Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 3.8675

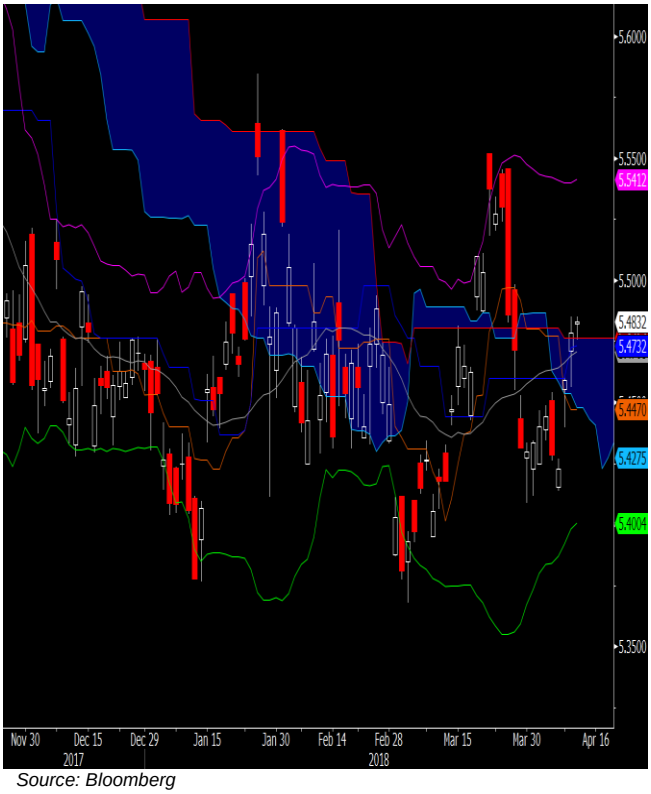


Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bullish** as we expect MYR buying interest to be subdued ahead of FOMC minutes and Malaysia industrial production report.
- **Weekly and monthly outlook bullish**.
- USDMYR is still showing inclination towards the downside but we note that current downside momentum does not commensurate with price action, hinting at a possible rebound going forward.
- **Continue to expect a potential advance to 3.8847**, otherwise curbed by a close below 3.8600.
- **Key resistances:** 3.8680 (R1), 3.8700 (R2), 3.8728 (R3)
- **Key supports:** 3.8645 (S1), 3.8630 (S2), 3.8600 (S3)
- **Expected range for the day:** 3.8620 – 3.8720

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

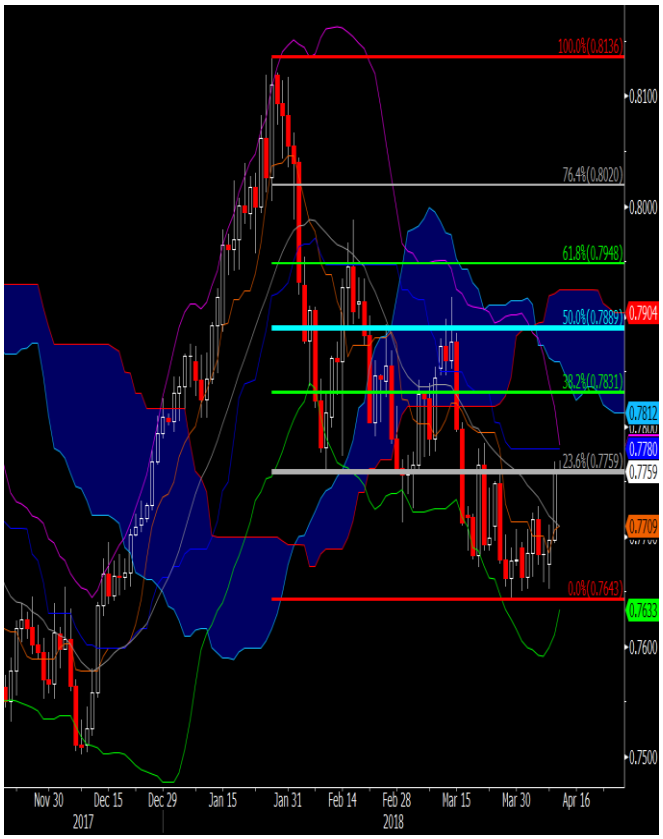
Indicative GBPMYR 5.4832



Source: Bloomberg

- GBPMYR opened 34pips higher at 5.4820 today. **Daily outlook slightly bullish** in anticipation of GBP holding firm.
- **Weekly outlook bullish, monthly outlook bearish**.
- Bullish bias is picking up pace after closing above 5.4762. Expect GBPMYR to target 5.5062 next, above which 5.5414 will be eyed.
- **Expect a potential advance to 5.5062**, otherwise curbed by a close below 5.4710.
- **Key resistances**: 5.4874 (R1), 5.4900 (R2), 5.4981 (R3)
- **Key supports**: 5.4800 (S1), 5.4762 (S2), 5.4710 (S3)
- **Expected range for the day:** 5.4750 – 5.4900

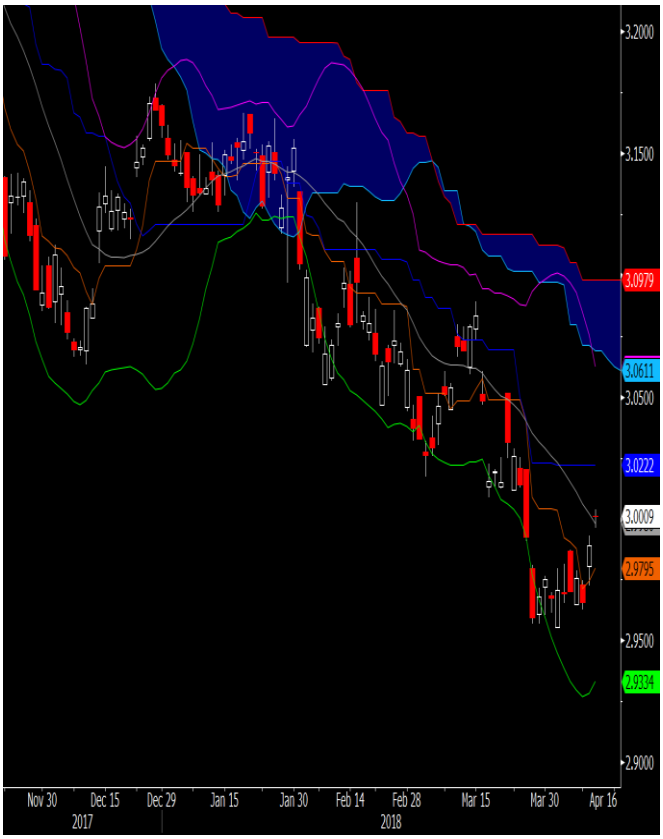
Indicative AUDUSD 0.7759



Source: Bloomberg

- AUDUSD opened unchanged at 0.7761. **Daily outlook bullish**, supported by continued recovery in market sentiment.
- **Weekly outlook bullish, monthly outlook bearish**.
- Breaking 0.7759 overnight has exposed AUDUSD to further gains, possibly to circa 0.7820 - 0.7831. Caution that rejection could take place even before that since AUDUSD remains deep in bearish territory.
- **Key resistances:** 0.7780 (R1), 0.7800 (R2), 0.7819 (R3)
- **Key supports:** 0.7744 (S1), 0.7709 (S2), 0.7700 (S3)
- **Expected range for the day:** 0.7740 – 0.7780

Indicative AUDMYR 3.0009

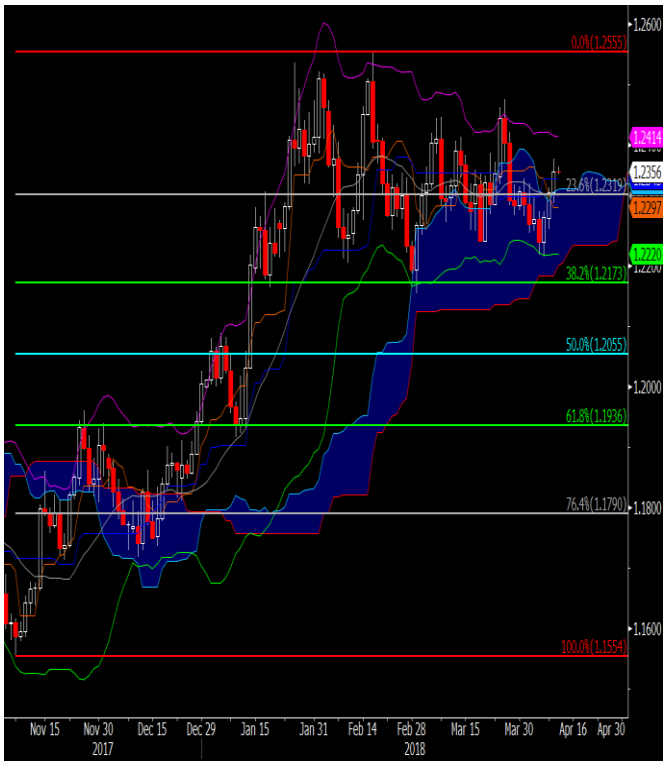


Source: Bloomberg

- AUDMYR opened 120pips higher at 3.0010. **Daily outlook slightly bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- AUDMYR continues to attempt a rebound but being deep in bearish territory is still holding back gains. AUDMYR is now exposed to a move to 3.0300 but unless upside bias improves, AUDMYR remains prone to a return to bearishness.
- **Expect a potential advance to 3.0300**, otherwise curbed by a close below 2.9900
- **Key resistances:** 3.0050 (R1), 3.0087 (R2), 3.0100 (R3)
- **Key supports:** 2.9978 (S1), 2.9929 (S2), 2.9872 (S3)
- **Expected range for the day:** 2.9900 – 3.0030

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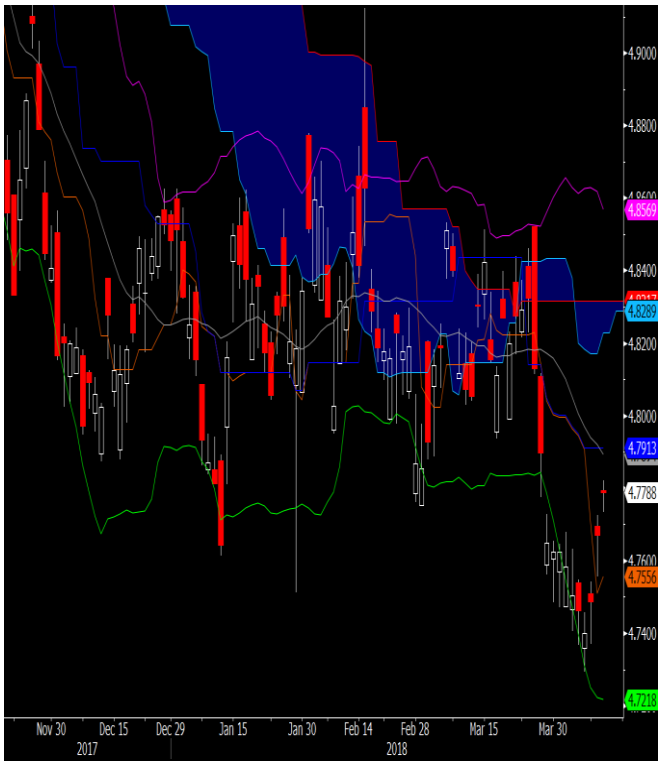
Indicative EURUSD 1.2356



Source: Bloomberg

- EURUSD opened unchanged at 1.2356. **Daily outlook bullish** on the back of a soft USD but would quickly slump into losses if the greenback rallies or if Eurozone data disappoints.
- **Weekly outlook bullish, monthly outlook bearish**.
- Technical outlook remains supportive of EURUSD climbing further but at the same time leaves room for a pullback to circa 1.2327 first before extending current upsides.
- **Key resistances:** 1.2366 (R1), 1.2378 (R2), 1.2388 (R3)
- **Key supports:** 1.2345 (S1), 1.2327 (S2), 1.2319 (S3)
- **Expected range for the day:** 1.2340 – 1.2400

Indicative EURMYR 4.7788



Source: Bloomberg

- EURMYR opened 122pips higher at 4.7794. **Daily outlook slightly bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- EURMYR rebound is extending; there is scope to test 4.7913 in the next leg higher, above which an attempt on 4.8117 is likely.
- **Expect a potential advance to 4.8050**, otherwise curbed by a close below 4.7680.
- **Key resistances:** 4.7800 (R1), 4.7820 (R2), 4.7880 (R3)
- **Key supports:** 4.7774 (S1), 4.7705 (S2), 4.7680 (S3)
- **Expected range for the day:** 4.7730 – 4.7850

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