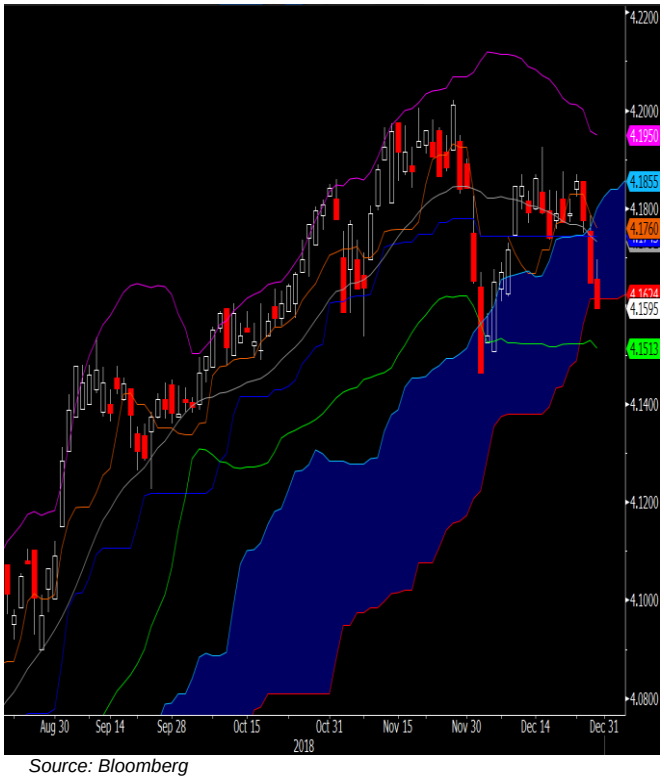
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

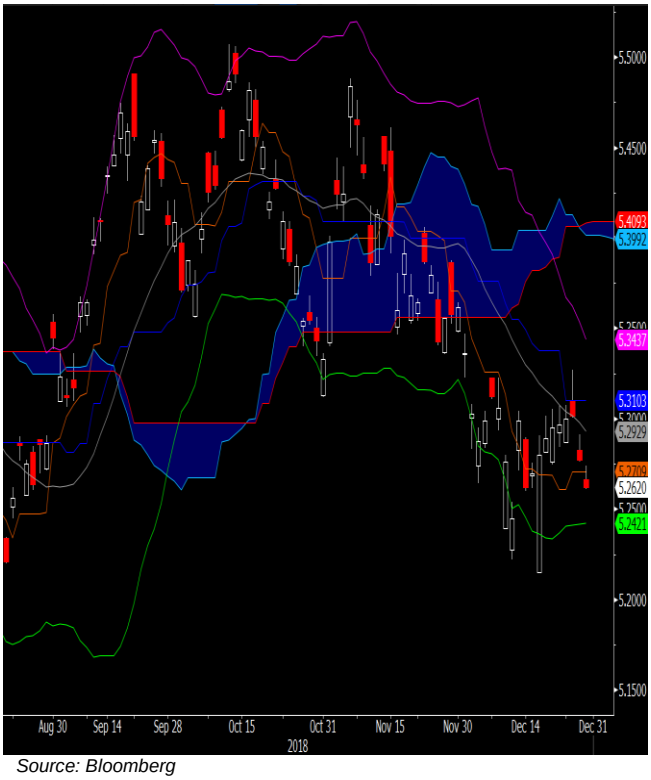
Indicative USDMYR 4.1595



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bearish** on the back of USD weakness, but losses are likely modest amid risk aversion heading into the week's close.
- **Weekly and monthly outlook bearish**.
- We maintain that USDMYR has topped in our view, and will gradually head lower to complete a bearish chart pattern. With downward momentum increasing, USDMYR is vulnerable to a break below 4.1616, below which 4.1510 will be left exposed.
- **Key resistances:** 4.1625 (R1), 4.1645 (R2), 4.1670 (R3)
- **Key supports:** 4.1585 (S1), 4.1550 (S2), 4.1520 (S3)
- **Expected range for the day:** 4.1540 – 4.1695

Indicative GBPMYR 5.2620

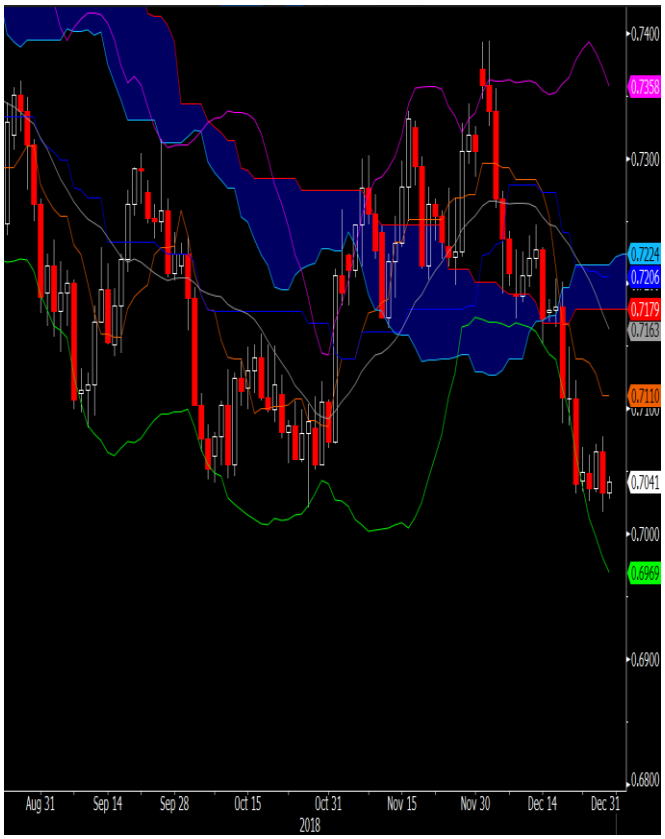


Source: Bloomberg

- GBPMYR opened 108pips lower at 5.2663 today. **Daily outlook slightly bearish** but losses are likely modest in anticipation of a firmer GBP in European session.
- **Weekly and monthly outlook bearish**.
- Technical outlook has deteriorated. GBPMYR is now tilted to the downside, with room to slide to 5.2258 in the next leg lower.
- **GBPMYR is now unlikely to advance to 5.3380**.
- **Key resistances**: 5.2643 (R1), 5.2672 (R2), 5.2709 (R3)
- **Key supports**: 5.2540 (S1), 5.2500 (S2), 5.2485 (S3)
- **Expected range for the day:** 5.2550 – 5.2740

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

Indicative AUDUSD 0.7041

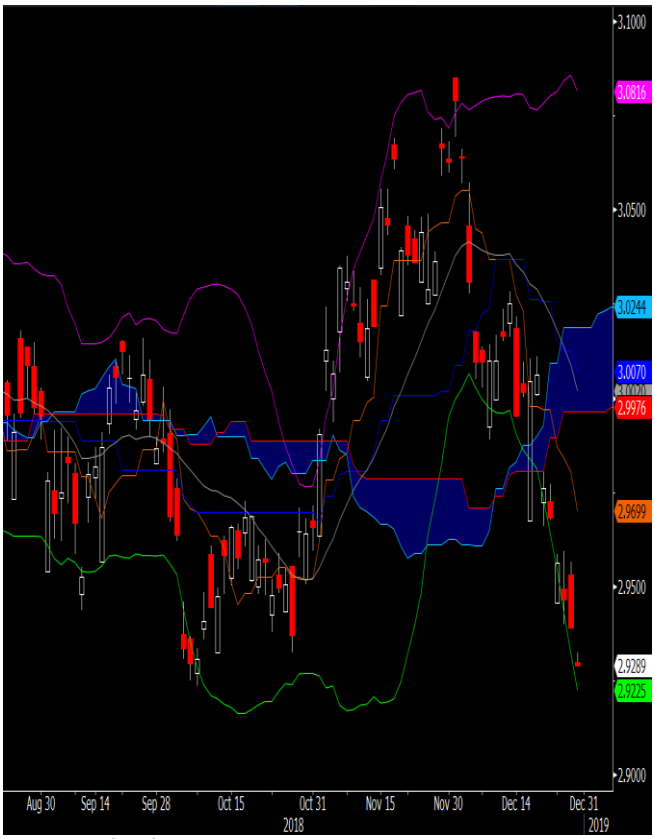


Source: Bloomberg

- AUDUSD opened unchanged at 0.7033 today. **Daily outlook slightly bearish**, anticipating extended declines in equities having more downside effect on greenback weakness.
- **Weekly outlook neutral, monthly outlook bearish**.
- AUDUSD was prevented from further gains by 0.7078 and the result of this rejection is likely to sustain for today. Expect a subdued AUDUSD today, but caution that a rebound higher looks more likely than not going forward.
- **Key resistances:** 0.7050 (R1), 0.7066 (R2), 0.7088 (R3)
- **Key supports:** 0.7032 (S1), 0.7020 (S2), 0.7010 (S3)
- **Expected range for the day:** 0.7020 – 0.7060

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

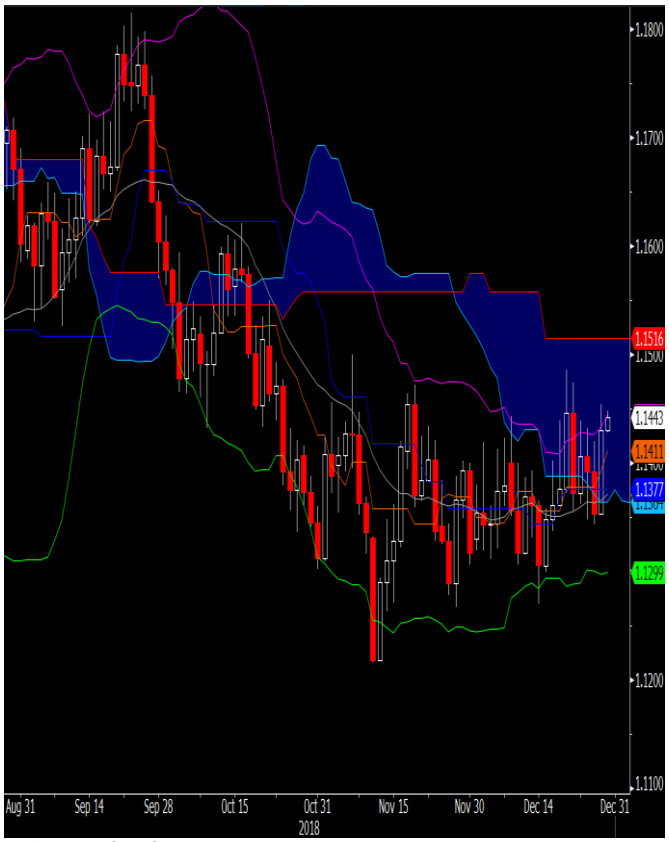
Indicative AUDMYR 2.9289



Source: Bloomberg

- AUDMYR opened 94pips lower at 2.9297 today. **Daily outlook bearish** as receding risk appetite is likely to weigh down AUD.
- **Weekly and monthly outlook bearish**.
- Despite a bearish daily outlook and a break below strong support at 2.9369, signs of rebound continue to prevail. While we opine that further losses cannot be ruled out, we caution that a strong rebound may be in the works.
- **Key resistances:** 2.9325 (R1), 2.9369 (R2), 2.9391 (R3)
- **Key supports:** 2.9268 (S1), 2.9250 (S2), 2.9225 (S3)
- **Expected range for the day:** 2.9220 – 2.9325

Indicative EURUSD 1.1443

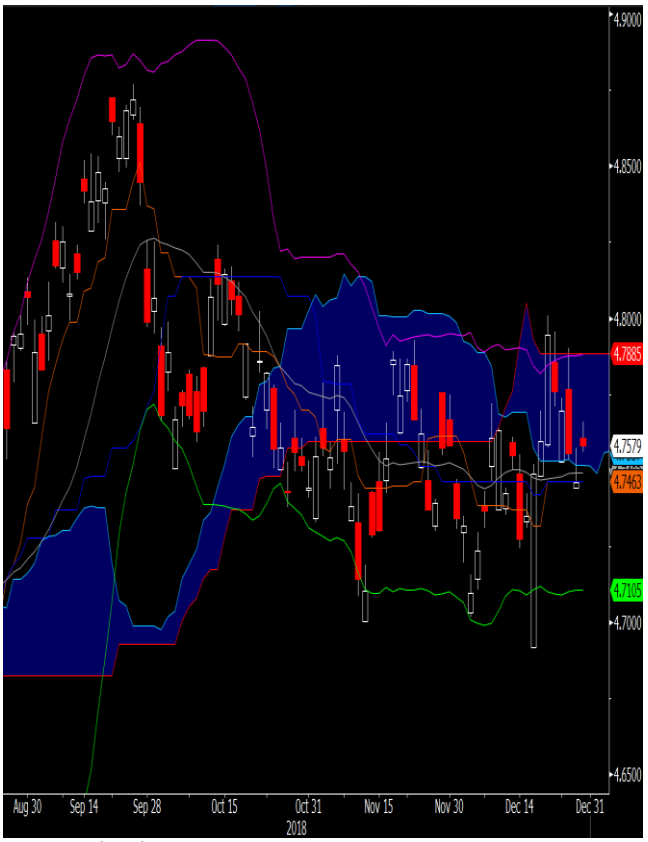


Source: Bloomberg

- EURUSD opened unchanged at 1.1430 today. **Daily outlook bullish** in line with our view of a softer USD.
- **Weekly and monthly outlook bullish**.
- EURUSD has reinstated its bullish bias after retaking 1.1400. Expect another test at 1.1454, above which EURUSD will attempt to challenge 1.1474, the threshold above which a bullish chart pattern will be completed and likely head for 1.1580.
- **Continue to expect a potential advance to 1.1480**.
- **Key resistances:** 1.1454 (R1), 1.1474 (R2), 1.1488 (R3)
- **Key supports:** 1.1439 (S1), 1.1409 (S2), 1.1400 (S3)
- **Expected range for the day:** 1.1425 – 1.1470

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

Indicative EURMYR 4.7579



Source: Bloomberg

- EURMYR opened 146pips higher at 4.7605 today. **Daily outlook slightly bullish** following the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- Holding above 4.7530 sustains a bullish bias that will allow EURMYR to push higher, potentially beating 4.7944 going forward.
- **Key resistances:** 4.7609 (R1), 4.7640 (R2), 4.7686 (R3)
- **Key supports:** 4.7563 (S1), 4.7516 (S2), 4.7500 (S3)
- **Expected range for the day:** 4.7550 – 4.7685

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