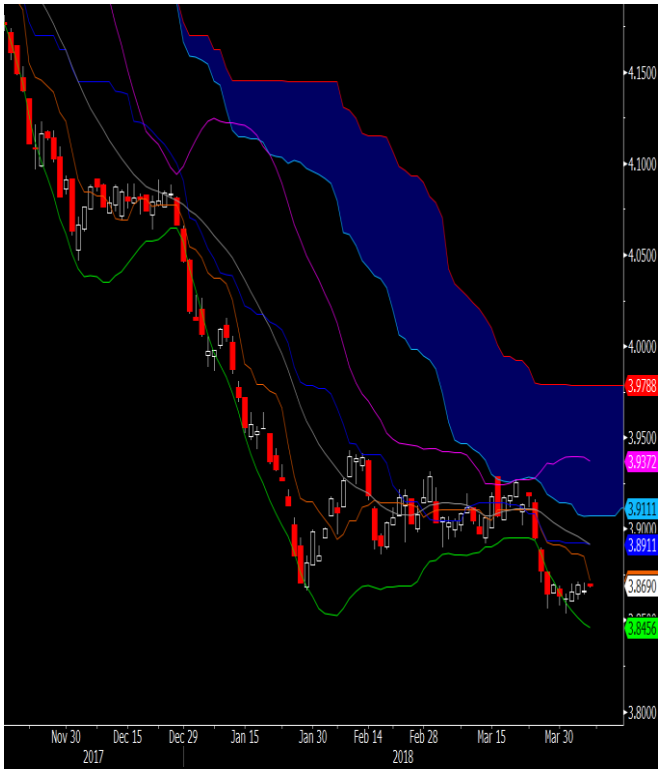
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

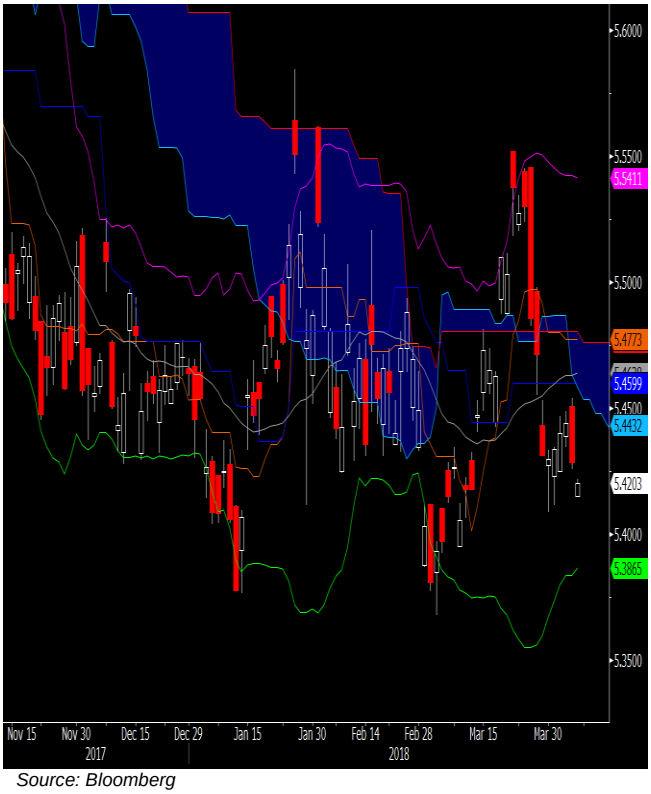
Indicative USDMYR 3.8690



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bullish** as MYR is likely pressured by rising risk-off sentiment in the markets.
- **Weekly and monthly outlook bullish**.
- Prevailing price-momentum divergence continues to wedge USDMYR higher. We still set sights on a climb to 3.8847.
- **Expect a potential advance to 3.8847**, otherwise curbed by a close below 3.8600.
- **Key resistances:** 3.8717 (R1), 3.8750 (R2), 3.8765 (R3)
- **Key supports:** 3.8685 (S1), 3.8645 (S2), 3.8620 (S3)
- **Expected range for the day:** 3.8650 – 3.8740

Indicative GBPMYR 5.4203

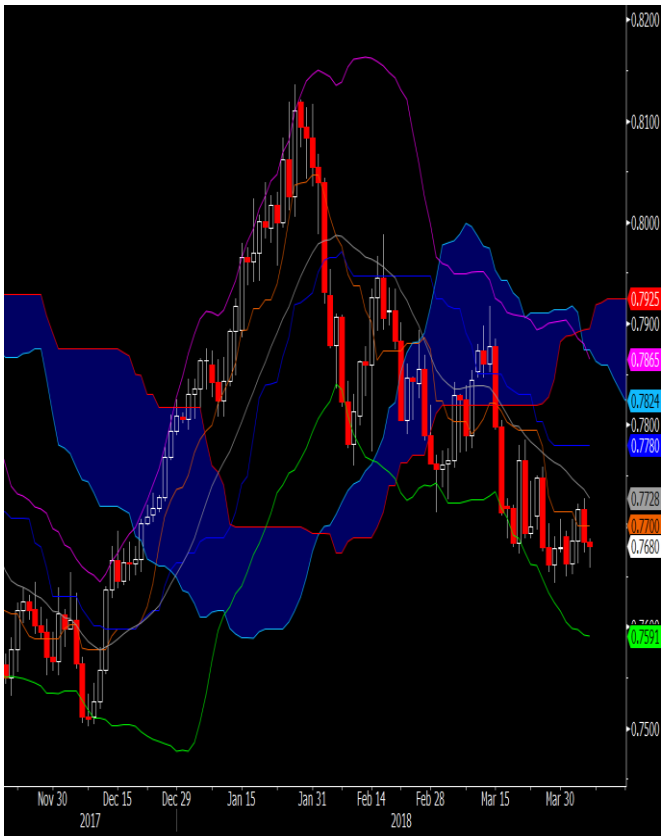


Source: Bloomberg

- GBPMYR opened 132pips lower at 5.4152 today. **Daily outlook slightly bearish**, weighed down by the sharply lower opening as well as likelihood of extended GBP weakness.
- **Weekly and monthly outlook bearish**.
- Bearish bias has increased after opening below 5.4255. Caution that a close below 5.4231 will expose a drop to 5.3947 in the next leg lower.
- **Continue to expect a potential decline to 5.4080**, otherwise curbed by a close below 5.4330.
- **Key resistances**: 5.4254 (R1), 5.4334 (R2), 5.4380 (R3)
- **Key supports**: 5.4150 (S1), 5.4120 (S2), 5.4100 (S3)
- **Expected range for the day:** 5.4120 – 5.4250

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

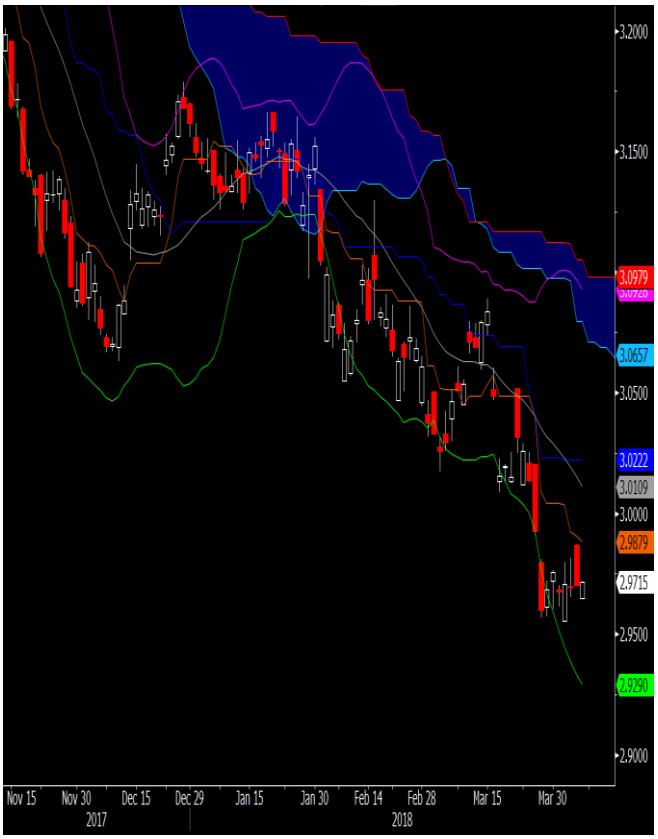
Indicative AUDUSD 0.7678



Source: Bloomberg

- AUDUSD opened unchanged at 0.7684. **Daily outlook bullish**, expected renewed downside pressure on AUD from intensified trade war concerns.
- **Weekly outlook bullish, monthly outlook bearish**.
- AUDUSD is prone to further losses after losing 0.77, suggesting that its recent rebound may be unsustainable. Closing above 0.7663 maintains the scope for a rebound above 0.7716 going forward, otherwise, expect further losses close to 0.7600.
- **Continue to expect a potential decline to 0.7617**, otherwise curbed by a close above 0.7714.
- **Key resistances:** 0.7700 (R1), 0.7728 (R2), 0.7758 (R3)
- **Key supports:** 0.7674 (S1), 0.7660 (S2), 0.7643 (S3)
- **Expected range for the day:** 0.7660 – 0.7710

Indicative AUDMYR 2.9715

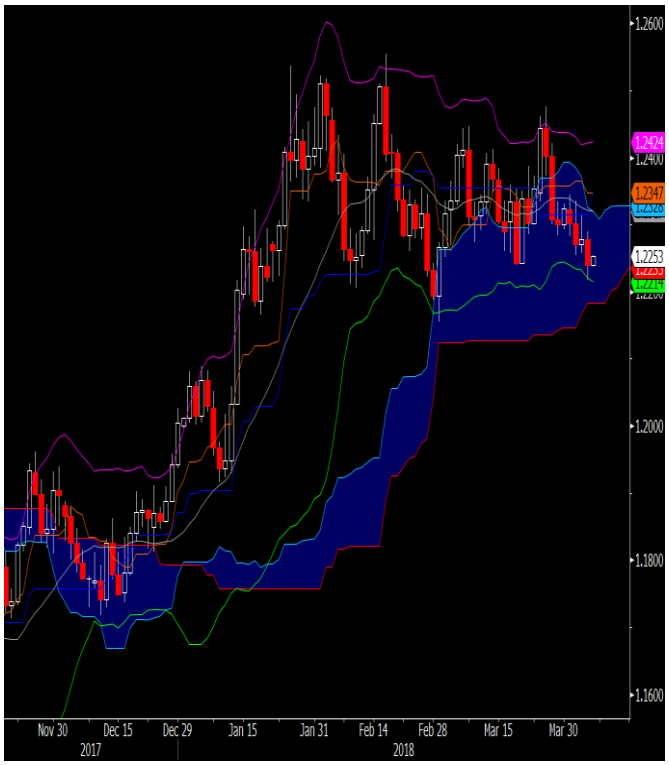


Source: Bloomberg

- AUDMYR opened 55pips lower at 2.9648. **Daily outlook slightly bullish** in anticipation of a relatively weaker MYR.
- **Weekly and monthly outlook bullish**.
- Upside bias remains fragile despite initiation of a rebound. We now reckon that there is room for a test at 2.9900 next but direction thereafter will depend on whether this level is broken.
- **Continue to expect a potential decline to 2.9450**, otherwise curbed by a close above 2.9795.
- **Key resistances:** 2.9767 (R1), 2.9810 (R2), 2.9850 (R3)
- **Key supports:** 2.9700 (S1), 2.9654 (S2), 2.9604 (S3)
- **Expected range for the day:** 2.9640 – 2.9780

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Indicative EURUSD 1.2253

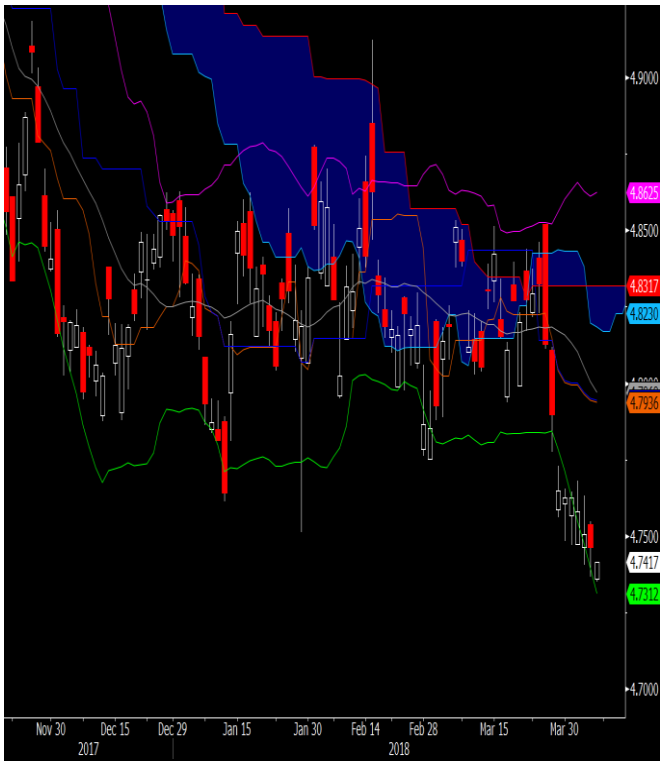


Source: Bloomberg

- EURUSD opened unchanged at 1.2240. **Daily outlook slightly bearish** in anticipation of a firm USD.
- **Weekly and monthly outlook bearish**.
- EURUSD remains in a minor bearish trend that will only be ended by a close above 1.2302 today. Do not rule out a potential rebound today, but overall, we maintain that EURUSD remains prone to losses.
- **EURUSD expectedly declined to 1.2242**.
- **Key resistances:** 1.2267 (R1), 1.2300 (R2), 1.2319 (R3)
- **Key supports:** 1.2242 (S1), 1.2214 (S2), 1.2200 (S3)
- **Expected range for the day:** 1.2200 – 1.2270

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Indicative EURMYR 4.7417



Source: Bloomberg

- EURMYR opened 104pips lower at 4.7360. **Daily outlook slightly bearish**, weighed down by the sharply lower opening and in anticipation of EUR weakness in European session.
- **Weekly outlook bearish, monthly outlook bullish**.
- EURMYR continues to be weighed down by rising downside momentum and losses are likely to prevail. However, we still caution that signs of rebound are gradually emerging, thus expect losses to be contained until clearer direction emerges.
- **Key resistances:** 4.7470 (R1), 4.7500 (R2), 4.7548 (R3)
- **Key supports:** 4.7400 (S1), 4.7352 (S2), 4.7313 (S3)
- **Expected range for the day:** 4.7320 – 4.7450

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