

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 3.9945



Source: Bloomberg

Indicative GBPMYR 5.3396



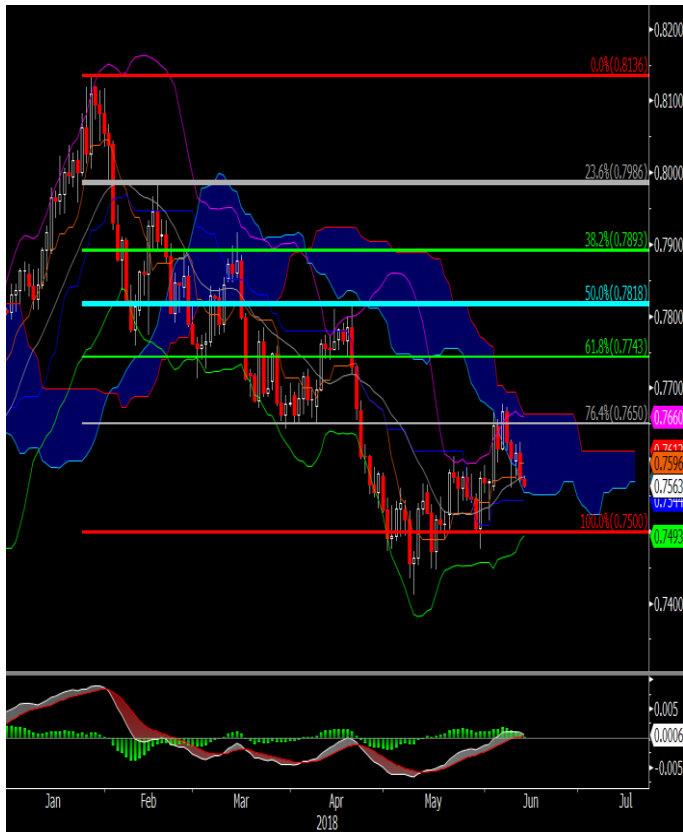
Source: Bloomberg

- USDMYR opened higher today. **Daily outlook slightly bullish** on the back of a firmer USD and subdued demand for EM currencies ahead of key FOMC meeting.
- **Weekly outlook neutral, monthly outlook bearish.**
- Bearishness in USDMYR is retreating. Yesterday's close above 3.9900, a strong resistance, has tilted USDMYR to the upside and we now expect the pair to head towards 3.9952, followed by 3.9990 next.
- **Expect USDMYR to head towards 3.9990**, unless the pair closes below 3.9796.
- **Key resistances:** 3.9952 (R1), 3.9990 (R2), 4.0028 (R3)
- **Key supports:** 3.9878 (S1), 3.9826 (S2), 3.9800 (S3)
- **Expected range for the day:** 3.9925 – 3.9980

- GBPMYR opened 136pips lower at 5.3363 today. **Daily outlook bearish**, weighed down by lower opening but we expect losses to be narrowed amid prospects of a softer MYR.
- **Weekly outlook bearish; monthly outlook bullish.**
- Yesterday's close above 5.3380 reinstated slight bullish bias in GBPMYR, indicating possibility of potential advance to 5.3600.
- **Expect GBPMYR to advance to 5.3600**, unless it closes below 5.3380.
- **Key resistances:** 5.3404 (R1), 5.3446 (R2), 5.3534 (R3)
- **Key supports:** 5.3359 (S1), 5.3269 (S2), 5.3192 (S3)
- **Expected range for the day:** 5.3250 – 5.3450

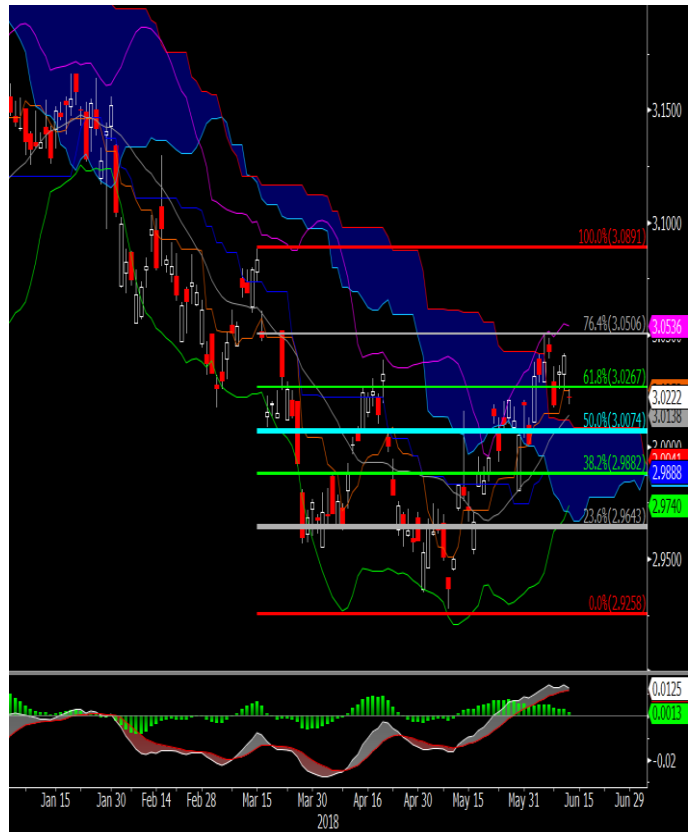
\* levels are quoted based on spot prices at the time of writing, bid/ask prices may vary

**Indicative AUDUSD 0.7565**



Source: Bloomberg

**Indicative AUDMYR 3.0218**



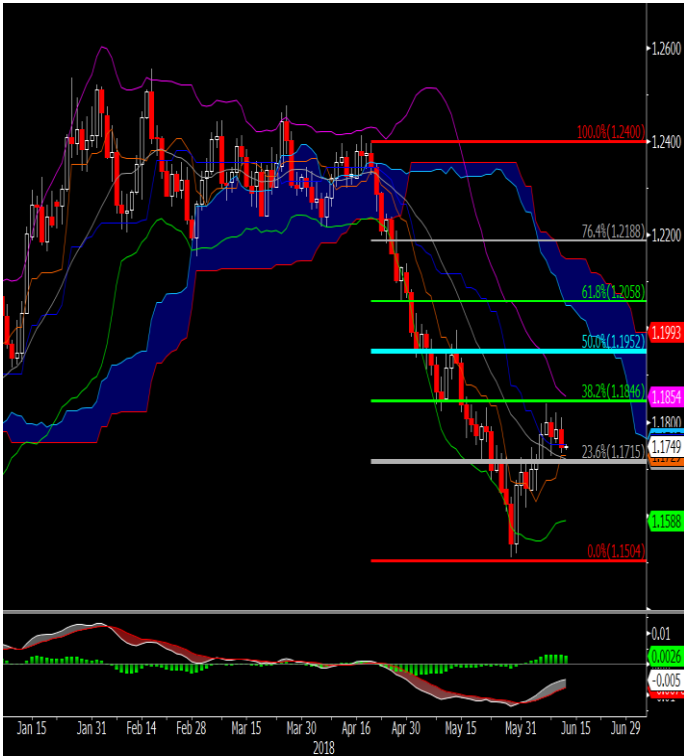
Source: Bloomberg

- AUDUSD opened unchanged at 0.7573 today. **Daily outlook bearish**, weighed down risk aversion ahead of key FOMC meeting today followed by ECB meeting tomorrow.
- **Weekly outlook bearish, monthly outlook bullish.**
- Closing below 0.7613 has exposed AUDUSD to a decline towards 0.7565 next, below which 0.7507 will be tested. Do not rule out a potential bounce off 0.7565, a level that we believe to be strong enough to reboot the recent minor bullish trend.
- **Key resistances:** 0.7613 (R1), 0.7652 (R2), 0.7660 (R3)
- **Key supports:** 0.7565 (S1), 0.7547 (S2), 0.7526 (S3)
- **Expected range for the day:** 0.7550 – 0.7610

- AUDMYR opened 185pips lower at 3.0224. **Daily outlook bearish**, weighed down by a lower opening and a lack of interests for risk currencies.
- **Weekly outlook bearish, monthly outlook bearish.**
- We continue to note lingering upside fatigue in AUDMYR that would likely erode current bullish bias. We caution on a potential decline to circa 3.0085 on continued failure to beat 3.0485.
- **AUDMYR is now unlikely to climb to 3.0500.**
- **Key resistances:** 3.0288 (R1), 3.0332 (R2), 3.0378 (R3)
- **Key supports:** 3.0186 (S1), 3.0131 (S2), 3.0096 (S3)
- **Expected range for the day:** 3.0150 – 3.0280

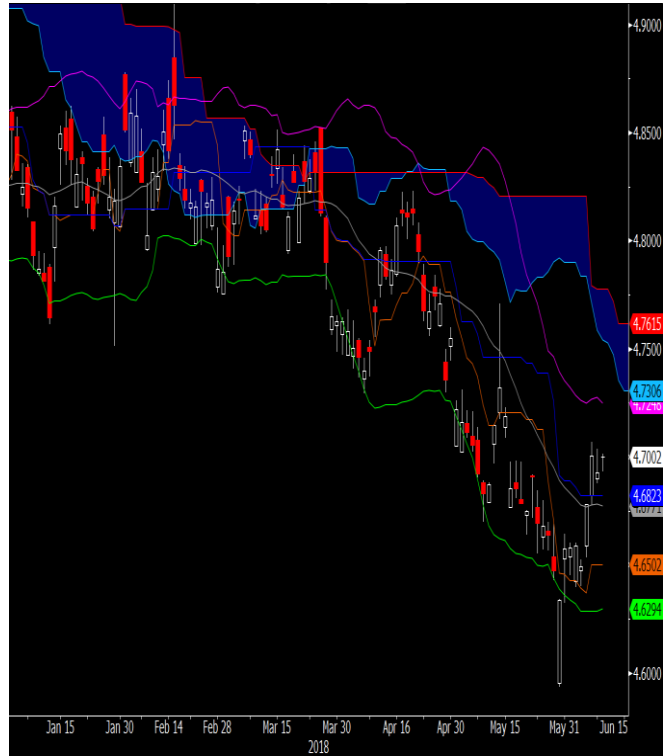
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**Indicative EURUSD 1.1749**



Source: Bloomberg

**Indicative EURMYR 4.6930**



Source: Bloomberg

- EURUSD opened unchanged at 1.1745. **Daily outlook bearish** on the back of a firmer USD, more so if the Fed guidance turns out more hawkish than expected.
- **Weekly and monthly outlook bullish.**
- Upside momentum in EURUSD continues to soften and is at risk of a reversal to the downside if it still fails to bounce back above 1.1800. Breaking 1.1723 could reignite a bearish trend for EURUSD.
- **Key resistances:** 1.1782 (R1), 1.1802 (R2), 1.1822 (R3)
- **Key supports:** 1.1723 (S1), 1.1695 (S2), 1.1655 (S3)
- **Expected range for the day:** 1.1720 – 1.1780

- EURMYR opened 193pips lower at 4.6876. **Daily outlook bearish**, on lower opening but we anticipate narrower losses amid a soft MYR.
- **Weekly outlook bullish, monthly outlook neutral.**
- EURMYR remains inclined to the upside amid rising upside momentum. Expect a test 4.7260 in the next leg higher.
- **Expect a potential advance to 4.7260**, otherwise curbed by a close below 4.6950.
- **Key resistances:** 4.7035 (R1), 4.7068 (R2), 4.7100 (R3)
- **Key supports:** 4.6900 (S1), 4.6851 (S2), 4.6787 (S3)
- **Expected range for the day:** 4.6800 – 4.7000

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