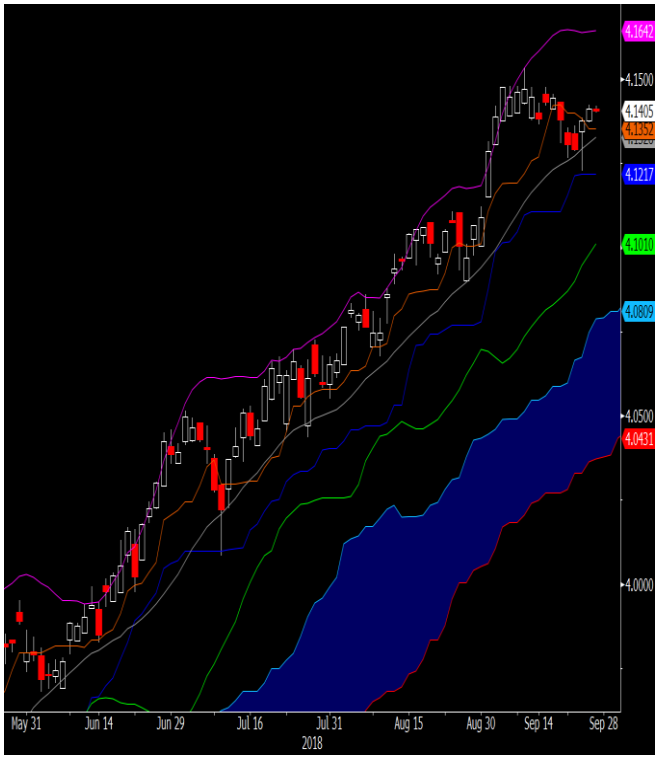
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

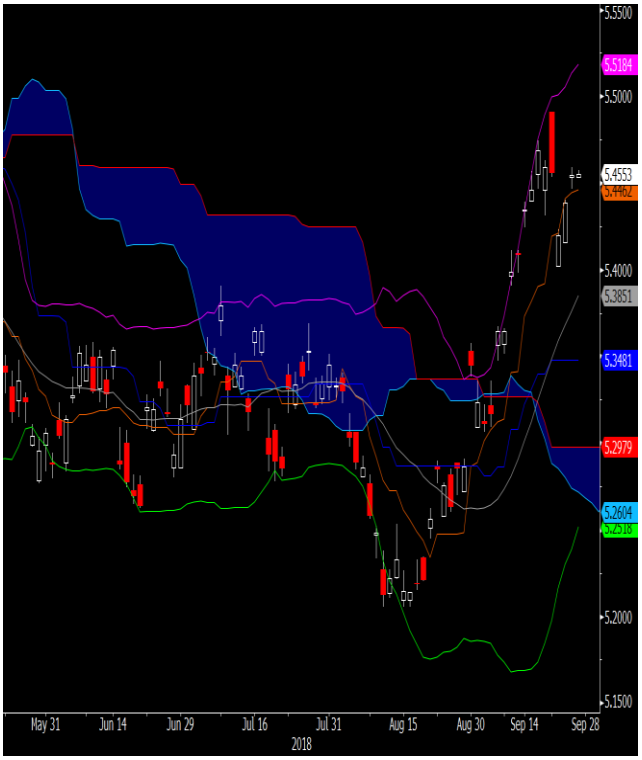
Indicative USDMYR 4.1405



Source: Bloomberg

- USDMYR opened unchanged today. **Daily outlook neutral** amid a lack of catalysts to drive firmer buying interest in MYR.
- **Weekly outlook neutral, monthly outlook bullish**.
- Technical outlook is mixed; bearish USDMYR trend has ended, but downside momentum continues to build. With USDMYR appearing to make weaker highs, we reckon that the risk is tilted to the downside, with scope to slide to 4.1326 – 4.1352 in the next leg lower.
- **Key resistances:** 4.1420 (R1), 4.1455 (R2), 4.1485 (R3)
- **Key supports:** 4.1385 (S1), 4.1350 (S2), 4.1320 (S3)
- **Expected range for the day:** 4.1380 – 4.1430

Indicative GBPMYR 5.4553

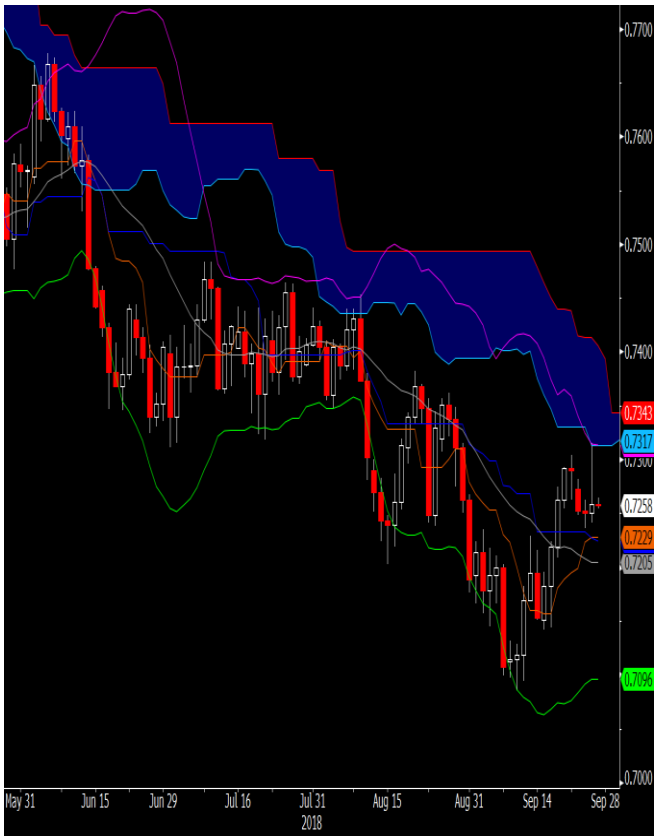


Source: Bloomberg

- GBPMYR opened 8pips lower at 5.4535 today. **Daily outlook slightly bearish** in anticipation of GBP being weighed down by continually soft Brexit sentiment.
- **Weekly outlook bearish, monthly outlook bullish**.
- GBPMYR remains fragile and prone to renewed weakness in our view, but holding above 5.4462 suggests that may be room for a test at 5.4745 going forward. Even so, we are doubtful that this upward move can be sustained.
- **Key resistances**: 5.4589 (R1), 5.4633 (R2), 5.4690 (R3)
- **Key supports**: 5.4517 (S1), 5.4462 (S2), 5.4402 (S3)
- **Expected range for the day:** 5.4500 – 5.4600

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

Indicative AUDUSD 0.7258

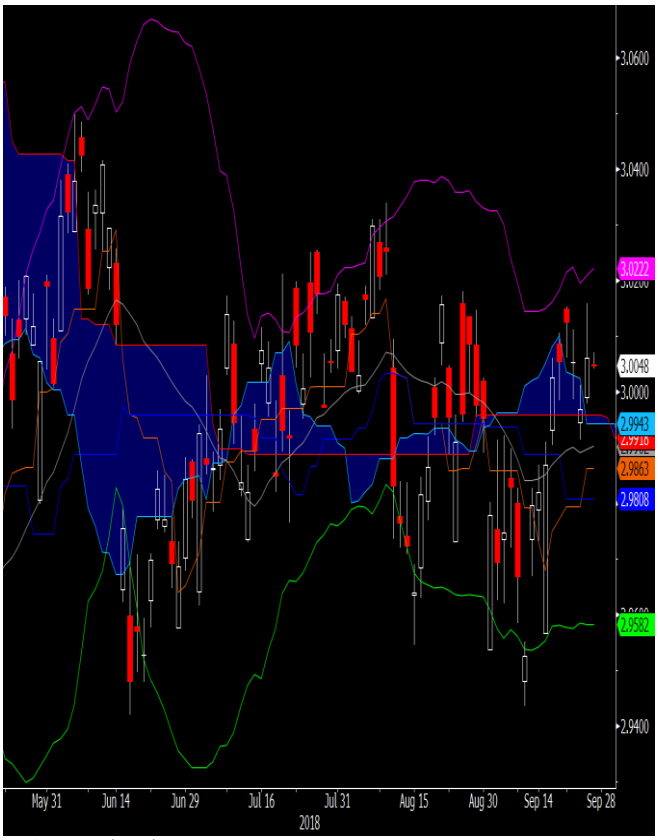


Source: Bloomberg

- AUDUSD opened unchanged at 0.7258 today. **Daily outlook slightly bullish** in anticipation of a softer USD, further supported by slightly improved market sentiment after FOMC risk event.
- **Weekly and monthly outlook bullish**.
- Despite a daily bullish view, unless AUDUSD manages to break above 0.7292 by tomorrow, it remains in a bearish trend and likely to slide lower going forward. Gains, if any, are likely capped below 0.7282 – 0.7292.
- **Continue to expect a potential advance to 0.7330**, otherwise curbed by a close below 0.7223.
- **Key resistances:** 0.7275 (R1), 0.7282 (R2), 0.7306 (R3)
- **Key supports:** 0.7250 (S1), 0.7228 (S2), 0.7212 (S3)
- **Expected range for the day:** 0.7240 – 0.7275

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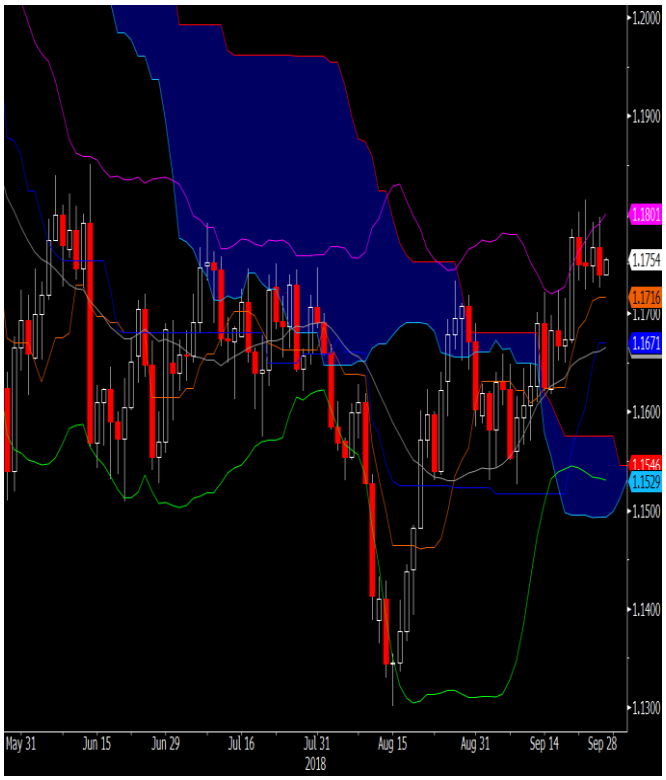
Indicative AUDMYR 3.0048



Source: Bloomberg

- AUDMYR opened 13pips lower at 3.0049 today. **Daily outlook slightly bullish** with AUD supported by likelihood of improved market sentiment after FOMC risk event.
- **Weekly and monthly outlook bullish**.
- AUDMYR bullish bias remains buoyed by continued stay above 2.9959. We maintain that there is scope to test 3.0113 – 3.0147 next, above which 3.0180 will be targeted.
- **Continue to expect a potential advance to 3.0180**, otherwise curbed by a close below 2.9980.
- **Key resistances:** 3.0086 (R1), 3.0113 (R2), 3.0147 (R3)
- **Key supports:** 3.0041 (S1), 3.0012 (S2), 2.9959 (S3)
- **Expected range for the day:** 2.9980 – 3.0100

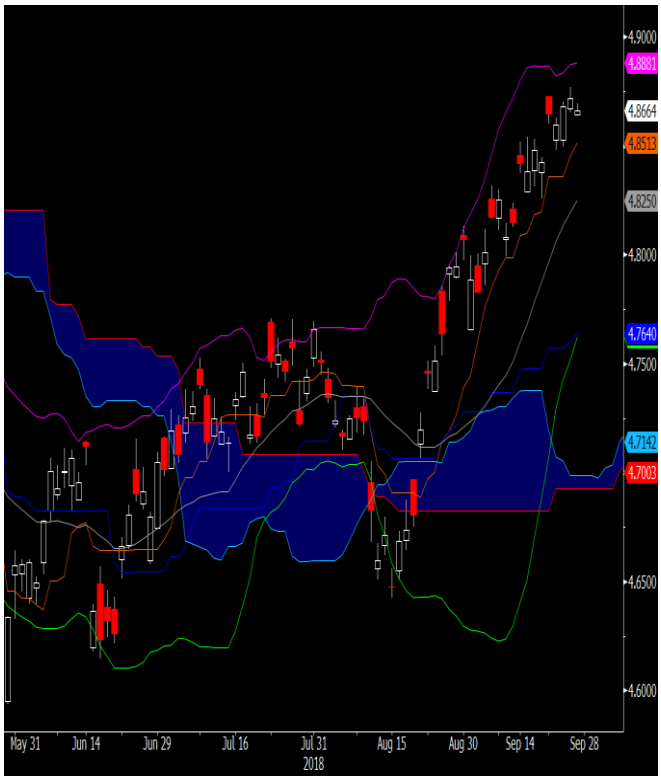
Indicative EURUSD 1.1754



Source: Bloomberg

- EURUSD opened unchanged at 1.1739 today. **Daily outlook bullish** in anticipation of a softer USD.
- **Weekly and monthly outlook bullish**.
- A minor bullish trend prevails, which suggests EURUSD remains inclined towards the upside unless it breaks below 1.1716. But after yet another rejection at the upper Bollinger, the likelihood of a climb to 1.1851 has diminished.
- **Continue to expect a potential advance to 1.1851**, otherwise curbed by a close below 1.1700.
- **Key resistances:** 1.1777 (R1), 1.1795 (R2), 1.1815 (R3)
- **Key supports:** 1.1733 (S1), 1.1716 (S2), 1.1700 (S3)
- **Expected range for the day:** 1.1730 – 1.1780

Indicative EURMYR 4.8664



Source: Bloomberg

- EURMYR opened 77pips lower at 4.8642 today. **Daily outlook neutral** as we anticipate potential for EUR to creep higher going into European session.
- **Weekly outlook neutral, monthly outlook bullish**.
- Despite a neutral daily view, we maintain that EURMYR could soon reverse lower amid signs of receding upside strength and momentum. Beating 4.8858 will keep the bears at bay, otherwise, there is potential for EURMYR to slide lower to 4.8426.
- **Continue to expect a potential decline to 4.8200**, otherwise curbed by a close above 4.8780.
- **Key resistances:** 4.8703 (R1), 4.8726 (R2), 4.8768 (R3)
- **Key supports:** 4.8630 (S1), 4.8600 (S2), 4.8565 (S3)
- **Expected range for the day:** 4.8600 – 4.8720

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