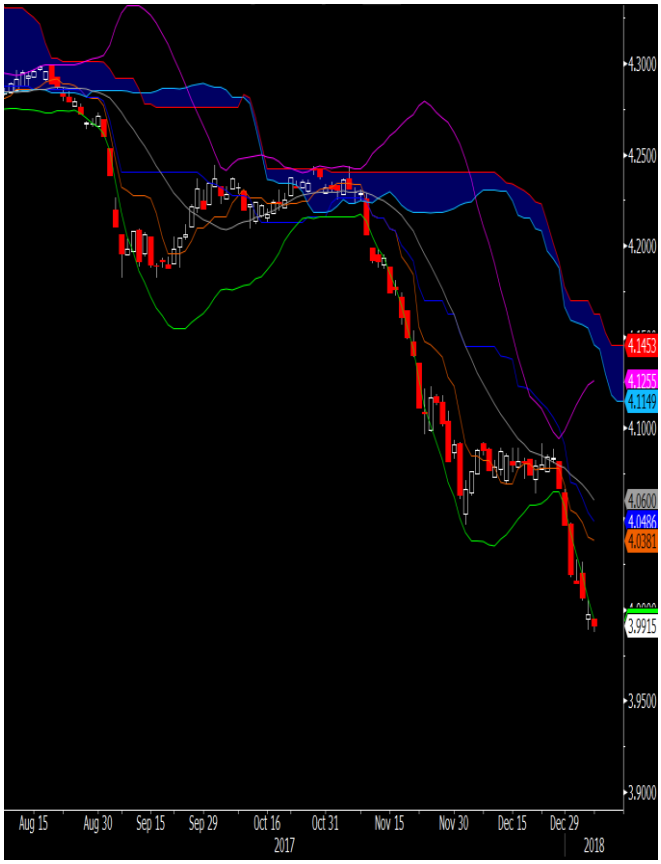
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

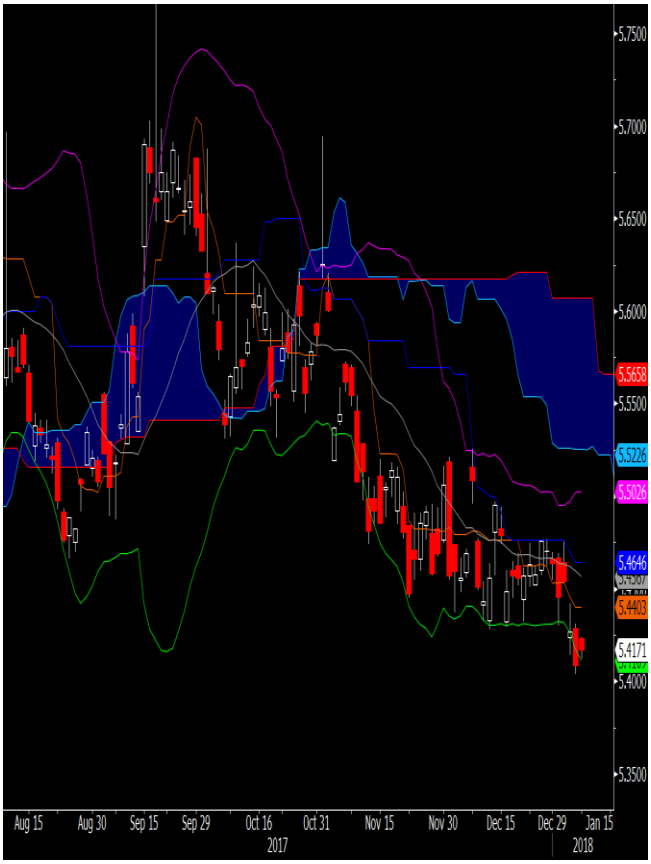
Indicative USDMYR 3.9915



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish**, supported by firmer risk appetite and oil prices.
- **Weekly and monthly outlook bearish**.
- Technical outlook remains negative for USDMYR; it is likely targeting a test at 3.9800 next, which if successful could open the door towards 3.9515 in the next leg lower. However, do not rule out a modest rebound after recent sharp declines, with gains likely capped at 4.0000.
- **Key resistances:** 3.9938 (R1), 3.9975 (R2), 4.0000 (R3)
- **Key supports:** 3.9900 (S1), 3.9850 (S2), 3.9800 (S3)
- **Expected range for the day:** 3.9800 – 3.9950

Indicative GBPMYR 5.4171

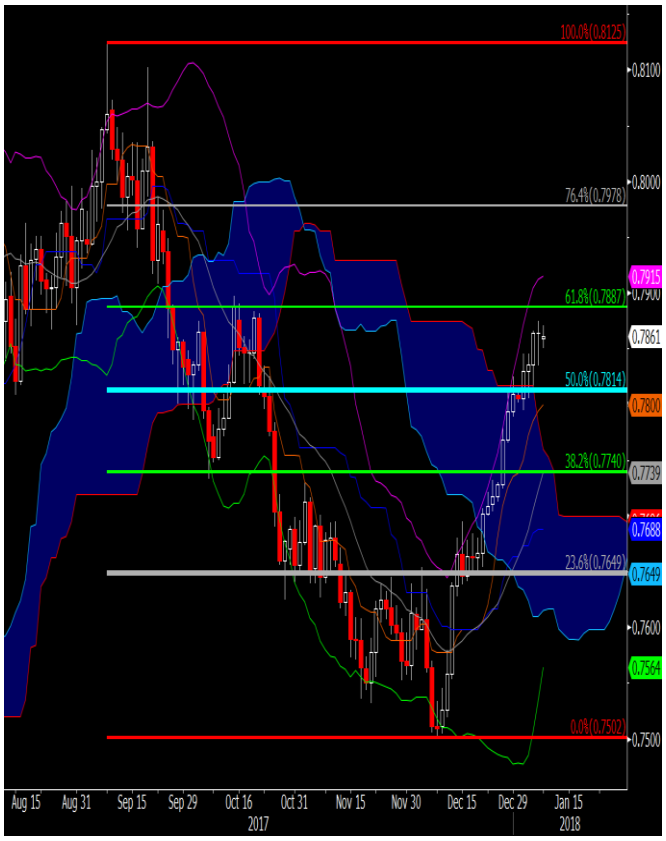


Source: Bloomberg

- GBPMYR opened 145pips higher at 5.4233. **Daily outlook slightly bearish**, weighed down by a firmer MYR.
- **Weekly and monthly outlook bearish**.
- Bearish bias has increased, tilting GBPMYR further lower. Technical signs point to a close below 5.4088 going forward, and we caution that losing 5.4000 exposes a drop to 5.3743 next.
- **GBPMYR expectedly declined to 5.4061** last Friday.
- **Key resistances**: 5.4200 (R1), 5.4233 (R2), 5.4335 (R3)
- **Key supports**: 5.4104 (S1), 5.4038 (S2), 5.4000 (S3)
- **Expected range for the day:** 5.4000 – 5.4230

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

Indicative AUDUSD 0.7861

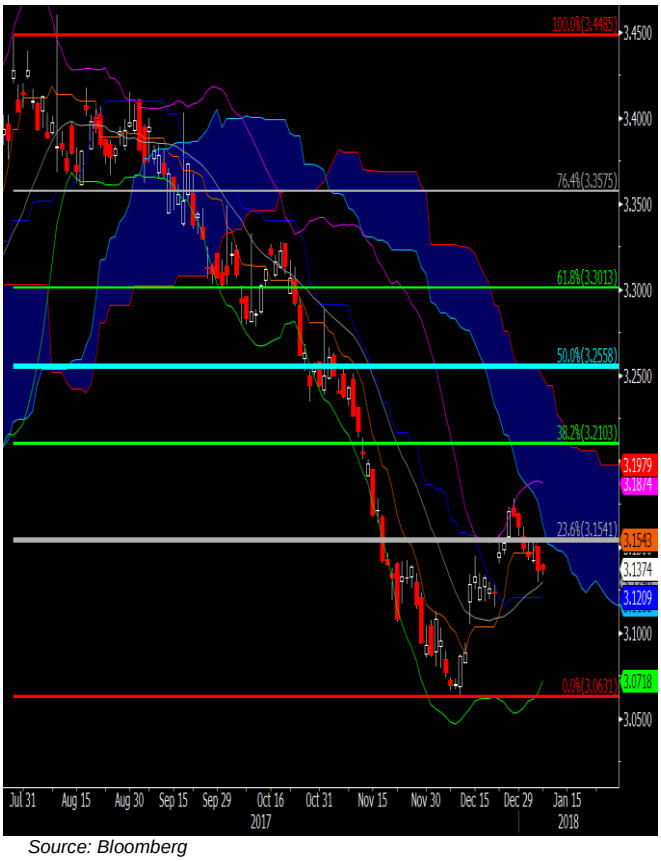


Source: Bloomberg

- AUDUSD opened 5pips lower at 0.7859. **Daily outlook bearish** on the back of a rebounding USD, on top of potential pressure from a soft Australia data.
- **Weekly and monthly outlook bearish**.
- Given continued ease in upside momentum, we maintain that AUDUSD has peaked and will likely be making a reversal soon. Expect continued failure to break 0.7887 to contribute to a more negative outlook, with scope to slide back to 0.7814 – 0.7827.
- **Continue to expect a potential decline to 0.7740**, otherwise curbed by a close above 0.7887.
- **Key resistances:** 0.7887 (R1), 0.7900 (R2), 0.7914 (R3)
- **Key supports:** 0.7850 (S1), 0.7827 (S2), 0.7814 (S3)
- **Expected range for the day:** 0.7800 – 0.7880

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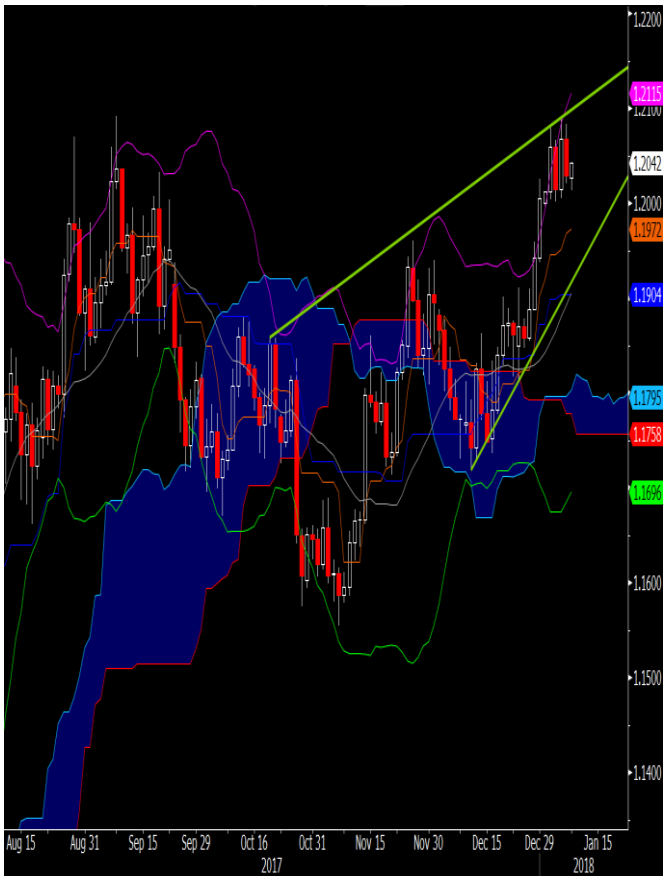
Indicative AUDMYR 3.1374



Source: Bloomberg

- AUDMYR opened 33pips higher at 3.1396. **Daily outlook bearish** on the back of a firmer MYR.
- **Weekly and monthly outlook bearish**.
- Technical outlook continues to grow more pessimistic. AUDMYR is still pointing to 3.1209 so long as it fails to recapture 3.1541.
- **Continue to expect a potential decline to 3.1209**, otherwise curbed by a close above 3.1453.
- **Key resistances:** 3.1400 (R1), 3.1452 (R2), 3.1505 (R3)
- **Key supports:** 3.1300 (S1), 3.1209 (S2), 3.1155 (S3)
- **Expected range for the day:** 3.1290 – 3.1410

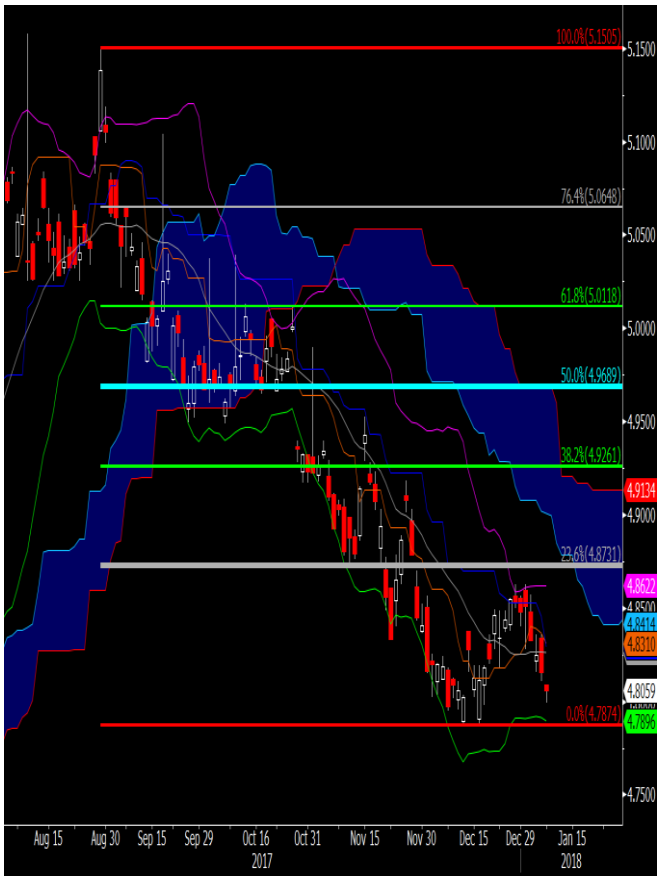
Indicative EURUSD 1.2042



Source: Bloomberg

- EURUSD opened 2pips lower at 1.2027. **Daily outlook slightly bearish** on the back of a firm USD, but caution that a positive set of Eurozone will invigorate the bulls.
- **Weekly and monthly outlook bearish**.
- Technical outlook has turned more fragile and uncertain for EURUSD; we note that as upside momentum continues to taper off, the pair's upside bias will be limited. Caution that losing 1.20 could trigger a longer-term move to 1.1905.
- **Continue to expect a potential decline to 1.2000**.
- **Key resistances:** 1.2050 (R1), 1.2089 (R2), 1.2100 (R3)
- **Key supports:** 1.2010 (S1), 1.2000 (S2), 1.1972 (S3)
- **Expected range for the day:** 1.1990 – 1.2060

Indicative EURMYR 4.8059



Source: Bloomberg

- EURMYR opened 67pips lower at 4.8087. **Daily outlook slightly bearish**, weighed down by a firm MYR and by the lower opening.
- **Weekly and monthly outlook bearish**.
- Faltering upside momentum on top of a close below 4.8267 last Friday continue to cast a pessimistic outlook on EURMYR. The pair is likely targeting a return to 4.7874, though this firm support may prevent further losses.
- **Continue to expect a potential drop to 4.7921**, otherwise curbed by a close above 4.8154.
- **Key resistances:** 4.8073 (R1), 4.8155 (R2), 4.8200 (R3)
- **Key supports:** 4.8000 (S1), 4.7956 (S2), 4.7891 (S3)
- **Expected range for the day:** 4.7950 – 4.8090

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