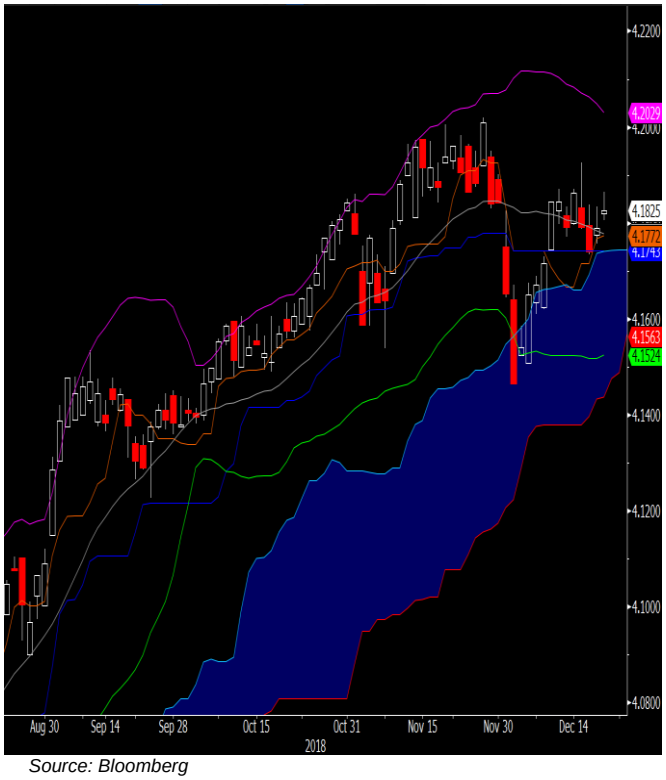
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

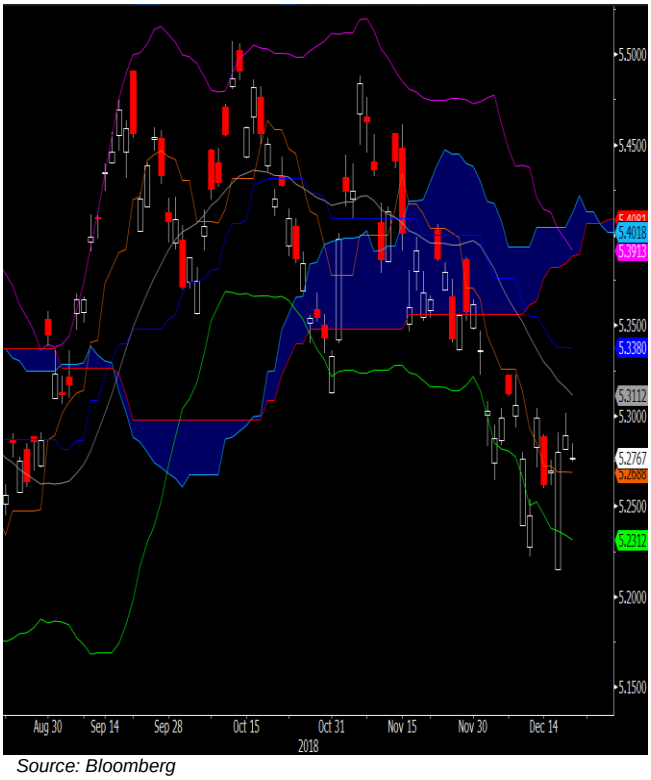
Indicative USDMYR 4.1825



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook neutral**, with room for slight losses as USD is likely to retreat after a less hawkish Fed rate hike.
- **Weekly and monthly outlook bearish**.
- Technically, we note that upside bias continues to weaken and caution that USDMYR could be on its way to completing a bearish chart pattern. Expect a potential test at 4.1690 – 4.1700 soon.
- **Key resistances:** 4.1840 (R1), 4.1850 (R2), 4.1870 (R3)
- **Key supports:** 4.1820 (S1), 4.1800 (S2), 4.1780 (S3)
- **Expected range for the day:** 4.1770 – 4.1865

Indicative GBPMYR 5.2767

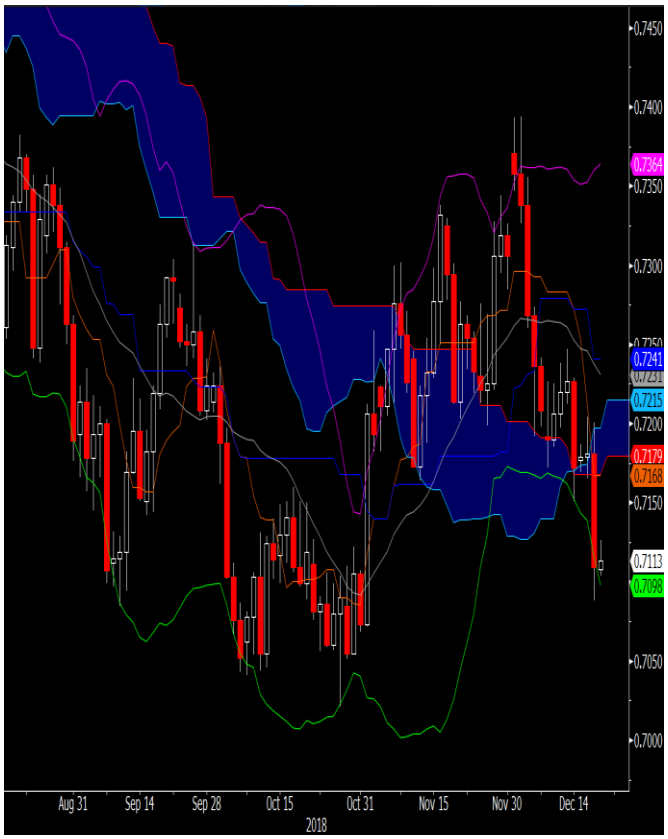


Source: Bloomberg

- GBPMYR opened 124pips lower at 5.2764 today. **Daily outlook bullish** as we expect a firmer GBP going into European session.
- **Weekly and monthly outlook bullish**.
- We maintain that GBPMYR has completed a bullish chart pattern, while downward momentum has turned upward. We continue to expect an impending reversal higher.
- **GBPMYR expectedly advanced to 5.3000**.
- **Key resistances**: 5.2850 (R1), 5.2935 (R2), 5.3015 (R3)
- **Key supports**: 5.2715 (S1), 5.2688 (S2), 5.2613 (S3)
- **Expected range for the day:** 5.2740 – 5.2950

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

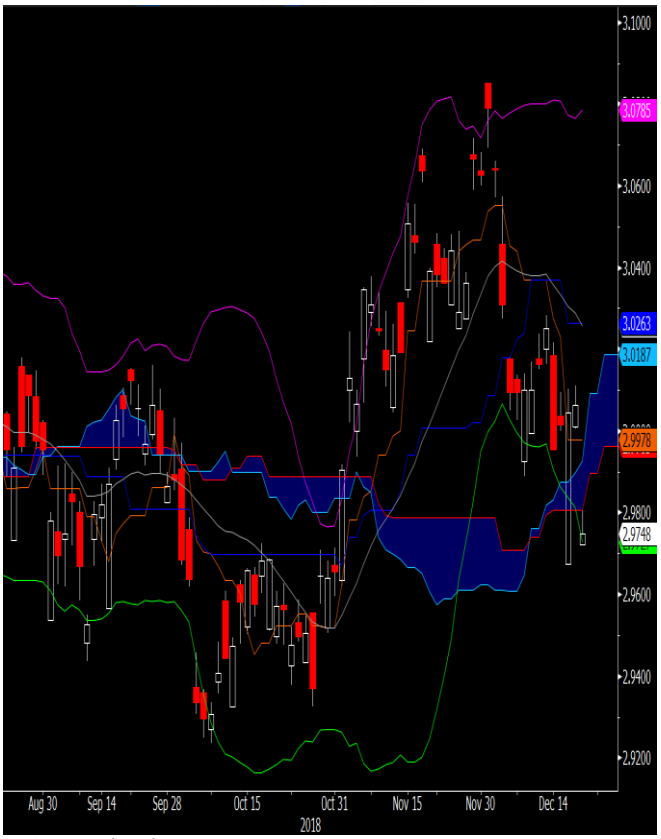
Indicative AUDUSD 0.7108



Source: Bloomberg

- AUDUSD opened unchanged at 0.7113 today. **Daily outlook bearish** in anticipation of continued risk-off in the markets.
- **Weekly and monthly outlook bearish**.
- Bearish trend has solidified, thus expect AUDUSD to remains subdued going forward, with scope to test 0.7085 in the next leg lower. Below this, AUDUSD is set to revisit 0.7020 – 0.7040.
- **AUDUSD expectedly declined to 0.7140**, and below.
- **Key resistances:** 0.7126 (R1), 0.7151 (R2), 0.7168 (R3)
- **Key supports:** 0.7097 (S1), 0.7088 (S2), 0.7065 (S3)
- **Expected range for the day:** 0.7150 – 0.7205

Indicative AUDMYR 2.9748

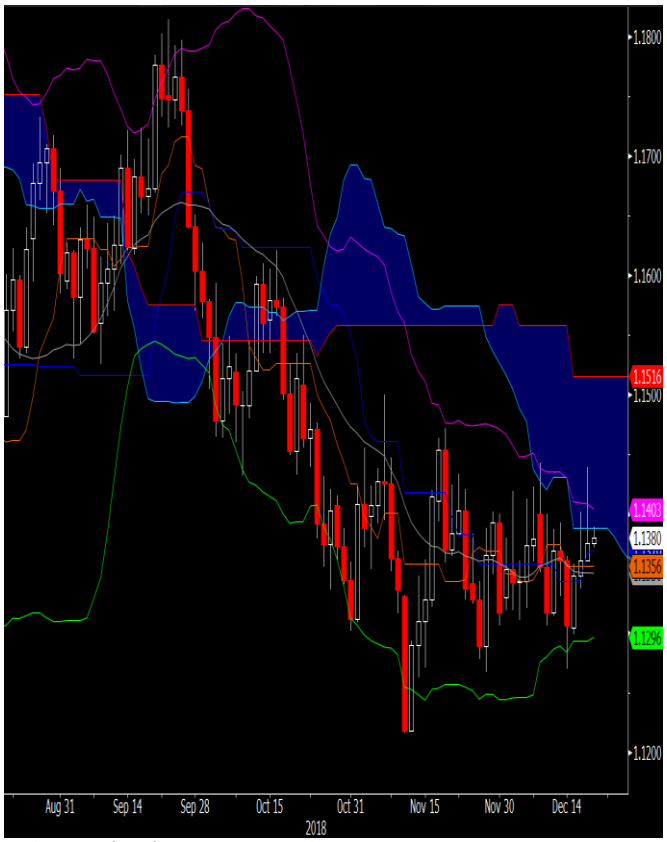


Source: Bloomberg

- AUDMYR opened 340pips lower at 2.9723 today. **Daily outlook bearish** following the sharply lower opening and potential for further losses on weak market sentiment.
- **Weekly and monthly outlook bearish**.
- Firmer downward momentum and lingering bearish trend are both likely to lead AUDMYR lower, with scope to test 2.9570 in the next leg lower. Caution on the emergence of a bullish chart pattern that hints at potential reversal going forward.
- **AUDMYR expectedly declined to 2.9800**.
- **Key resistances:** 2.9780 (R1), 2.9808 (R2), 2.9855 (R3)
- **Key supports:** 2.9727 (S1), 2.9688 (S2), 2.9664 (S3)
- **Expected range for the day:** 2.9995 – 3.0100

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Indicative EURUSD 1.1380

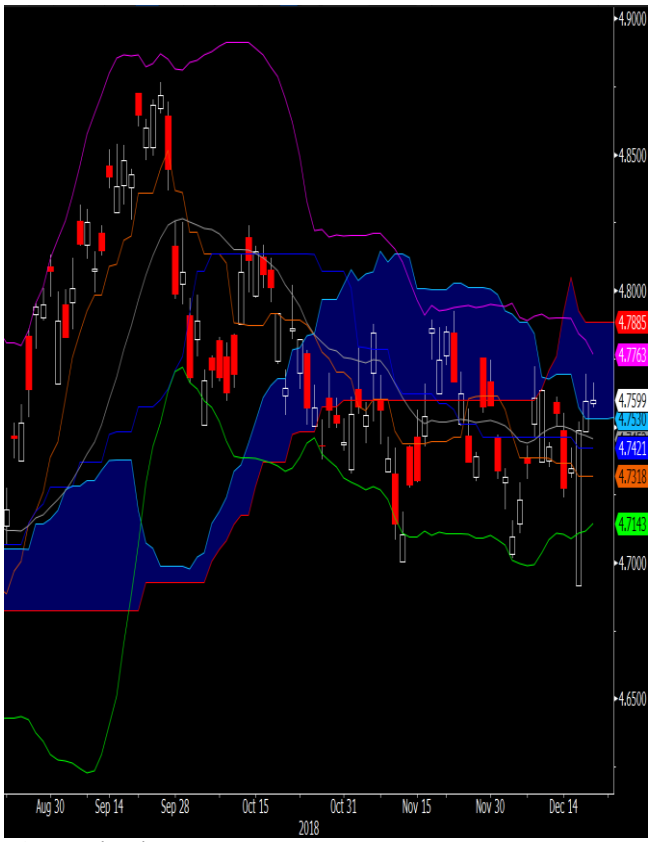


Source: Bloomberg

- EURUSD opened unchanged at 1.1376 today. **Daily outlook bullish** in line with our view of a softer USD.
- **Weekly and monthly outlook bullish**.
- Even though upside bias prevails, we caution that yesterday's strong rejection near 1.1440 is a sign that bullish strength may be waning. We expect EURUSD to still challenge 1.1434 next but another failure could trigger a decline to 1.1323.
- **EURUSD expectedly advanced to 1.1410**. Expect a potential advance to 1.1450, otherwise curbed by a close below 1.1350.
- **Key resistances:** 1.1388 (R1), 1.1404 (R2), 1.1443 (R3)
- **Key supports:** 1.1377 (S1), 1.1367 (S2), 1.1350 (S3)
- **Expected range for the day:** 1.1365 – 1.1450

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Indicative EURMYR 4.7597



Source: Bloomberg

- EURMYR opened 9pips lower at 4.7585 today. **Daily outlook bullish** in anticipation of a firmer EUR in European session.
- **Weekly and monthly outlook bullish**.
- EURMYR still sustains a bullish bias, further supported by improving upward momentum. We continue to set sights on a test circa 4.7885 – 4.7900 going forward.
- **EURMYR expectedly advanced to 4.7650**.
- **Key resistances:** 4.7639 (R1), 4.7694 (R2), 4.7754 (R3)
- **Key supports:** 4.7566 (S1), 4.7530 (S2), 4.7503 (S3)
- **Expected range for the day:** 4.7550 – 4.7720

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