

Global Markets Research

FX Strategy

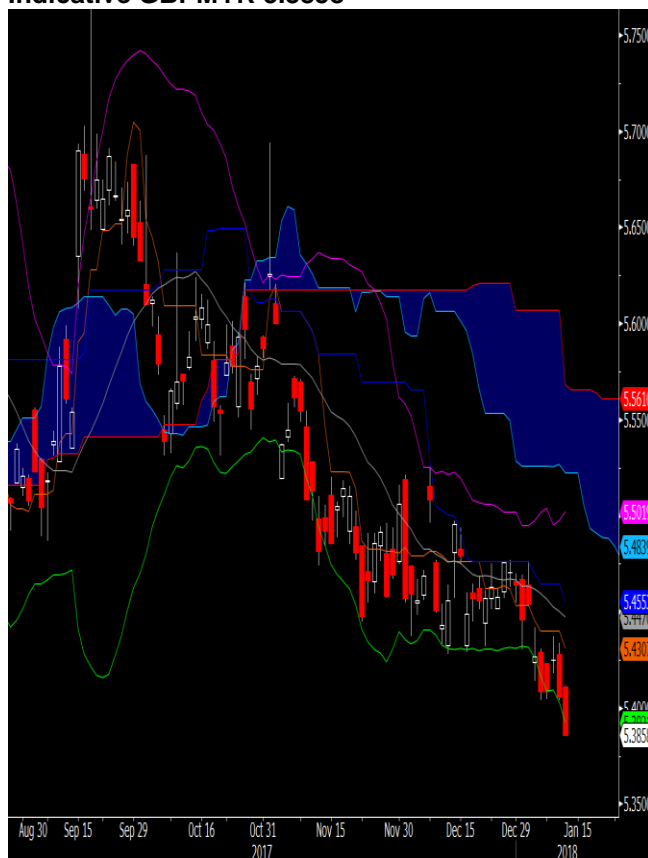
Daily Currency Outlook – 11am edition

Indicative USDMYR 3.9858



Source: Bloomberg

Indicative GBPMYR 5.3858



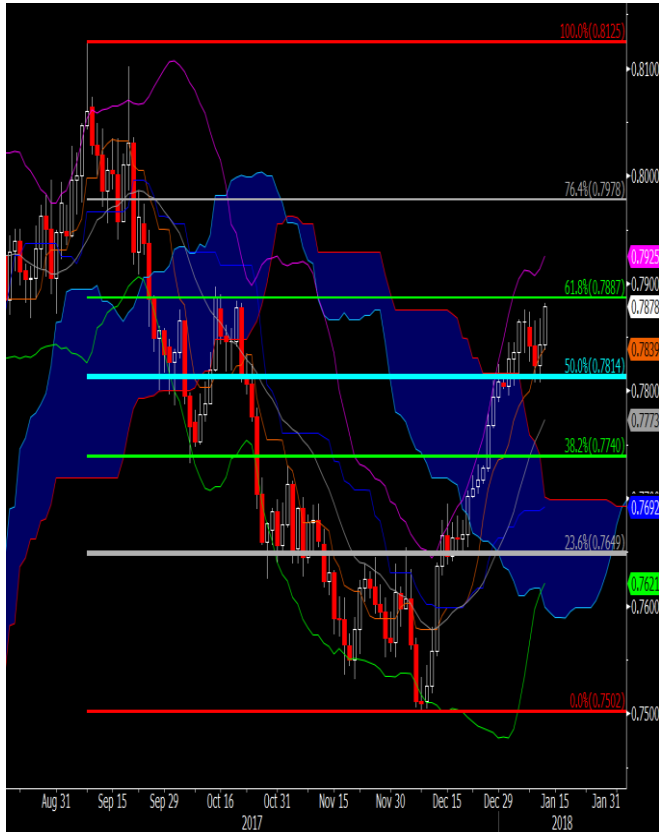
Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish** on the back of a weaker overnight USD and revival in MYR buying interest.
- **Weekly and monthly outlook bearish.**
- Technical outlook is uncertain for USDMYR given an early downside break at 4.0000, direction is likely headed lower going forward. Caution that closing below 3.9865 will likely tilt the pair lower towards 4.9500 in the next leg lower.
- **USDMYR is now unlikely to climb to 4.0220.**
- **Key resistances:** 3.9887 (R1), 3.9900 (R2), 3.9950 (R3)
- **Key supports:** 3.9850 (S1), 3.9820 (S2), 3.9800 (S3)
- **Expected range for the day:** 3.9800 – 4.0055

- GBPMYR opened 52pips higher at 5.4110. **Daily outlook bearish**, anticipating downsides in GBP going into European trade on top of current revival in MYR buying interest.
- **Weekly and monthly outlook bearish.**
- GBPMYR is back on track towards lower levels amid increased downside momentum. Caution that a close below 5.4000 today exposes a drop to 5.3743 next.
- **GBPMYR expectedly declined to 5.4088** yesterday.
- **Key resistances:** 5.3885 (R1), 5.3900 (R2), 5.3930 (R3)
- **Key supports:** 5.3820 (S1), 5.3800 (S2), 5.3743 (S3)
- **Expected range for the day:** 5.3800 – 5.4115

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

Indicative AUDUSD 0.7878

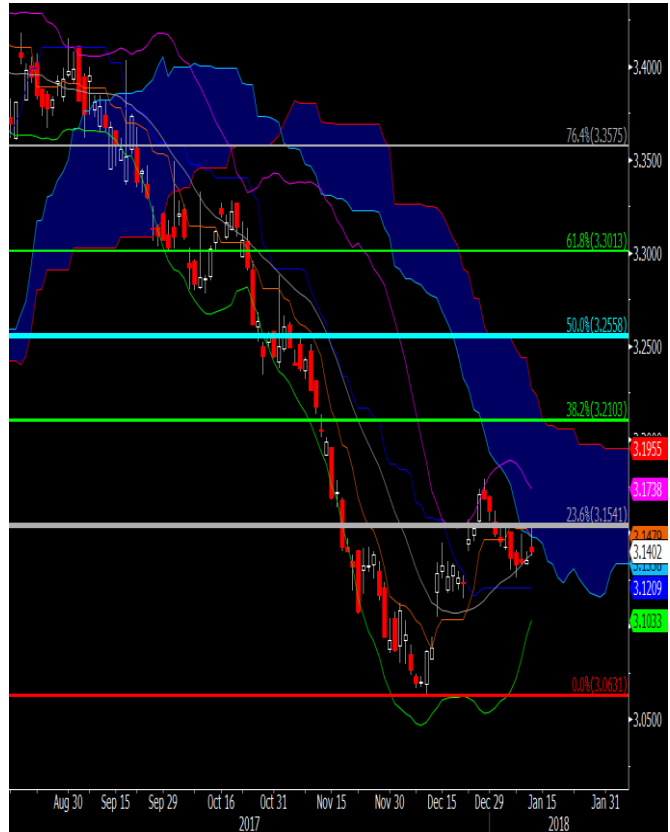


Source: Bloomberg

- AUDUSD opened unchanged at 0.7843. **Daily outlook slightly bearish** on the back of a rebounding USD; early gains from stronger than expected Australia data are likely to be overturned by retreating risk appetite.
- **Weekly and monthly outlook bearish.**
- AUDUSD is attempting a rebound after bouncing off 0.7814 but we reckon that unless the pair manages to close above 0.7887, downside bias will gradually pressure a drop back to 0.7814.
- **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), 0.7924 (R3)
- **Key supports:** 0.7867 (S1), 0.7849 (S2), 0.7814 (S3)
- **Expected range for the day:** 0.7800 – 0.7890

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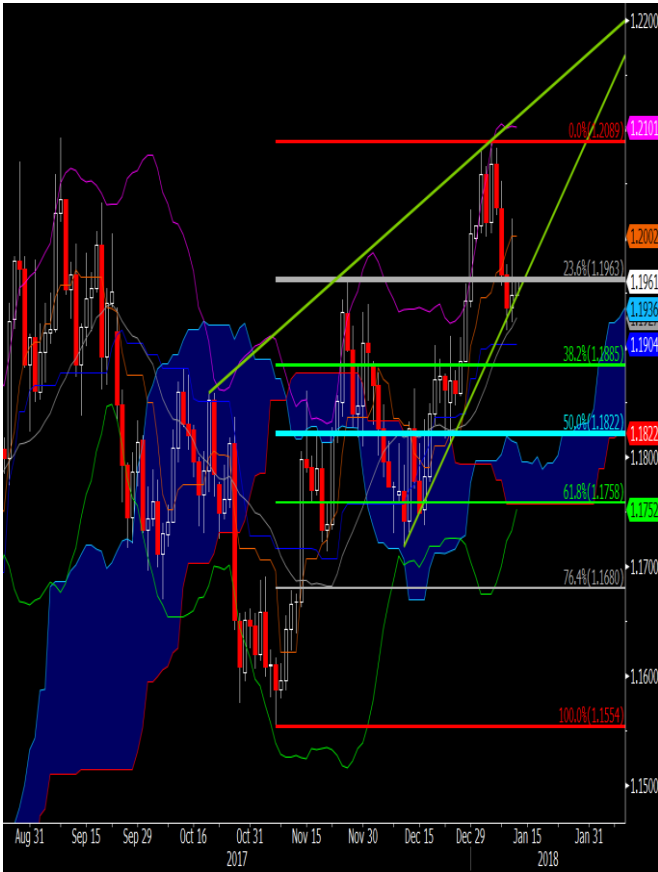
Indicative AUDMYR 3.1402



Source: Bloomberg

- AUDMYR opened 68pips higher at 3.1424. **Daily outlook slightly bullish**, led by stronger than expected Australia data.
- **Weekly and monthly outlook bearish.**
- Technical outlook remains bearish despite an early attempt at rebound. 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 3.1500.
- **Key resistances:** 3.1425 (R1), 3.1479 (R2), 3.1500 (R3)
- **Key supports:** 3.1386 (S1), 3.1337 (S2), 3.1300 (S3)
- **Expected range for the day:** 3.1350 – 3.1550

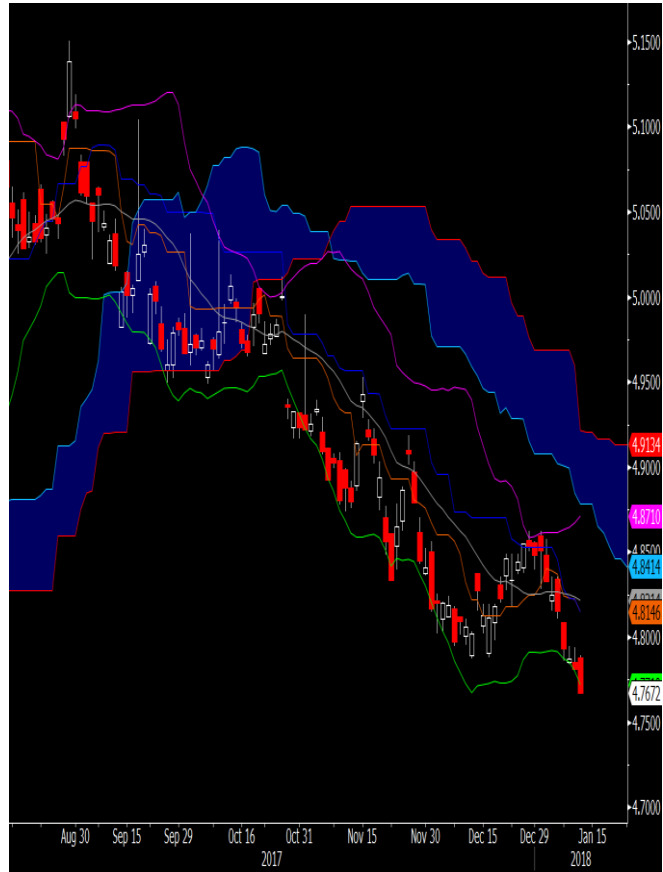
Indicative EURUSD 1.1961



Source: Bloomberg

- EURUSD opened unchanged at 1.1948. **Daily outlook bearish** in expectation of a USD rebound.
- **Weekly and monthly outlook bearish.**
- Technical outlook is still negative for EURUSD; unless the pair manages to close above 1.2029 today, a bearish outlook prevails and targets 1.1905 next. Note that this downward correction could reach to a low of 1.1885.
- **Continue to expect a potential decline to 1.1885**, otherwise curbed by a close above 1.1985.
- **Key resistances:** 1.1963 (R1), 1.1976 (R2), 1.1985 (R3)
- **Key supports:** 1.1950 (S1), 1.1927 (S2), 1.1904 (S3)
- **Expected range for the day:** 1.1920 – 1.1970

Indicative EURMYR 4.7672



Source: Bloomberg

- EURMYR opened 64pips lower at 4.7877. **Daily outlook slightly bearish**, weighed down by a retreating EUR as well as revival in MYR buying interest.
- **Weekly and monthly outlook bearish.**
- Bearish bias continues to strengthen, further tilting EURMYR lower. Even though a moderate rebound prevailed in early trade, direction going forward is likely lower. Signs suggest continued closings below 4.7934 in the coming days.
- **Expect a potential decline to 4.7400**, otherwise curbed by a close above 4.7785.
- **Key resistances:** 4.7730 (R1), 4.7777 (R2), 4.7800 (R3)
- **Key supports:** 4.7666 (S1), 4.7600 (S2), 4.7585 (S3)
- **Expected range for the day:** 4.7660 – 4.7890

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