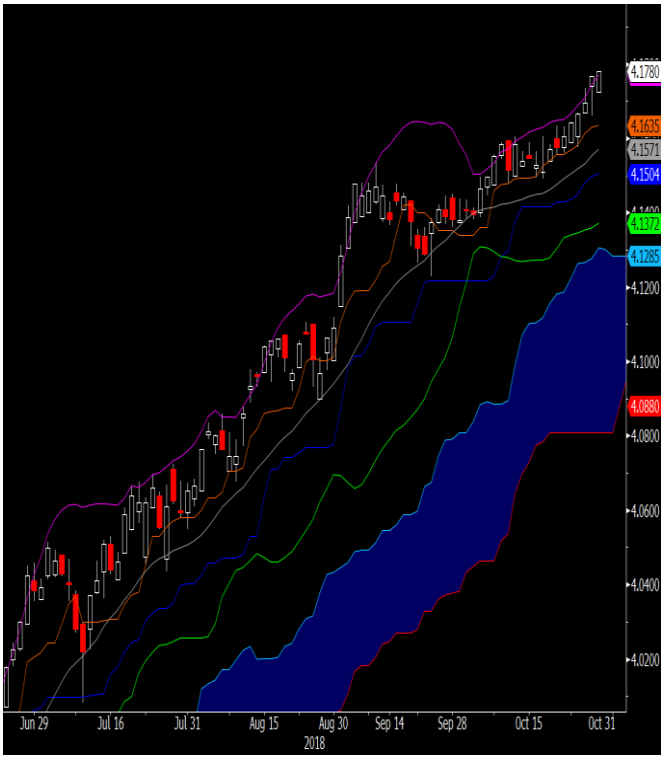
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

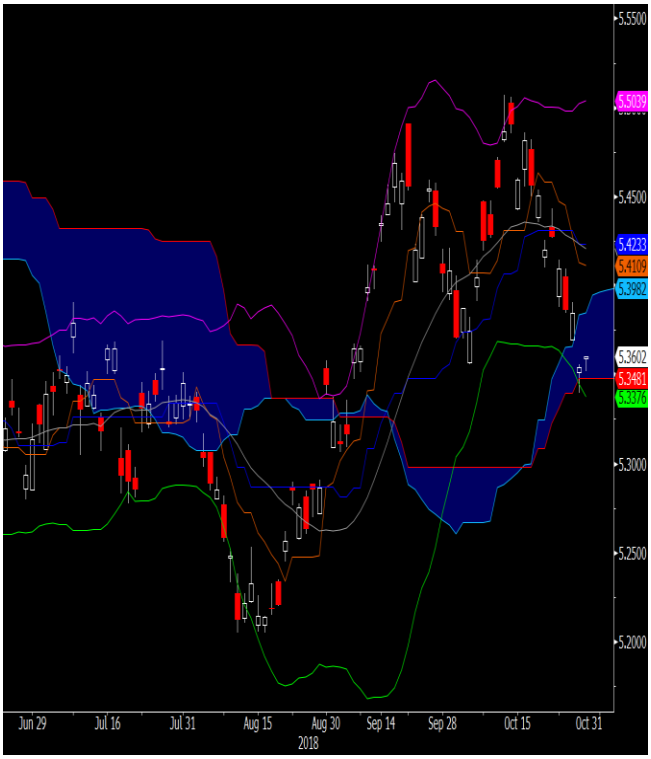
Indicative USDMYR 4.1780



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bearish**, on the back of a softer overnight USD, but caution that losses may be subdued amid extended risk-off sentiment in the markets.
- **Weekly outlooks neutral, monthly outlook bullish**.
- Technical outlook remains tilted to the upside despite a gap down at opening. USDMYR continued to threaten 4.1780 – 4.1800 in the near-term unless it breaks below 4.1700.
- **Key resistances:** 4.1800 (R1), 4.1820 (R2), 4.1840 (R3)
- **Key supports:** 4.1770 (S1), 4.1750 (S2), 4.1735 (S3)
- **Expected range for the day:** 4.1725 – 4.1800

Indicative GBPMYR 5.3602

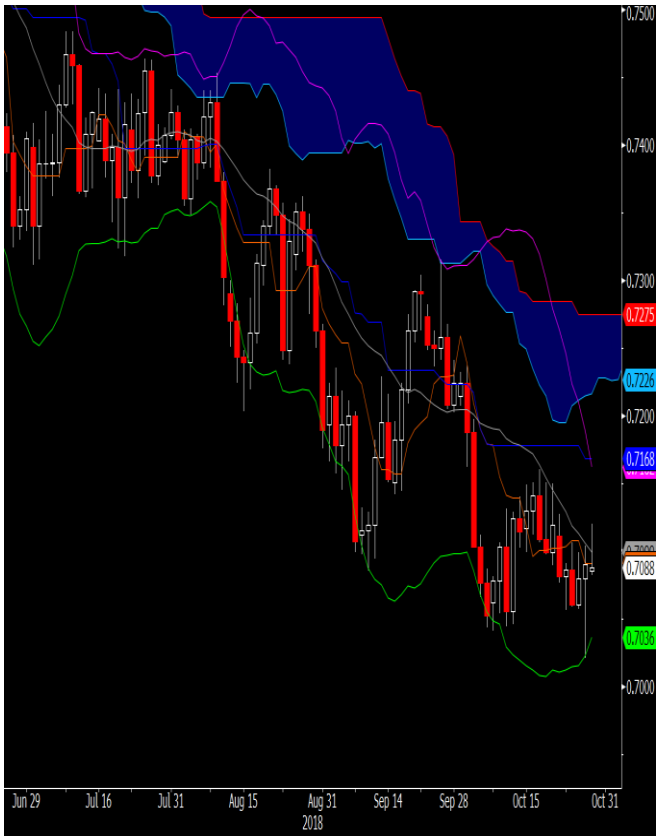


Source: Bloomberg

- GBPMYR opened 51pips higher at 5.3590 today. **Daily outlook neutral** as we anticipate a softer GBP going into European session amid Brexit uncertainties.
- **Weekly and monthly outlook bearish**.
- GBPMYR is near the end of its bearish trend but we are uncertain of the subsequent direction. Holding above 5.3481 will allow room for GBPMYR to climb, possibly testing 5.3792, and then 5.3846. Otherwise, a drop to 5.3376 is likely.
- **Key resistances**: 5.3647 (R1), 5.3694 (R2), 5.3715 (R3)
- **Key supports**: 5.3555 (S1), 5.3519 (S2), 5.3481 (S3)
- **Expected range for the day:** 5.3510 – 5.3650

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

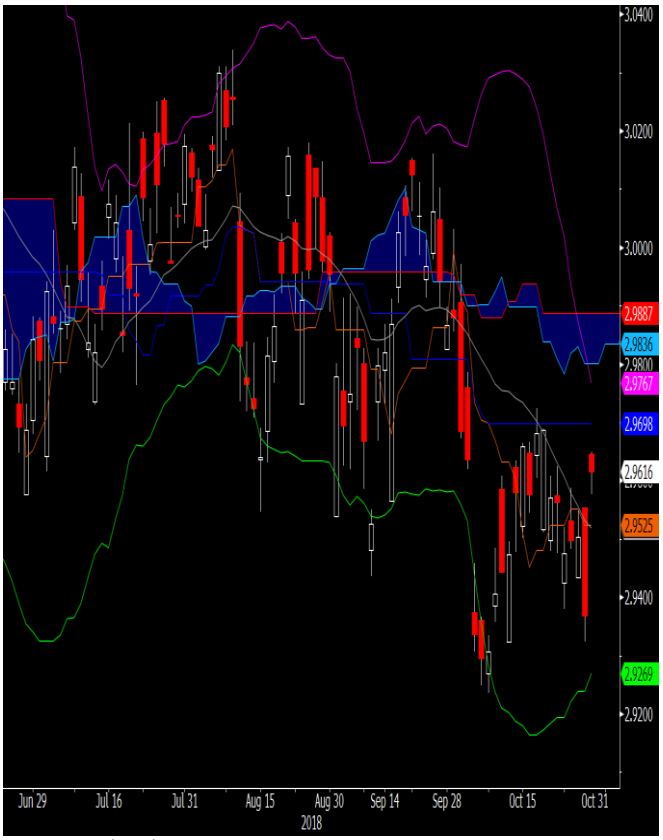
Indicative AUDUSD 0.7088



Source: Bloomberg

- AUDUSD opened 5pips lower at 0.7085 today. **Daily outlook slightly bullish** in anticipation of a soft USD, though gains may be minor as risk-off sentiment still prevails in the markets.
- **Weekly outlook bullish, monthly outlook bearish**.
- Bearish trend has been overturned, while upward momentum has improved, thus allowing AUDUSD more room for upsides. AUDUSD is likely headed for 0.7130, but caution that losing 0.7083 will invigorate the bears.
- **Key resistances:** 0.7106 (R1), 0.7120 (R2), 0.7130 (R3)
- **Key supports:** 0.7067 (S1), 0.7050 (S2), 0.7036 (S3)
- **Expected range for the day:** 0.7070 – 0.7120

Indicative AUDMYR 2.9616

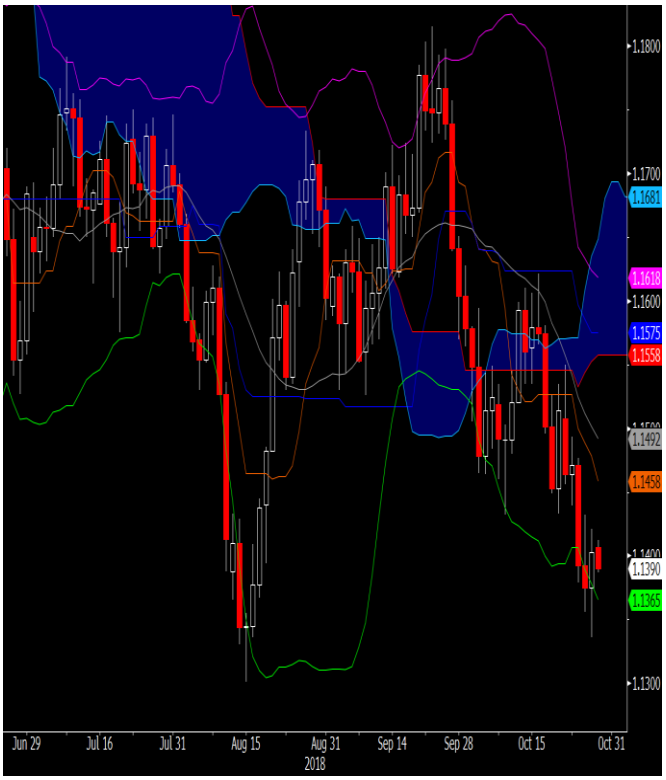


Source: Bloomberg

- AUDMYR opened 276pips higher at 2.9645 today. **Daily outlook bullish** following the sharply higher opening, but caution on potential losses through Asian – European trading amid lingering risk-off in the markets.
- **Weekly and monthly outlook bearish**.
- Today's sharply higher opening has tilted AUDMYR to the upside, though we are doubtful if current bullish bias could sustain. Holding above 2.9525 keeps AUDMYR elevated, pointing towards 2.9771, otherwise, expect a return to 2.9393.
- **AUDMYR is now unlikely to decline to 2.9306**.
- **Key resistances:** 2.9626 (R1), 2.9641 (R2), 2.9698 (R3)
- **Key supports:** 2.9587 (S1), 2.9558 (S2), 2.9525 (S3)
- **Expected range for the day:** 2.9550 – 2.9650

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Indicative EURUSD 1.1390

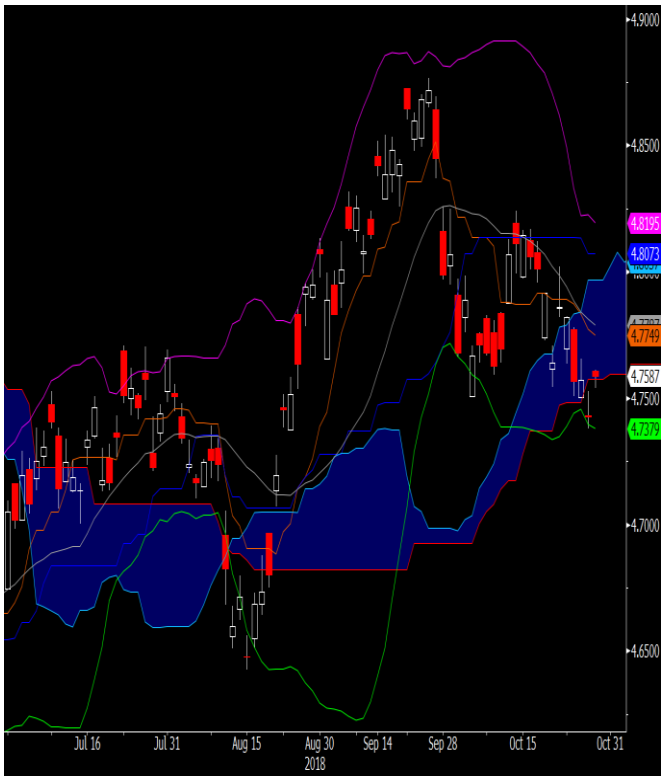


Source: Bloomberg

- EURUSD opened 14pips higher at 1.1407 today. **Daily outlook bullish** in line with our expectations of a bearish USD; expect more room for gains if US data disappoints.
- **Weekly outlook bullish, monthly outlook bearish**.
- We continue to note that EURUSD is trending through a bullish chart pattern but may take some time to complete. EURUSD's immediate direction is upward in our view, triggered by last Friday's bounce, and could test 1.1429. Above this, 1.1458 will be threatened.
- **Key resistances:** 1.1400 (R1), 1.1429 (R2), 1.1458 (R3)
- **Key supports:** 1.1379 (S1), 1.1367 (S2), 1.1350 (S3)
- **Expected range for the day:** 1.1380 – 1.1430

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

Indicative EURMYR 4.7587



Source: Bloomberg

- EURMYR opened 178pips higher at 4.7607 today. **Daily outlook bullish**, lifted by the sharply higher opening, on top of potential gains in European session.
- **Weekly outlook bullish, monthly outlook neutral**.
- EURMYR appears to be in the last phase of its bearish trend, thus losses going forward may be more contained. Holding above 4.7430 going forward allows room for upsides, potentially testing 4.7788 in the next leg higher.
- **Key resistances:** 4.7596 (R1), 4.7655 (R2), 4.7708 (R3)
- **Key supports:** 4.7575 (S1), 4.7527 (S2), 4.7506 (S3)
- **Expected range for the day:** 4.7520 – 4.7655

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