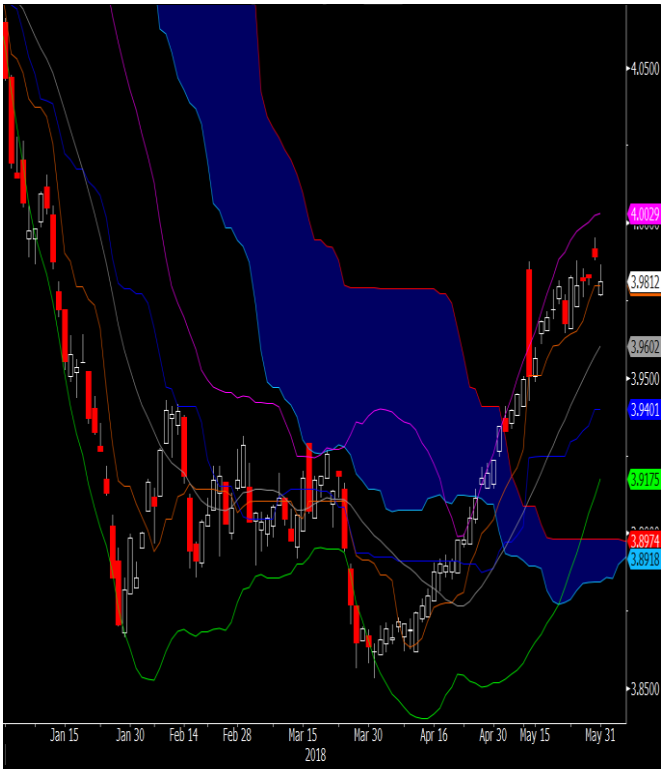
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

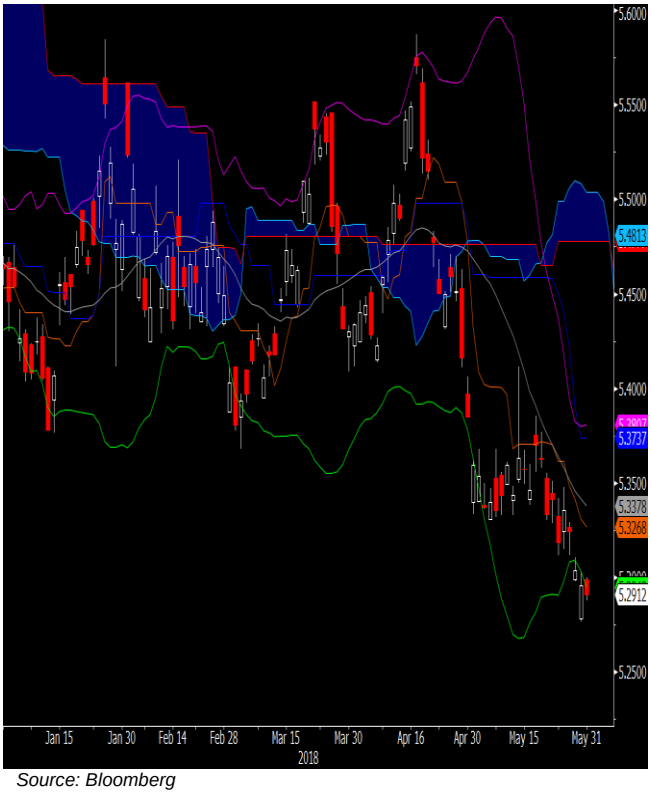
Indicative USDMYR 3.9812



Source: Bloomberg

- USDMYR opened sharply lower today. **Daily outlook bearish** on the back of a weak USD, further supported by likelihood of improved market sentiment.
- **Weekly outlook bearish, monthly outlook bullish**.
- USDMYR is still within a minor bullish trend that requires a close below 3.9797 today, or 3.9813 tomorrow, to be nullified. Unless the bullish trend is nullified, a close above 3.9890 within 4 days is still in the works.
- **Key resistances:** 3.9852 (R1), 3.9878 (R2), 3.9900 (R3)
- **Key supports:** 3.9797 (S1), 3.9738 (S2), 3.9713 (S3)
- **Expected range for the day:** 3.9760 – 3.9865

Indicative GBPMYR 5.2912

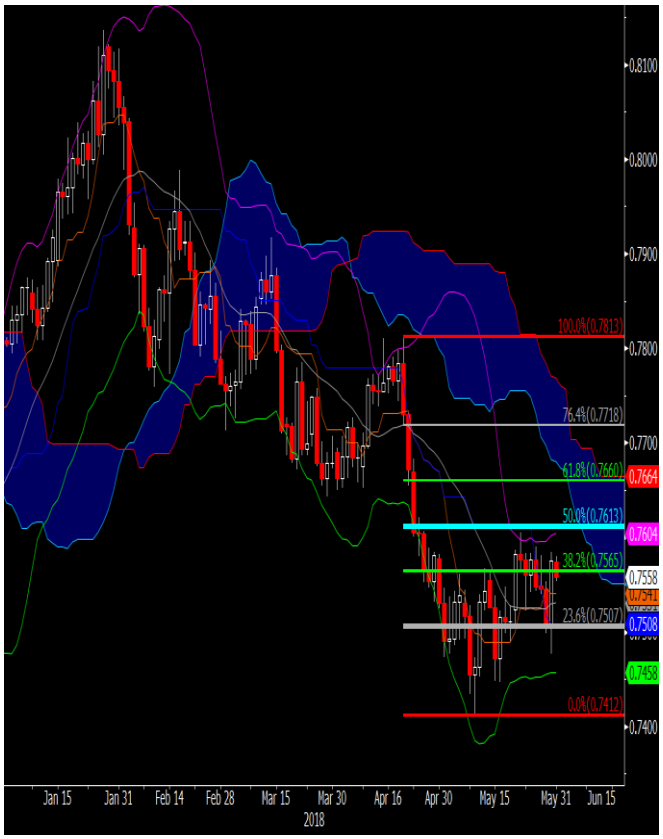


Source: Bloomberg

- GBPMYR opened 37pips higher at 5.2992 today. **Daily outlook slightly bearish**, dragged down by a firmer MYR as regional sentiment improves.
- **Weekly and monthly outlook bearish**.
- We maintain that GBPMYR remains deep in bearish territory. The pair's direction remains down but after recent losses, do not be surprised by a modest rebound.
- **Key resistances**: 5.2952 (R1), 5.3034 (R2), 5.3115 (R3)
- **Key supports**: 5.2900 (S1), 5.2879 (S2), 5.2850 (S3)
- **Expected range for the day:** 5.2870 – 5.3000

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

Indicative AUDUSD 0.7558

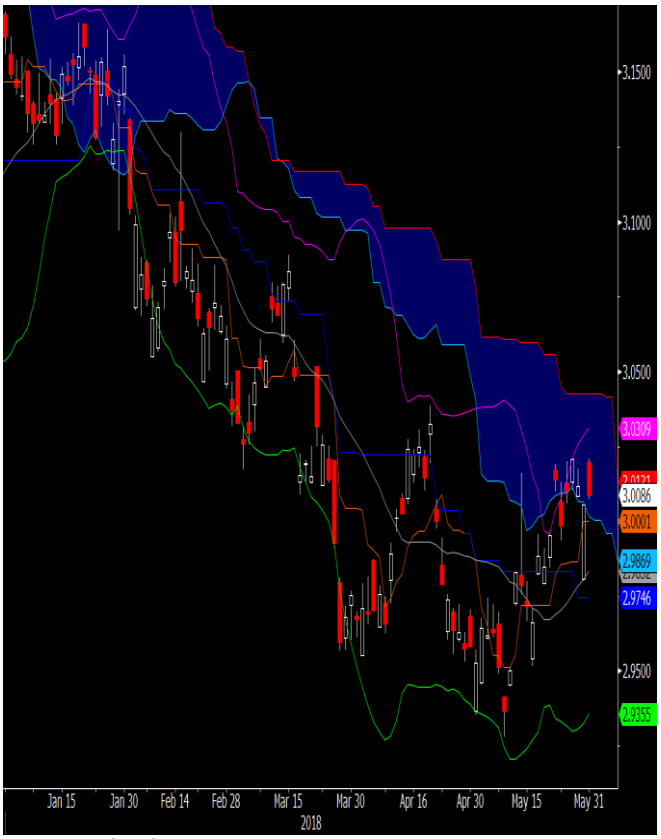


Source: Bloomberg

- AUDUSD opened unchanged at 0.7575. **Daily outlook bullish** on the back of a weak USD and further supported by improving risk appetite in the markets.
- **Weekly and monthly outlook bullish**.
- Recapturing above 0.7565 overnight is a bullish sign and we now renew our view of an advance to 0.7660 in the next leg higher. Above this, there is room to test 0.7718.
- **AUDUSD is now unlikely to decline to 0.7450**. Expect a potential advance to 0.7660, otherwise curbed by a close below 0.7520.
- **Key resistances:** 0.7565 (R1), 0.7587 (R2), 0.7605 (R3)
- **Key supports:** 0.7541 (S1), 0.7531 (S2), 0.7507 (S3)
- **Expected range for the day:** 0.7541 – 0.7600

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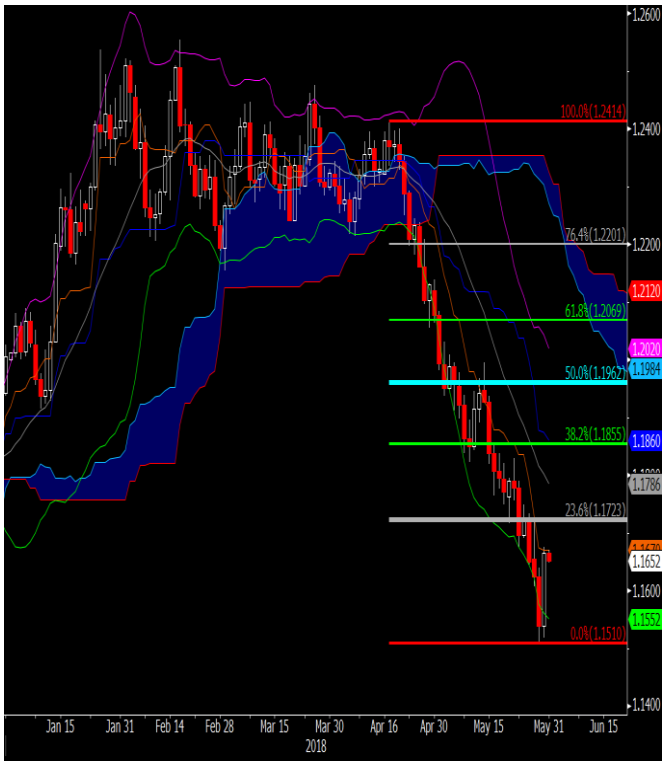
Indicative AUDMYR 3.0086



Source: Bloomberg

- AUDMYR opened 144pips higher at 3.0199. **Daily outlook slightly bullish**, lifted by the sharply higher opening.
- **Weekly outlook bearish, monthly outlook bullish**.
- Despite a bullish daily view and likelihood of closing above 3.0015, signs still point to receding upside momentum, which could further erode AUDMYR's bullish bias. The pair remains vulnerable to further losses unless it closes above 3.0189 soon.
- **AUDMYR is now unlikely to decline to 2.9678**.
- **Key resistances:** 3.0103 (R1), 3.0132 (R2), 3.0180 (R3)
- **Key supports:** 3.0071 (S1), 3.0015 (S2), 3.0000 (S3)
- **Expected range for the day:** 3.0060 – 3.0210

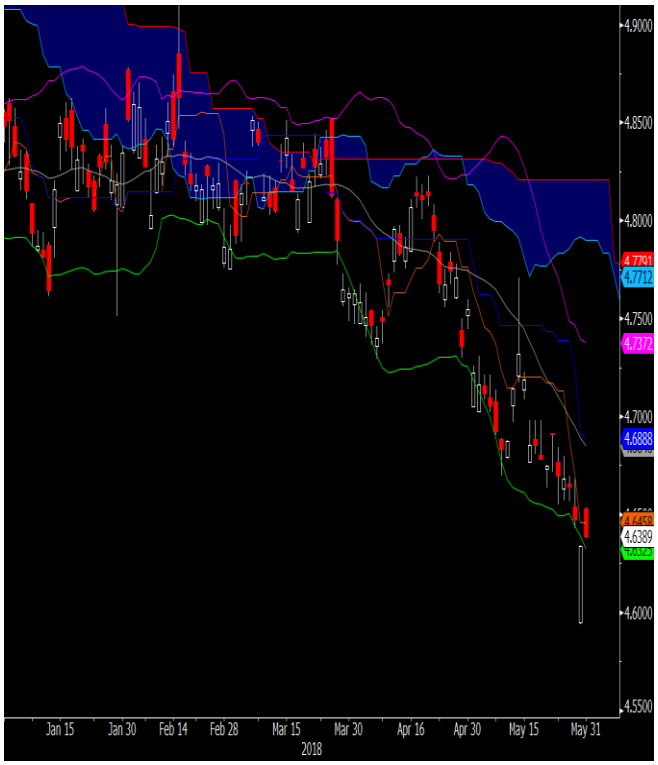
Indicative EURUSD 1.1652



Source: Bloomberg

- EURUSD opened unchanged at 1.1665. **Daily outlook bullish** amid subsiding fears of increased political uncertainties in Europe; strong set of Eurozone data will further boost upsides.
- **Weekly outlook bullish, monthly outlook bearish**.
- The strong rebound overnight is to us a sign of EURUSD bulls have not given up. We expect EURUSD to try for further advances, potentially testing 1.1723 in the process, above which 1.1855 will be targeted.
- **Key resistances:** 1.1670 (R1), 1.1700 (R2), 1.1723 (R3)
- **Key supports:** 1.1646 (S1), 1.1620 (S2), 1.1600 (S3)
- **Expected range for the day:** 1.1640 – 1.1700

Indicative EURMYR 4.6389



Source: Bloomberg

- EURMYR opened 195pips higher at 4.6530. **Daily outlook slightly bullish**, lifted by the sharply higher opening and likelihood of further gains in EUR going into European session.
- **Weekly outlook neutral, monthly outlook bearish**.
- EURMYR continues to be dragged by rising downside momentum. We still set sights on further declines going forward, with scope to close below 4.6335 by next week if current bearish trend persists.
- **Key resistances:** 4.6458 (R1), 4.6472 (R2), 4.6500 (R3)
- **Key supports:** 4.6350 (S1), 4.6324 (S2), 4.6300 (S3)
- **Expected range for the day:** 4.6350 – 4.6540

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