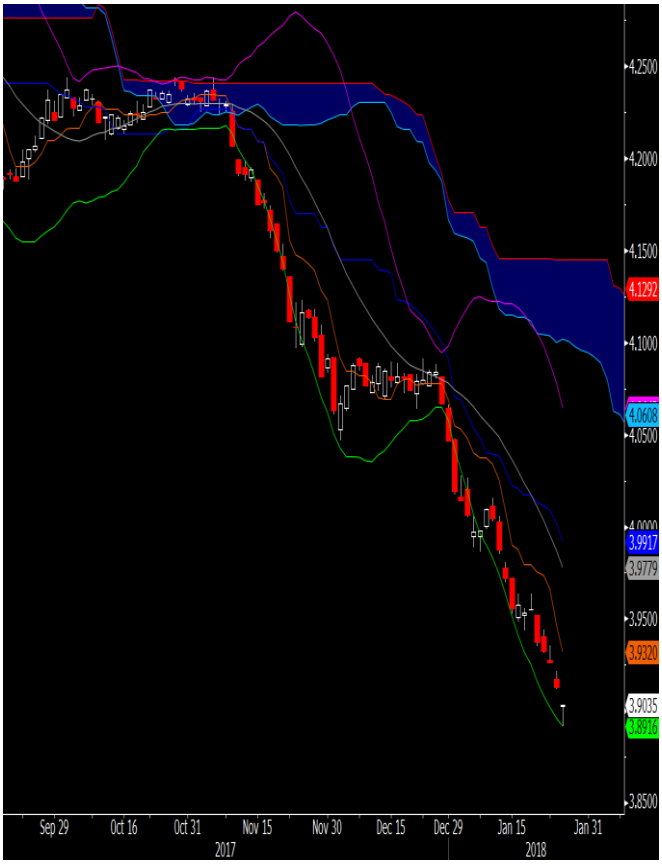
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

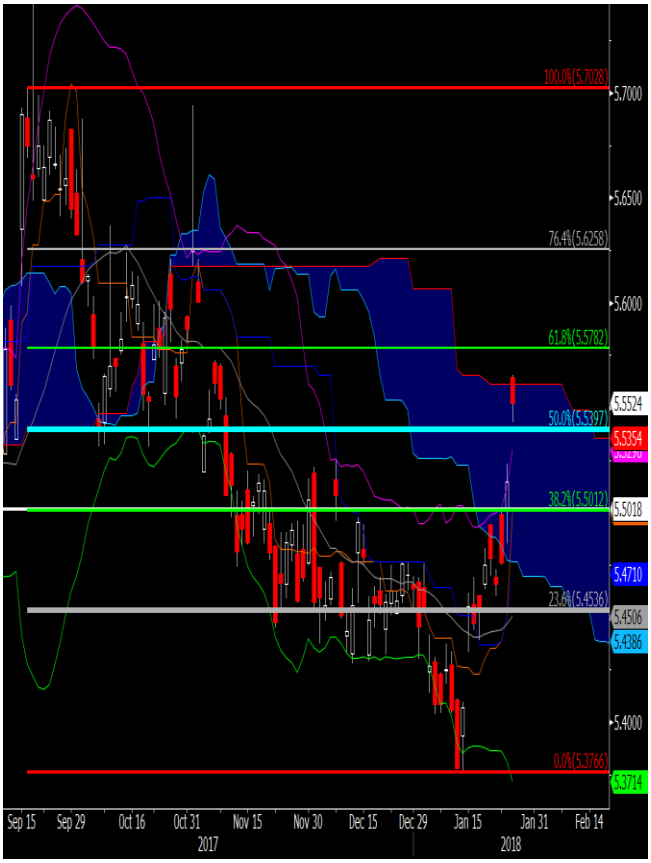
Indicative USDMYR 3.9035



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bearish** on the back of a sharply lower opening but caution that losses may be swiftly overturned post-OPR decision if there is little forward guidance to be taken away from BNM policy statement.
- **Weekly and monthly outlook bearish**.
- Despite the sharp decline in early trade, USDMYR failed to break the lower support that indicates room for further losses. Potential for rebound sustains and could still test 3.9320 in the coming week.
- **Key resistances:** 3.9050 (R1), 3.9085 (R2), 3.9100 (R3)
- **Key supports:** 3.9000 (S1), 3.8985 (S2), 3.8950 (S3)
- **Expected range for the day:** 3.8920 – 3.9080

Indicative GBPMYR 5.5524

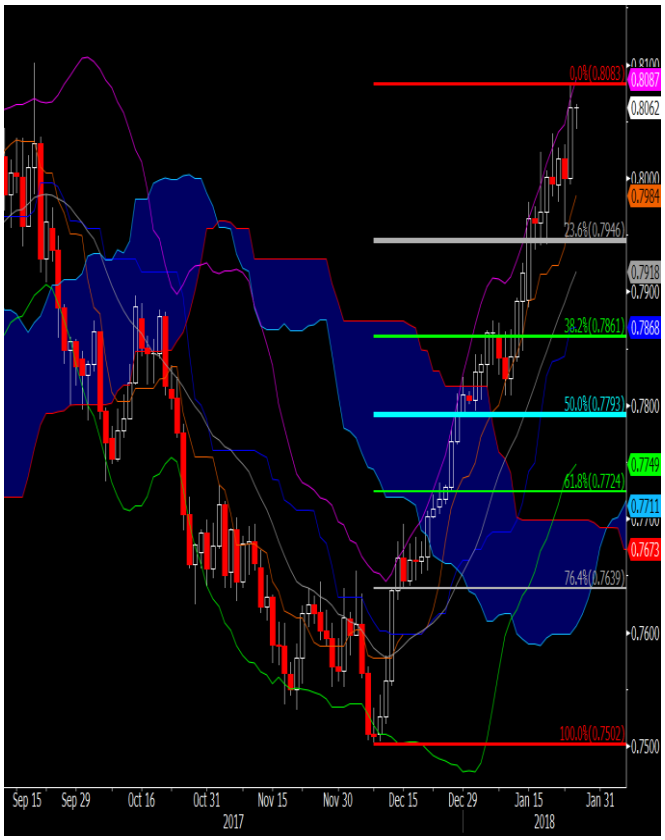


Source: Bloomberg

- GBPMYR opened 495pips higher at 5.5643. **Daily outlook bullish**, supported by a sharply higher opening.
- **Weekly and monthly outlook bullish**.
- GBPMYR finally broke above 5.5000, and 5.5500, providing the additional upside strength to soon test 5.5782.
- **Expect a potential advance to 5.5782**, otherwise curbed by a close below 5.5480.
- **Key resistances**: 5.5547 (R1), 5.5610 (R2), 5.5650 (R3)
- **Key supports**: 5.5512 (S1), 5.5500 (S2), 5.5397 (S3)
- **Expected range for the day:** 5.5430 – 5.5660

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

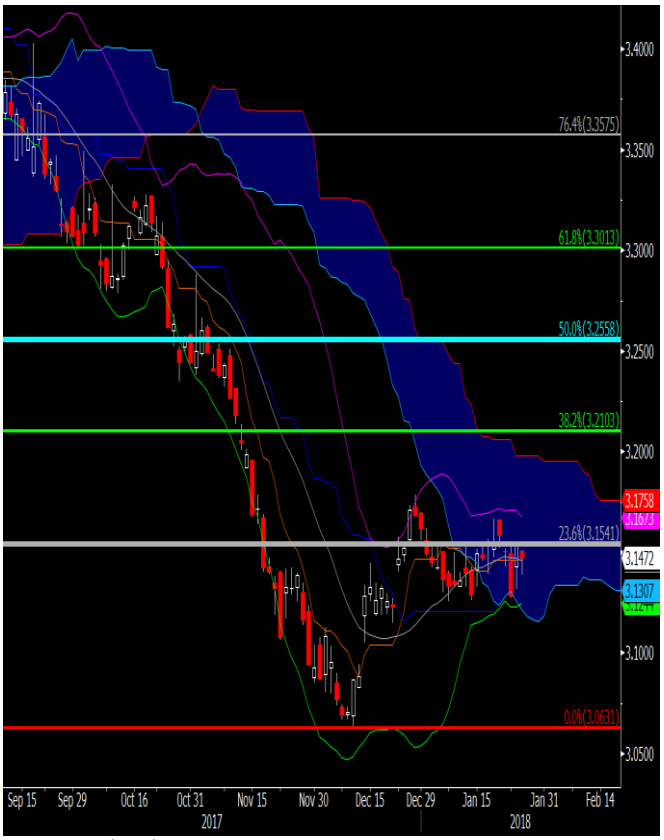
Indicative AUDUSD 0.8062



Source: Bloomberg

- AUDUSD opened unchanged at 0.8062. **Daily outlook bearish**, weighed down by prevailing risk aversion in the markets.
- **Weekly outlook bullish, monthly outlook neutral**.
- Despite a sharp overnight rebound, AUDUSD still failed to close above 0.8068 and we note that upside momentum continues to diminish. We target a drop to circa 0.8002 next, below which will expose a drop to 0.7946.
- **Continue to expect a potential decline to 0.7900**, otherwise curbed by a close above 0.8100.
- **Key resistances:** 0.8072 (R1), 0.8086 (R2), 0.8100 (R3)
- **Key supports:** 0.8039 (S1), 0.8023 (S2), 0.8012 (S3)
- **Expected range for the day:** 0.8000 – 0.8090

Indicative AUDMYR 3.1472

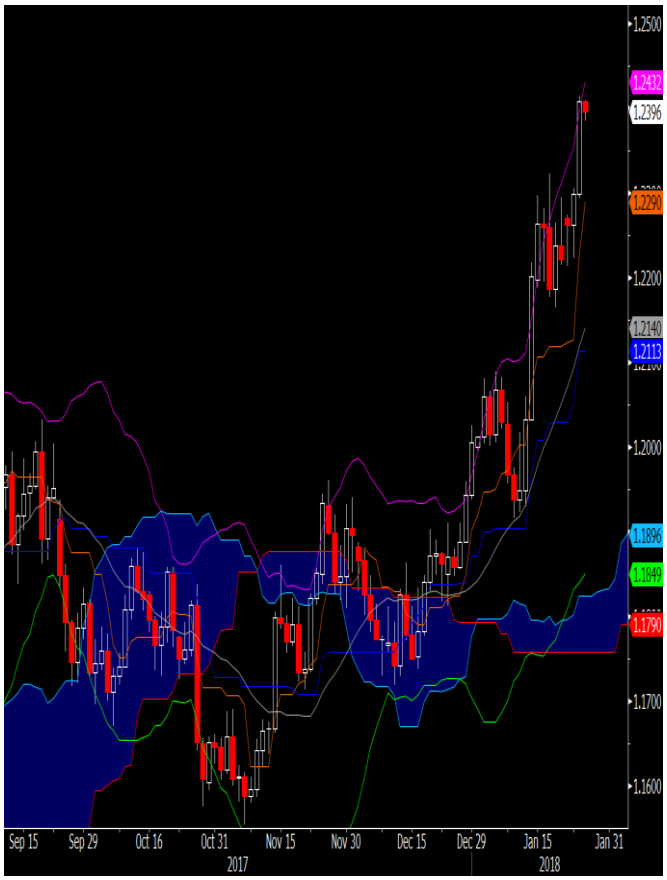


Source: Bloomberg

- AUDMYR opened 29pips lower at 3.1504. **Daily outlook slightly bearish** on the back of AUD weakness.
- **Weekly and monthly outlook bearish**.
- AUDMYR is technically bearish and is now targeting 3.1249 in the next leg lower. Bearish bias prevails as long as AUDMYR is unable to close above 3.1570.
- **Continue to expect a potential decline to 3.1217**, otherwise curbed by a close above 3.1570.
- **Key resistances:** 3.1500 (R1), 3.1541 (R2), 3.1570 (R3)
- **Key supports:** 3.1467 (S1), 3.1456 (S2), 3.1407 (S3)
- **Expected range for the day:** 3.1380 – 3.1540

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Indicative EURUSD 1.2396

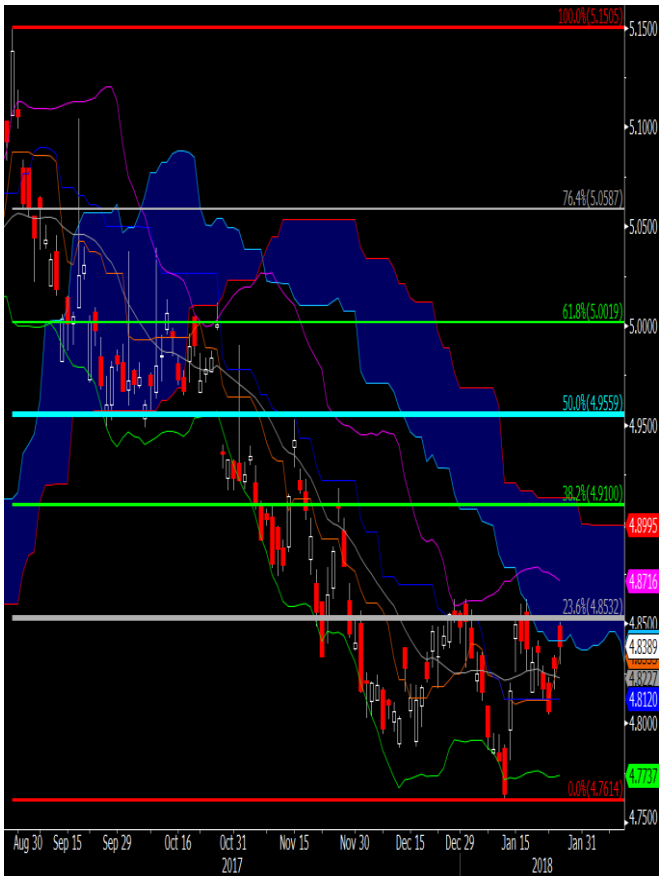


Source: Bloomberg

- EURUSD opened unchanged at 1.2408. **Daily outlook bullish**, buoyed by a weak USD, but caution that failure by the ECB to exude hawkish sentiment tonight could potentially reverse all gains.
- **Weekly and monthly outlook bullish**.
- The bullish technical outlook is still under threat from diminishing momentum. Continued failure to beat 1.2323 increases the risk of EURUSD sliding to 1.2218 going forward.
- **EURUSD is now unlikely to decline to 1.2142**.
- **Key resistances:** 1.2400 (R1), 1.2431 (R2), 1.2450 (R3)
- **Key supports:** 1.2385 (S1), 1.2350 (S2), 1.2320 (S3)
- **Expected range for the day:** 1.2350 – 1.2430

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

Indicative EURMYR 4.8389



Source: Bloomberg

- EURMYR opened 214pips higher at 4.8491. **Daily outlook bullish**, supported by a sharply higher opening.
- **Weekly outlook bullish, monthly outlook bearish**.
- EURMYR recapturing above 4.8260 has titled the bias back to upside. A test at 4.8626 is likely, and a break here exposes further gains to as high as 4.9100.
- **EURMYR is now unlikely to decline to 4.7994**.
- **Key resistances:** 4.8414 (R1), 4.8476 (R2), 4.8500 (R3)
- **Key supports:** 4.8350 (S1), 4.8300 (S2), 4.8288 (S3)
- **Expected range for the day:** 4.8290 – 4.8520

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