 1.2323. As net momentum remains negative, there is a chance that EURUSD may be rejected and slip lower to 1.2263.
- **Continue to expect a potential decline to 1.2090**, otherwise curbed by a close above 1.2355.
- **Key resistances:** 1.2355 (R1), 1.2398 (R2), 1.2435 (R3)
- **Key supports:** 1.2300 (S1), 1.2260 (S2), 1.2247 (S3)
- **Expected range for the day:** 1.2270 – 1.2365

Indicative EURMYR 4.8080



Source: Bloomberg

- EURMYR opened 153pips higher at 4.8081. **Daily outlook slightly bearish**, anticipating downside pressure on EUR amid uncertainties from Italian elections.
- **Weekly and monthly outlook bearish**.
- EURMYR remains within a minor bearish trend, which hints at a drop below 4.7853 going forward. A close above 4.8168 will likely negate this trend.
- **Continue to expect a potential decline to 4.7513**, otherwise curbed by a close above 4.8168.
- **Key resistances:** 4.8100 (R1), 4.8168 (R2), 4.8236 (R3)
- **Key supports:** 4.8060 (S1), 4.8008 (S2), 4.7977 (S3)
- **Expected range for the day:** 4.7880 – 4.8160

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