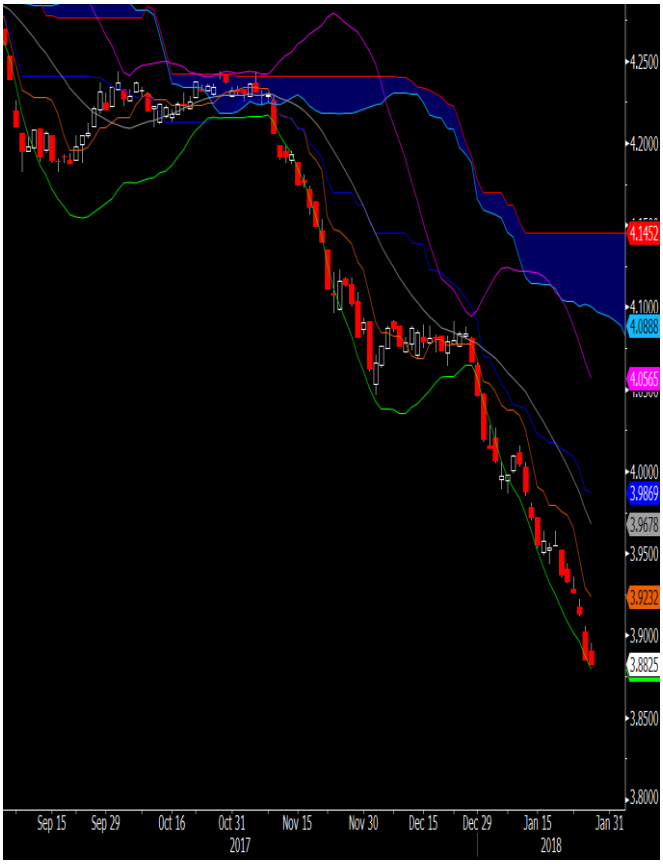
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

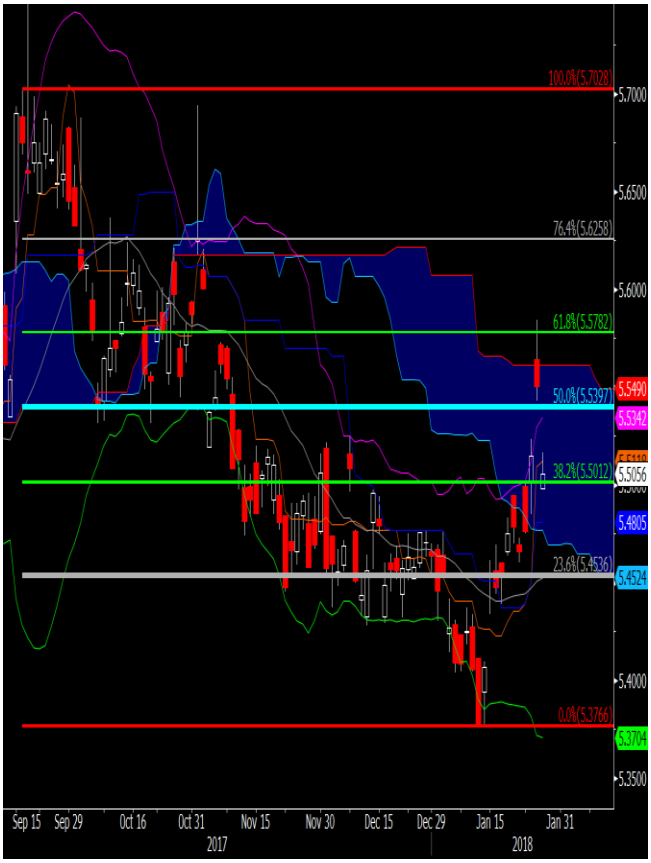
Indicative USDMYR 3.8825



Source: Bloomberg

- USDMYR opened higher today. **Daily outlook bullish** as there is likely little catalyst for extended buying interest in MYR post-OPR hike.
- **Weekly and monthly outlook bearish**.
- Further USDMYR losses cannot be ruled out given a prevailing bearish trend but expect losses to soften going forward and caution that a rebound may be on the horizon, with room to climb to as high as 3.9247.
- **Key resistances:** 3.8830 (R1), 3.8850 (R2), 3.8885 (R3)
- **Key supports:** 3.8800 (S1), 3.8780 (S2), 3.8750 (S3)
- **Expected range for the day:** 3.8760 – 3.8960

Indicative GBPMYR 5.5056

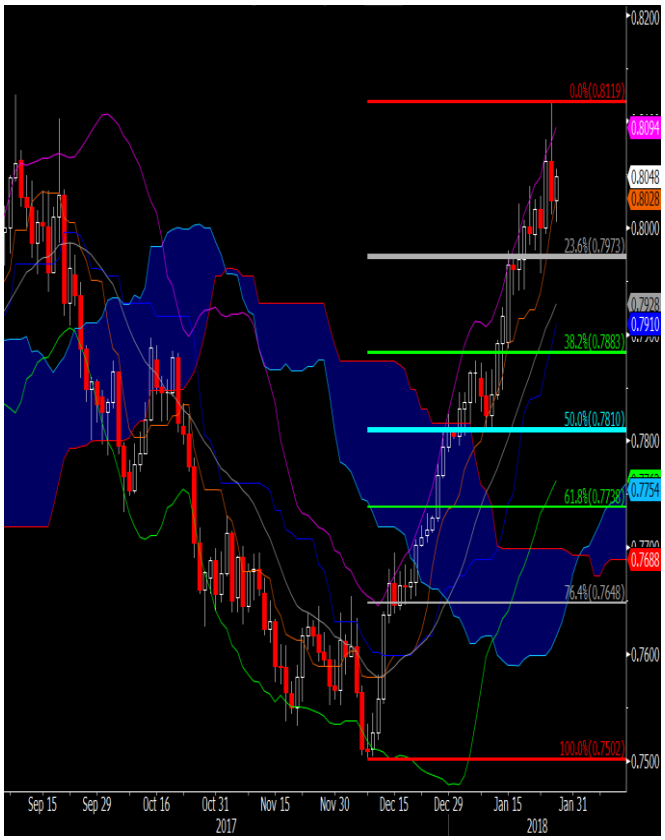


Source: Bloomberg

- GBPMYR opened 526pips lower at 5.4980. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly and monthly outlook bullish**.
- It appears that GBPMYR failed to close above crucial resistances at 5.5610 and 5.5782, resulting in a gap down below 5.5012. This is an important level; failure to close above this signals potential losses going forward.
- **GBPMYR expectedly advanced to 5.5782** yesterday before giving up gains thereafter.
- **Key resistances**: 5.5118 (R1), 5.5231 (R2), 5.5354 (R3)
- **Key supports**: 5.5012 (S1), 5.5000 (S2), 5.4927 (S3)
- **Expected range for the day:** 5.4950 – 5.5170

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

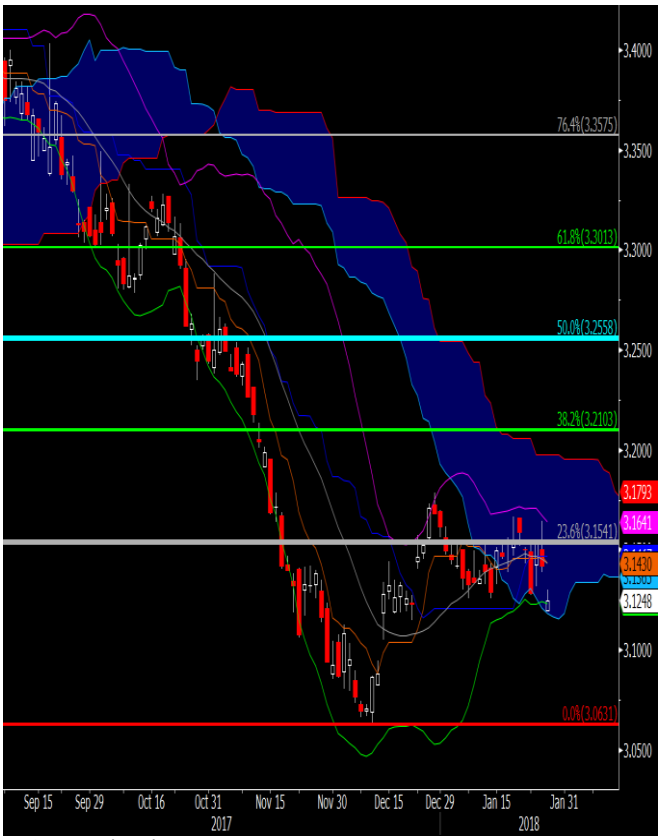
Indicative AUDUSD 0.8048



Source: Bloomberg

- AUDUSD opened unchanged at 0.8026. **Daily outlook bearish**, weighed down by rising risk aversion in the markets going into the week's closure.
- **Weekly and monthly outlook bullish**.
- Continued deviation from recent highs and failure to close above 0.8072 still contribute to AUDUSD's inclination to retreat. We set sights on a drop to 0.7976 going forward.
- **Continue to expect a potential decline to 0.7900**, otherwise curbed by a close above 0.8072.
- **Key resistances:** 0.8050 (R1), 0.8072 (R2), 0.8094 (R3)
- **Key supports:** 0.8028 (S1), 0.8009 (S2), 0.7976 (S3)
- **Expected range for the day:** 0.7970 – 0.8060

Indicative AUDMYR 3.1248

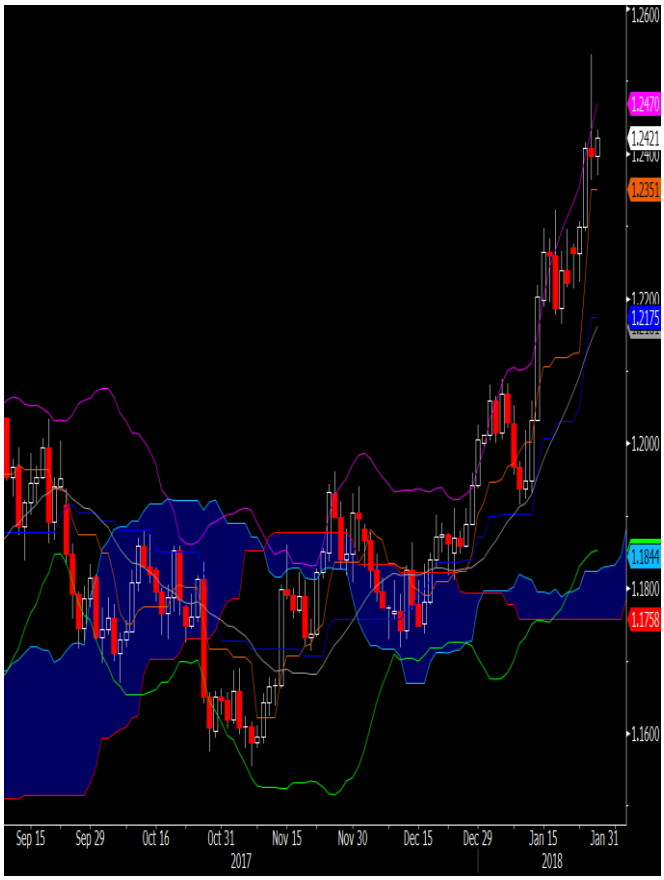


Source: Bloomberg

- AUDMYR opened 225pips lower at 3.1196. **Daily outlook bearish** on the back of AUD weakness.
- **Weekly and monthly outlook bearish**.
- AUDMYR remains technically bearish and poses a risk at 3.1180. Closing below this exposes further losses to circa 3.1000 – 3.1048 range.
- **AUDMYR expectedly declined to 3.1217**. Expect a potential decline to 3.1048, otherwise curbed by a close above 3.1301.
- **Key resistances:** 3.1290 (R1), 3.1328 (R2), 3.1365 (R3)
- **Key supports:** 3.1200 (S1), 3.1180 (S2), 3.1155 (S3)
- **Expected range for the day:** 3.1100 – 3.1300

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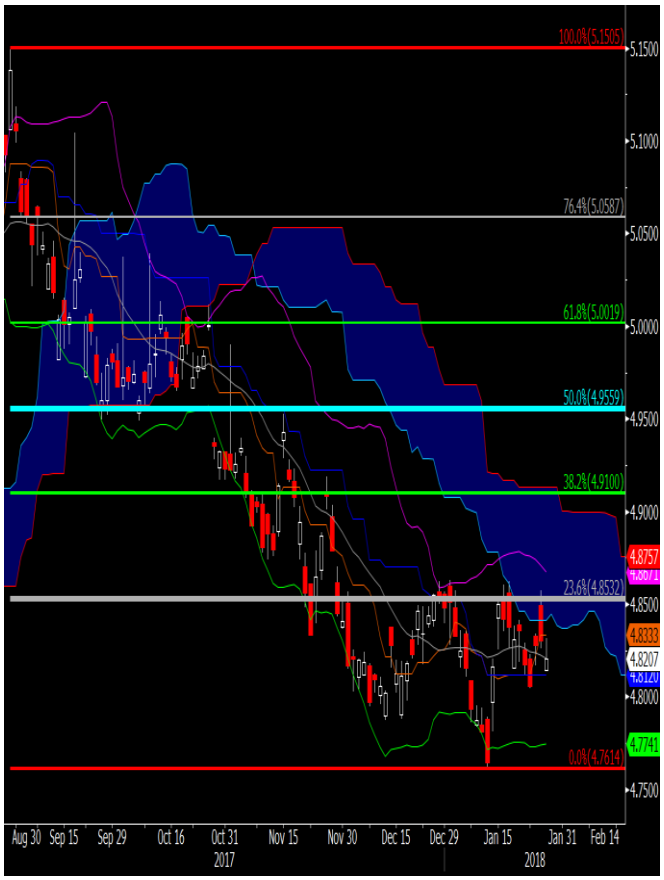
Indicative EURUSD 1.2421



Source: Bloomberg

- EURUSD opened unchanged at 1.2396. **Daily outlook bullish**, but could again quickly dip into losses if US data outperforms.
- **Weekly and monthly outlook bullish**.
- The bullish technical outlook is still under threat from diminishing momentum; expect gains to continue but at a softer pace. EURUSD must now beat 1.2465 to establish an extended upside bias, otherwise a reversal is on the horizon.
- **Key resistances:** 1.2431 (R1), 1.2450 (R2), 1.2470 (R3)
- **Key supports:** 1.2400 (S1), 1.2351 (S2), 1.2313 (S3)
- **Expected range for the day:** 1.2370 – 1.2460

Indicative EURMYR 4.8207



Source: Bloomberg

- EURMYR opened 158pips lower at 4.8144. **Daily outlook bearish**, pressured by the sharply lower opening.
- **Weekly and monthly outlook bearish**.
- EURMYR has again fallen below 4.and is now tilted to the downside. The pair is now likely to challenge 4.7994 next, below which a drop to 4.7734 is likely.
- **There is now potential for EURMYR to decline to 4.7994**, curbed by a close above 4.8202.
- **Key resistances:** 4.8223 (R1), 4.8288 (R2), 4.8333 (R3)
- **Key supports:** 4.8200 (S1), 4.8120 (S2), 4.8042 (S3)
- **Expected range for the day:** 4.8100 – 4.8315

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