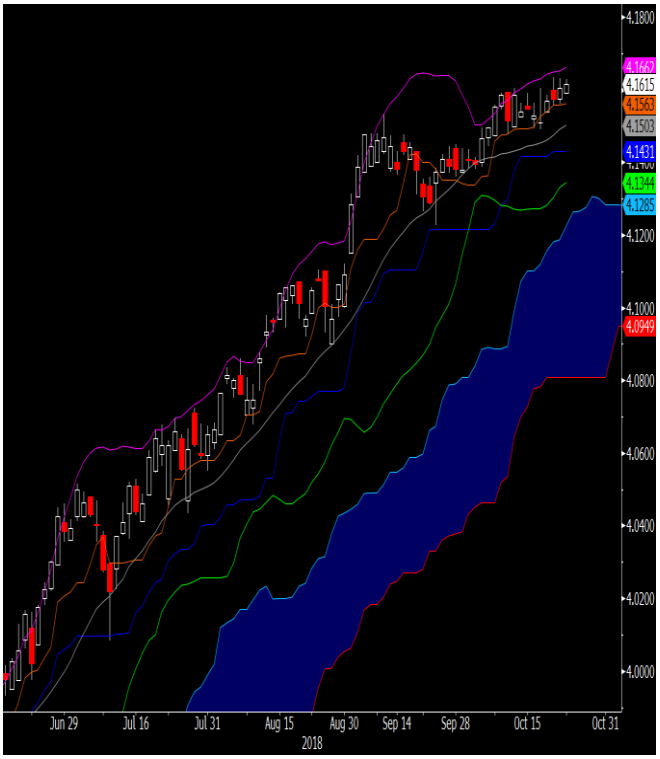
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

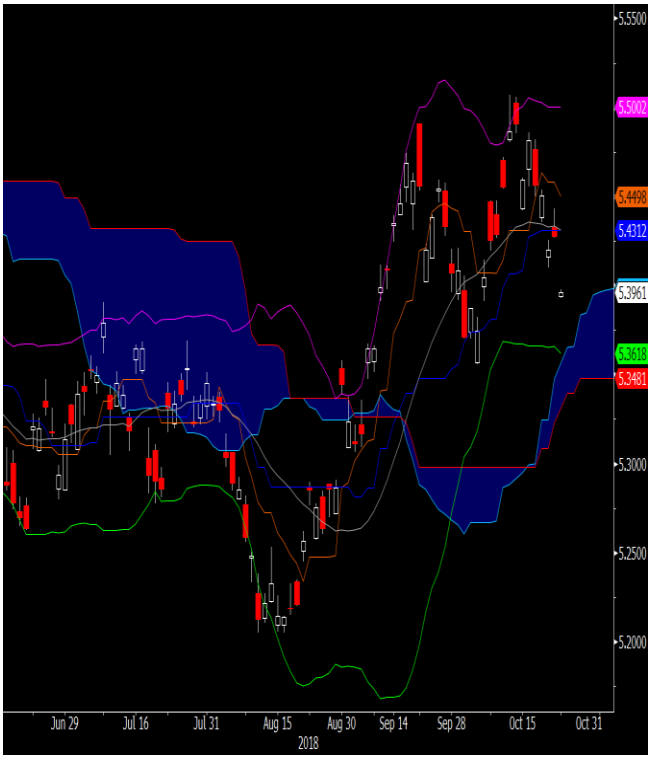
Indicative USDMYR 4.1615



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook neutral**, with room for slight gains as risk appetite continues to retreat amid extended sell-off in the markets.
- **Weekly outlook neutral, monthly outlook bullish**.
- USDMYR remains tilted to the upside and is now eyeing a break above 4.1635, which will then pose a challenge to 4.1660 – 4.1680.
- **Key resistances:** 4.1635 (R1), 4.1650 (R2), 4.1665 (R3)
- **Key supports:** 4.1600 (S1), 4.1585 (S2), 4.1560 (S3)
- **Expected range for the day:** 4.1580 – 4.1645

Indicative GBPMYR 5.3961

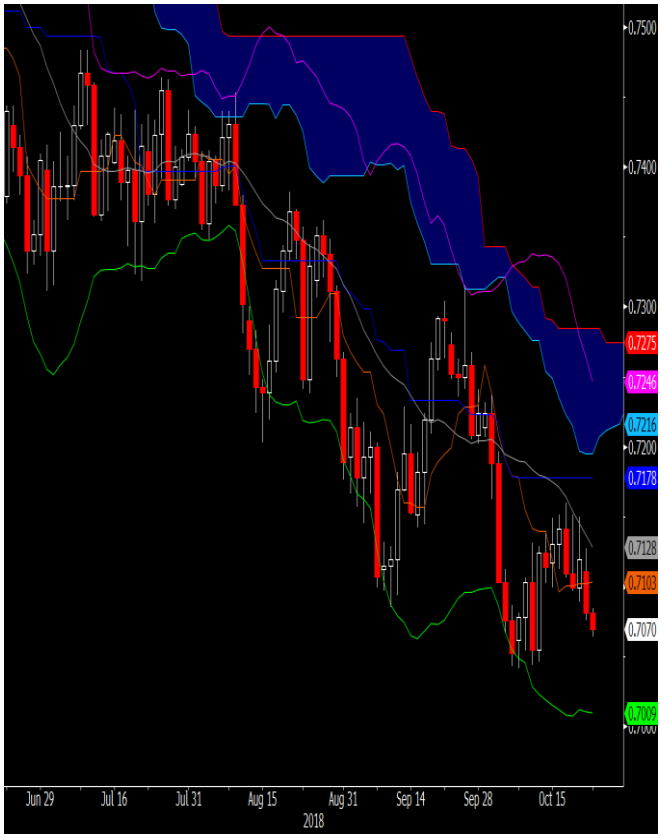


Source: Bloomberg

- GBPMYR opened 335pips lower at 5.3942 today. **Daily outlook bearish**, with GBP weighed down by Brexit uncertainties and potential flare-up of UK political concerns.
- **Weekly and monthly outlook bearish**.
- GBPMYR remains in a bearish trend, more so after gapping lower. As noted yesterday, GBPMYR has broken below 5.3989, and now eyes a drop to 5.3650.
- **Continue to expect a potential decline to 5.3821**.
- **Key resistances**: 5.4000 (R1), 5.4055 (R2), 5.4100 (R3)
- **Key supports**: 5.3913 (S1), 5.3875 (S2), 5.3821 (S3)
- **Expected range for the day:** 5.3875 – 5.3980

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

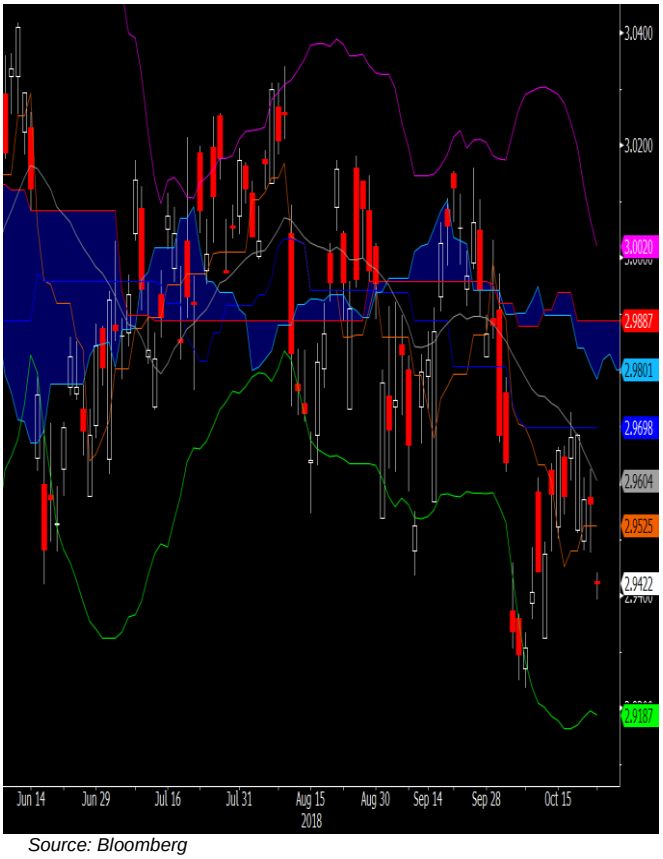
Indicative AUDUSD 0.7070



Source: Bloomberg

- AUDUSD opened unchanged at 0.7081 today. **Daily outlook slightly bearish**, weighed down by risk aversion in the markets.
- **Weekly and monthly outlook bearish**.
- AUDUSD remains technically bearish and a return to 0.7044 is likely. Note that this was where previous rebound took place, thus we would not rule out limited losses from current level.
- **Key resistances:** 0.7076 (R1), 0.7090 (R2), 0.7103 (R3)
- **Key supports:** 0.7066 (S1), 0.7054 (S2), 0.7044 (S3)
- **Expected range for the day:** 0.7040 – 0.7085

Indicative AUDMYR 2.9422

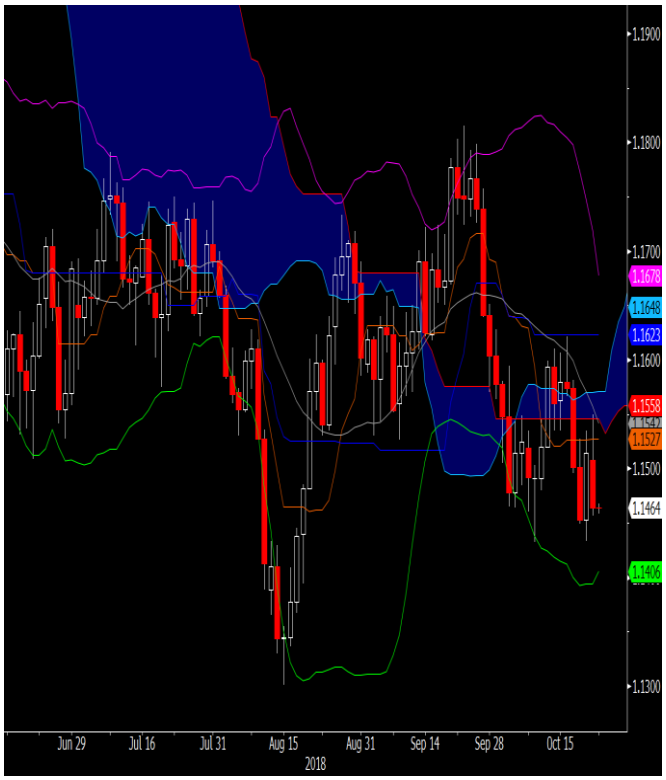


Source: Bloomberg

- AUDMYR opened 139pips lower at 2.9425 today. **Daily outlook bearish** following the sharply lower opening and extended risk-off in the markets.
- **Weekly and monthly outlook bearish**.
- AUDMYR is becoming more entrenched in a bearish trend after gapping lower. Expect further losses should current trend persists, with scope to slide to 2.9306 then 2.9187, going forward.
- **Expect a potential decline to 2.9306**, otherwise curbed by a close above 2.9475.
- **Key resistances:** 2.9440 (R1), 2.9480 (R2), 2.9502 (R3)
- **Key supports:** 2.9395 (S1), 2.9367 (S2), 2.9335 (S3)
- **Expected range for the day:** 2.9380 – 2.9440

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Indicative EURUSD 1.1464

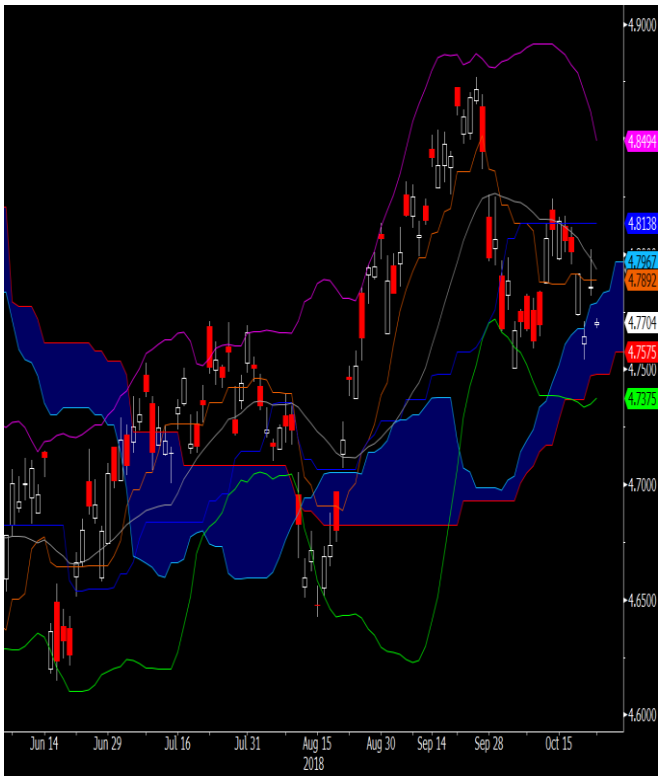


Source: Bloomberg

- EURUSD opened unchanged at 1.1464 today. **Daily outlook slightly bearish** on lingering Italian woes as well as likelihood of increased risk aversion ahead of ECB meeting mid-week.
- **Weekly outlook bearish, monthly outlook neutral**.
- EURUSD remains technically bearish and still suggests a potential decline below 1.1450 by tomorrow, failing which the bearish trend will be nullified and direction thereafter will depend on whether crucial levels are broken.
- **Key resistances:** 1.1480 (R1), 1.1500 (R2), 1.1518 (R3)
- **Key supports:** 1.1450 (S1), 1.1433 (S2), 1.1405 (S3)
- **Expected range for the day:** 1.1430 – 1.1470

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

Indicative EURMYR 4.7704



Source: Bloomberg

- EURMYR opened 162pips lower at 4.7698 today. **Daily outlook slightly bearish** following the sharply lower opening and on lingering Italian woes pressuring EUR.
- **Weekly and monthly outlook bearish**.
- EURMYR is still in a bearish trend, and is expected to close below 4.7641 going forward.
- **Continue to expect a potential decline to 4.7507**, otherwise curbed by a close above 4.7790.
- **Key resistances:** 4.7751 (R1), 4.7790 (R2), 4.7831 (R3)
- **Key supports:** 4.7680 (S1), 4.7655 (S2), 4.7641 (S3)
- **Expected range for the day:** 4.7650 – 4.7730

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