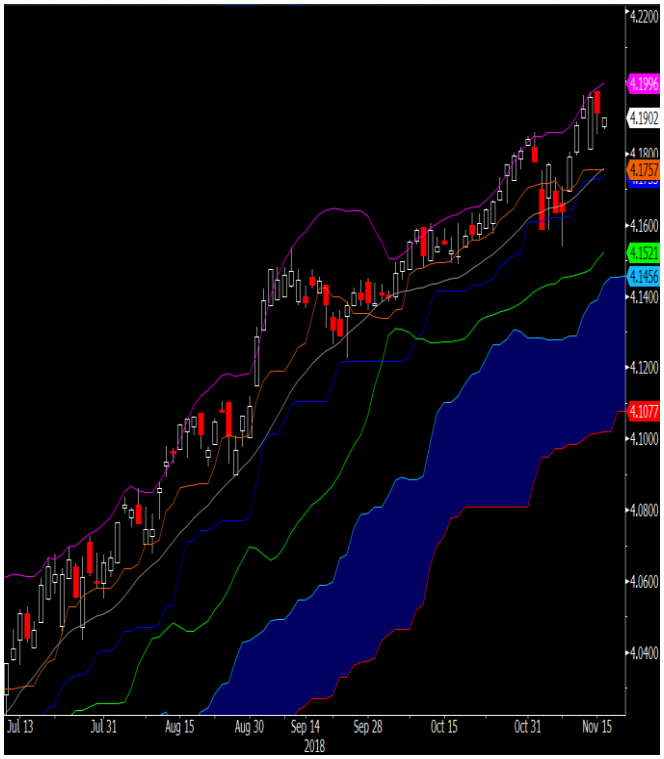
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Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

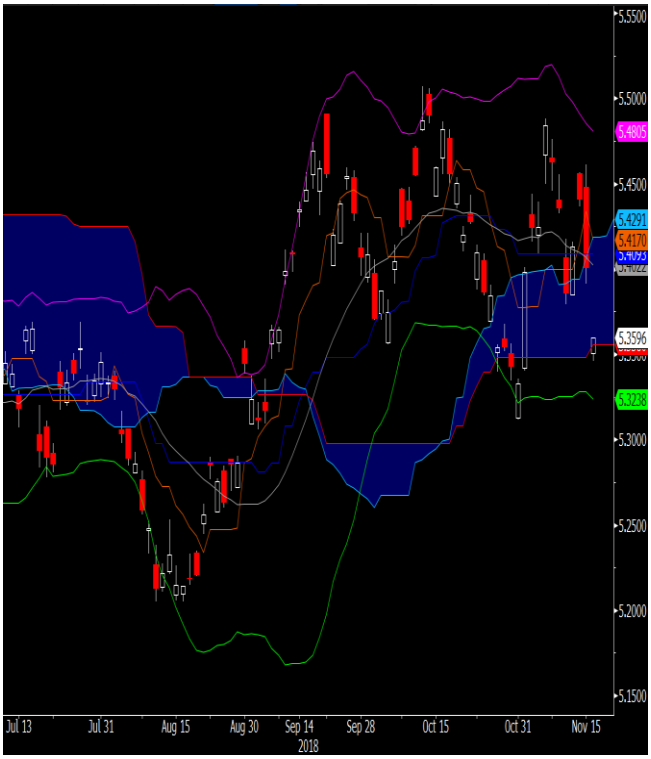
Indicative USDMYR 4.1902



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bearish** on the back of a soft USD, with buying interest likely to catch up with improving market sentiment after Malaysia GDP report.
- **Weekly and monthly outlook bullish**.
- Price-momentum divergence has unraveled and yesterday's decline in USDMYR could be the onset of a reversal lower. Staying below 4.1880 today is likely to tilt USDMYR to the downside and push for a test at 4.1800 in the next leg lower.
- **Key resistances:** 4.1925 (R1), 4.1950 (R2), 4.1960 (R3)
- **Key supports:** 4.1900 (S1), 4.1880 (S2), 4.1855 (S3)
- **Expected range for the day:** 4.1840 – 4.1920

Indicative GBPMYR 5.3596

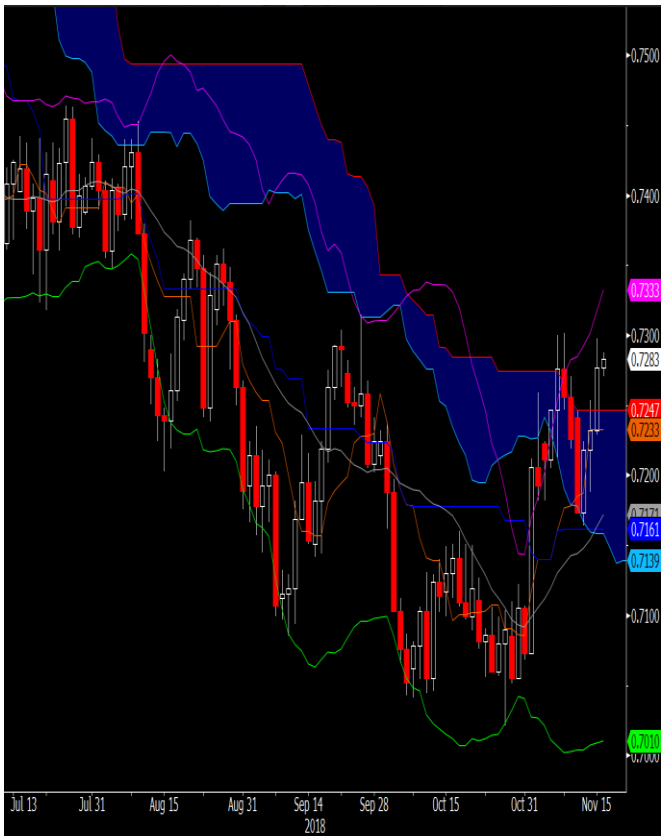


Source: Bloomberg

- GBPMYR opened 503pips lower at 5.3506 today. **Daily outlook bearish** following the sharply lower opening and potential for further weakness in GBP amid dampened Brexit sentiment.
- **Weekly outlook bearish, monthly outlook bullish**.
- Risk event intervened yesterday, overturning GBPMYR's bullish bias and tilting it back into a bearish trend. After today's sharp gap down, this bearish trend has solidified. Expect further losses going forward.
- **Expect a potential decline to 5.3240**, otherwise curbed by a c lose above 5.3750
- **Key resistances**: 5.3629 (R1), 5.3679 (R2), 5.3700 (R3)
- **Key supports**: 5.3560 (S1), 5.3519 (S2), 5.3462 (S3)
- **Expected range for the day:** 5.3430 – 5.3650

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

Indicative AUDUSD 0.7283

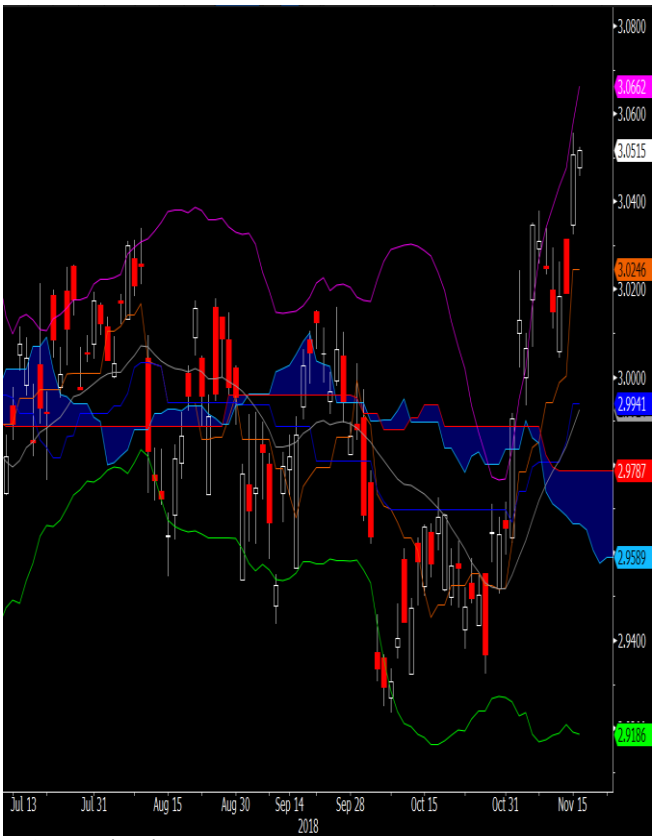


Source: Bloomberg

- AUDUSD opened unchanged at 0.7277 today. **Daily outlook slightly bullish**, boosted by continued rebound in equities and commodities.
- **Weekly and monthly outlook bullish**.
- AUDUSD remains biased to the upside, back by a close above 0.7271 and firmer upward momentum. Expect further gains going forward that could potentially test 0.7315 – 0.7331.
- **Continue to expect a potential advance to 0.7315**, otherwise curbed by a close below 0.7254.
- **Key resistances:** 0.7300 (R1), 0.7315 (R2), 0.7332 (R3)
- **Key supports:** 0.7271 (S1), 0.7254 (S2), 0.7247 (S3)
- **Expected range for the day:** 0.7260 – 0.7315

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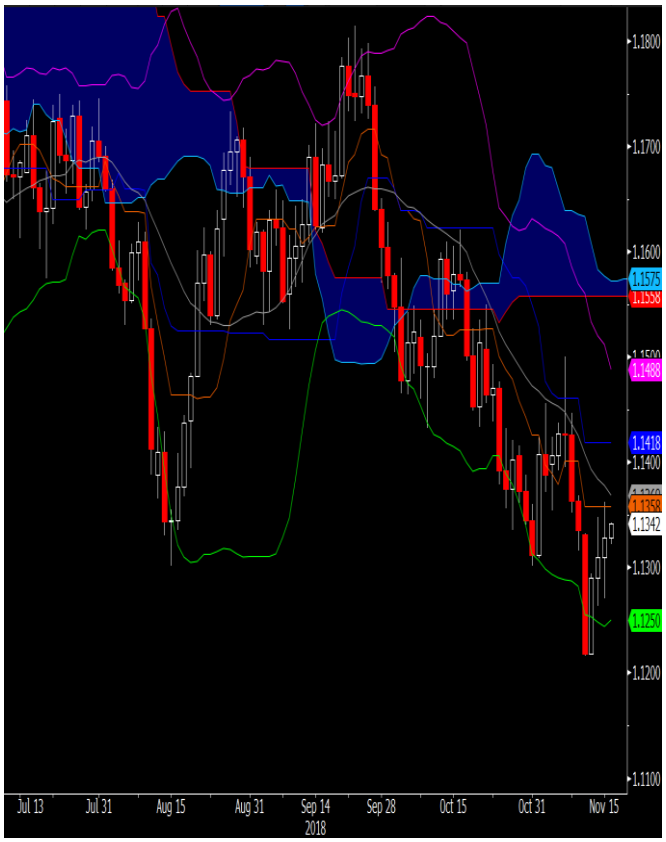
Indicative AUDMYR 3.0515



Source: Bloomberg

- AUDMYR opened 29pips lower at 3.0478 today. **Daily outlook neutral**, with mild gains as firmer risk appetite supports AUD.
- **Weekly and monthly outlook bullish**.
- With a bearish pattern lingering (rising wedge), we continue to caution that AUDMYR is at risk over a reversal lower going forward, more so if it continues to shy away from upper Bollinger.
- **Expect a potential decline to 3.0246**, otherwise curbed by a close above 3.0661.
- **Key resistances:** 3.0557 (R1), 3.0600 (R2), 3.0660 (R3)
- **Key supports:** 3.0500 (S1), 3.0480 (S2), 3.0458 (S3)
- **Expected range for the day:** 3.0420 – 3.0560

Indicative EURUSD 1.1342

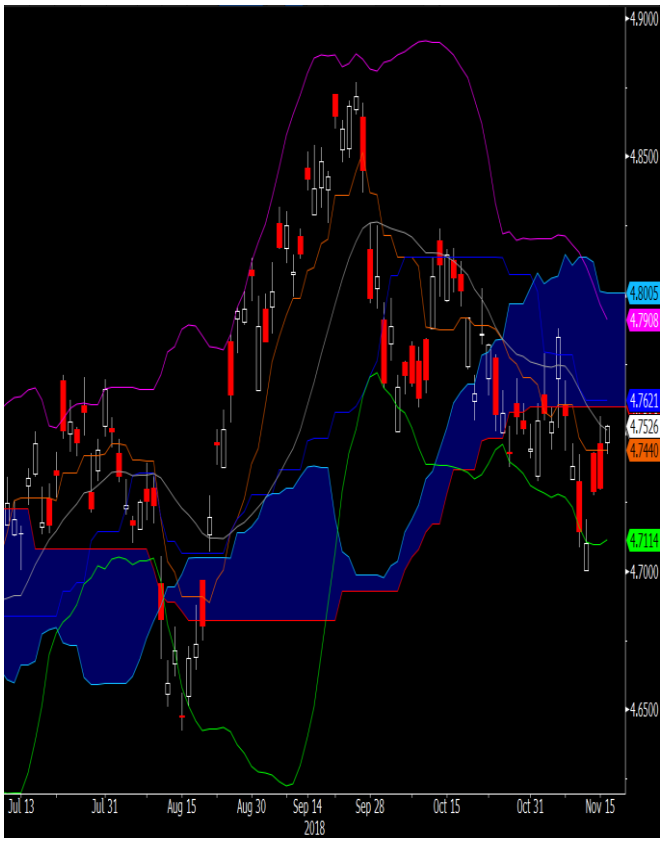


Source: Bloomberg

- EURUSD opened unchanged at 1.1328 today. **Daily outlook bullish** on technical reasons; expect upside boosts to EUR if Eurozone CPI ticks higher or if GBP extends its slump.
- **Weekly and monthly outlook bullish**.
- EURUSD has overturned its recent bearish trend and is now inclined to the upside. We expect a potential break above 1.1367 soon, above which EURUSD will set sights on 1.1418.
- **Continue to expect a potential advance to 1.1380**, otherwise curbed by a close below 1.1309.
- **Key resistances:** 1.1350 (R1), 1.1358 (R2), 1.1367 (R3)
- **Key supports:** 1.1322 (S1), 1.1309(S2), 1.1300 (S3)
- **Expected range for the day:** 1.1315 – 1.1370

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Indicative EURMYR 4.7526



Source: Bloomberg

- EURMYR opened 164pips higher at 4.7467 today. **Daily outlook bullish**, lifted by the sharply higher opening and potential for further EUR upsides.
- **Weekly and monthly outlook bullish**.
- EURMYR remains inclined to the upside, with scope to test 4.7596, above which it could challenge 4.7751 going forward.
- **Continue to expect a potential advance to 4.7621**, otherwise curbed by a close below 4.7440.
- **Key resistances:** 4.7561 (R1), 4.7596 (R2), 4.7621 (R3)
- **Key supports:** 4.7511 (S1), 4.7440 (S2), 4.7424 (S3)
- **Expected range for the day:** 4.7400 – 4.7600

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