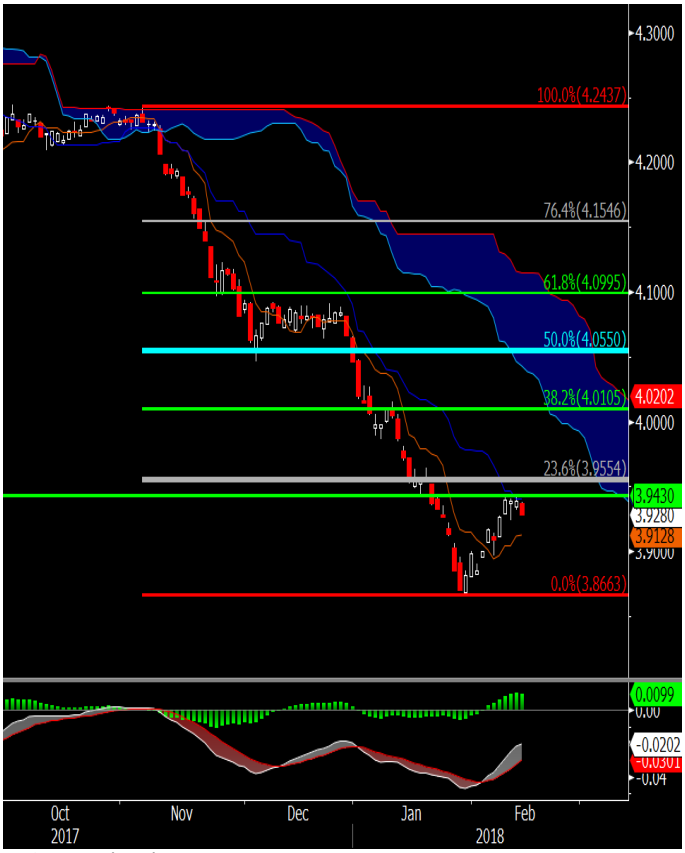
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

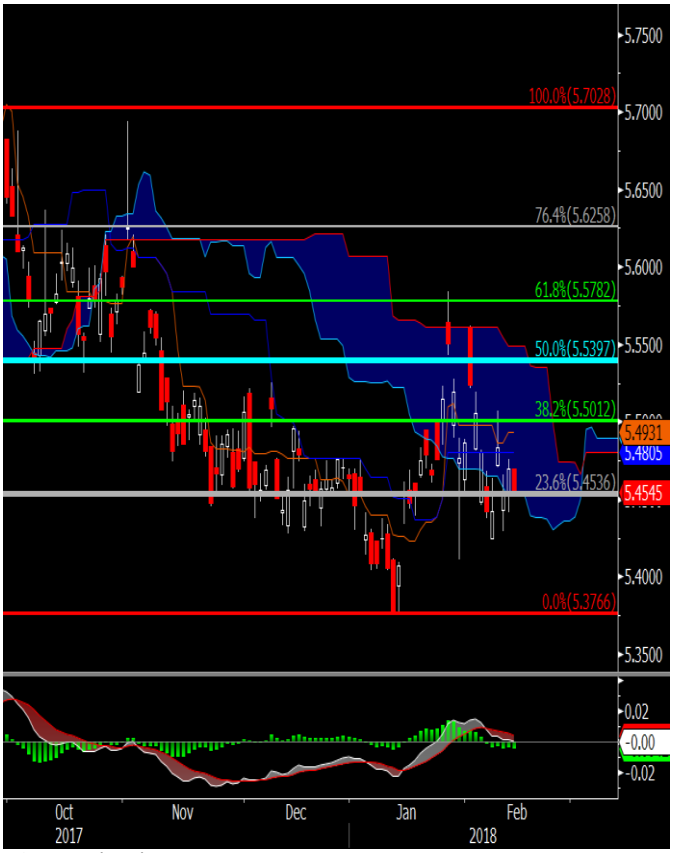
Indicative USDMYR 3.9280



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bullish** as we anticipate softer buying interest heading into Malaysian festive season although a lower opening and overnight firmer USD could limit its advances.
- **Weekly outlook bullish, monthly outlook neutral**.
- Technically, USDMYR still has some room to climb, with scope to beat 3.9395. The pair is taking aim at 3.95554 but failure to beat this level will trigger a drop to 3.9208.
- **Expect a potential climb to 3.9554**, otherwise curbed by a close below 3.9208.
- **Key resistances:** 3.9405 (R1), 3.9472 (R2), 3.9554 (R3)
- **Key supports:** 3.9186 (S1), 3.9116 (S2), 3.9036 (S3)
- **Expected range for the day:** 3.9250 – 3.9470

Indicative GBPMYR 5.4548

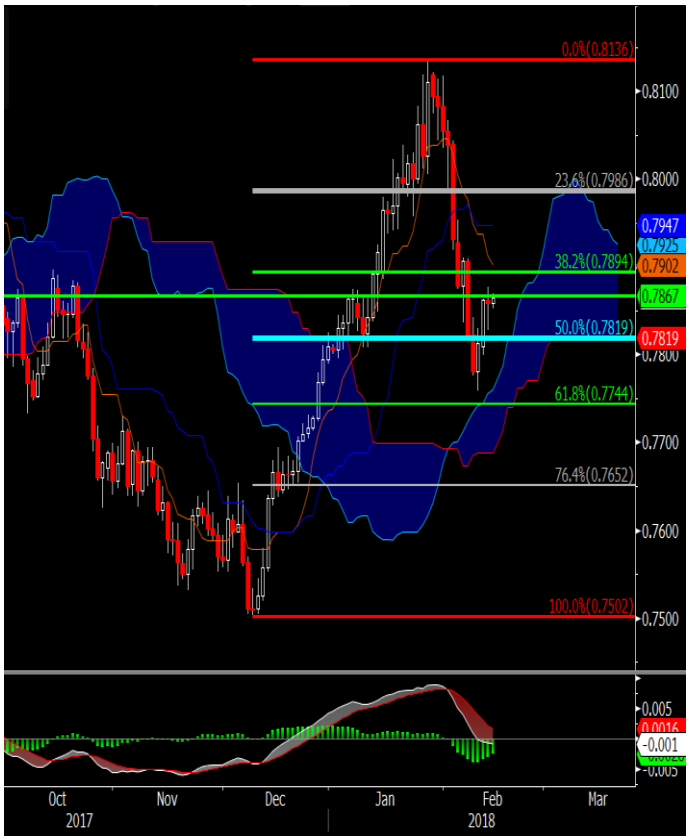


Source: Bloomberg

- GBPMYR opened 4pips lower at 5.4694. **Daily outlook bearish** in anticipation of a weaker GBP.
- **Weekly and monthly outlook bearish**.
- GBPMYR remains technically bearish but yesterday's close above 5.4633 has dampened its downside bias. The pair remains fragile and there is still a chance for it to close below 5.4536 today.
- **Maintain our view for a potential decline to 5.4068**, unless the pair closes above 5.4834.
- **Key resistances**: 5.4697 (R1), 5.4751 (R2), 5.4833 (R3)
- **Key supports**: 5.4536 (S1), 5.4437 (S2), 5.4277 (S3)
- **Expected range for the day:** 5.4440 – 5.4750

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

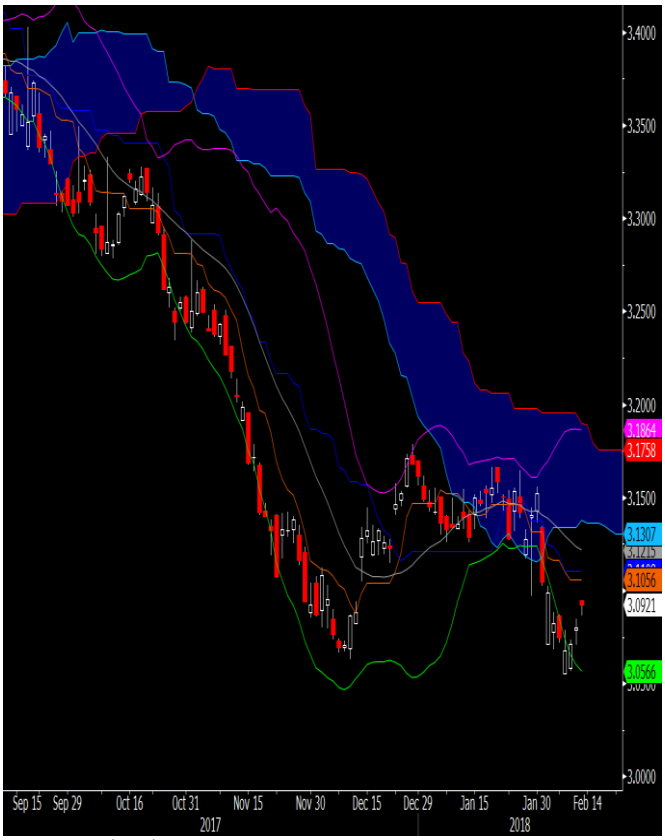
Indicative AUDUSD 0.7865



Source: Bloomberg

- AUDUSD opened unchanged at 0.7859. **Daily outlook bearish** in anticipation of renewed weakness in the markets to dampen demand for higher-yielding assets.
- **Weekly and monthly outlook bearish**.
- AUDUSD is technically neutral and could go either direction; a close above 0.7894 is needed to sustain further gains, otherwise, declines are more likely and targets a drop below 0.7819.
- **Key resistances:** 0.7884 (R1), 0.7894 (R2), 0.7913 (R3)
- **Key supports:** 0.7838 (S1), 0.7819 (S2), 0.7800 (S3)
- **Expected range for the day:** 0.7820 – 0.7880

Indicative AUDMYR 3.0920

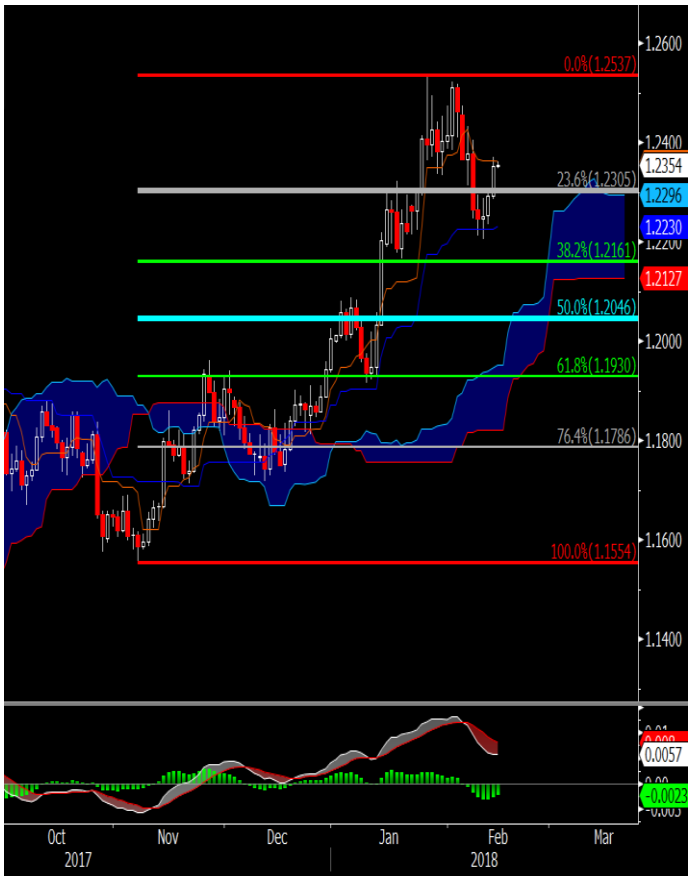


Source: Bloomberg

- AUDMYR opened 3pips lower at 3.0965. **Daily outlook bearish**, in anticipation of a weaker AUD amid lingering risk aversion.
- **Weekly and monthly outlook bearish**.
- AUDMYR remains deep in bearish territory, thus we are doubtful that current attempt to rebound will sustain. Gains are likely rejected circa 3.1056 – 3.1108 before resuming recent declines.
- **Continue to expect a potential decline to 3.0631**, otherwise curbed by a close above 3.1056.
- **Key resistances:** 3.0970 (R1), 3.1000 (R2), 3.1056 (R3)
- **Key supports:** 3.0900 (S1), 3.0865 (S2), 3.0845 (S3)
- **Expected range for the day:** 3.0840 – 3.0972

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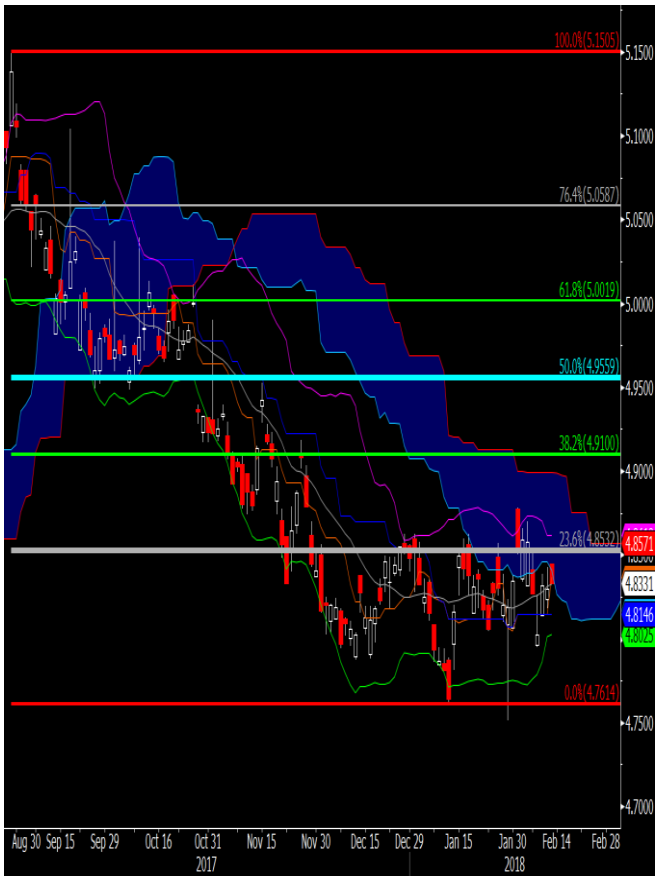
Indicative EURUSD 1.2354



Source: Bloomberg

- EURUSD opened unchanged at 1.2352. **Daily outlook slightly bearish**, on expectation of risk-off sentiments in the markets to dampen demand for EUR.
- **Weekly and weekly outlook bearish**.
- EURUSD appears to be attempting a rebound from recent declines, and upside momentum is reinforced by yesterday's close above 1.2305, which has negated a downward move to 1.2161. EURUSD is expected to test 1.2381 or even 1.2401 before resuming its downtrend again.
- **Key resistances:** 1.2377 (R1), 1.2440 (R2), 1.2511 (R3)
- **Key supports:** 1.2339 (S1), 1.2293 (S2), 1.2227 (S3)
- **Expected range for the day:** 1.2330 – 1.2380

Indicative EURMYR 4.8600



Source: Bloomberg

- EURMYR opened 154pips higher at 4.8660. **Daily outlook bullish**, in anticipation of a softer MYR.
- **Weekly and monthly outlook bearish**.
- EURMYR remains bearish and is expected to test 4.8121 next unless it manages to close above 4.8532.
- **Key resistances:** 4.8655 (R1), 4.8719 (R2), 4.8753 (R3)
- **Key supports:** 4.8512 (S1), 4.8385 (S2), 4.8251 (S3)
- **Expected range for the day:** 4.8500 – 4.8720

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