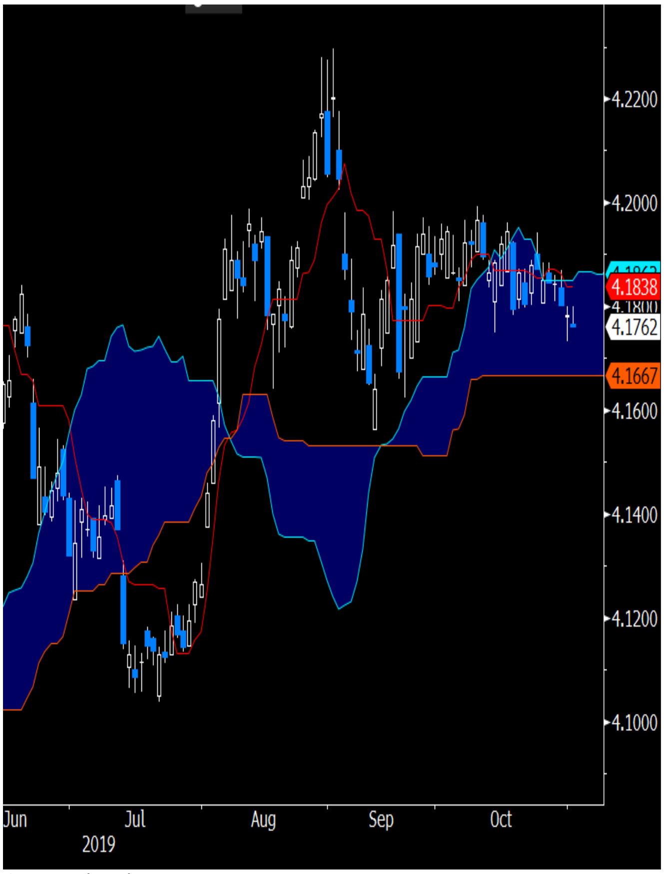
November 1, 2019

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1762

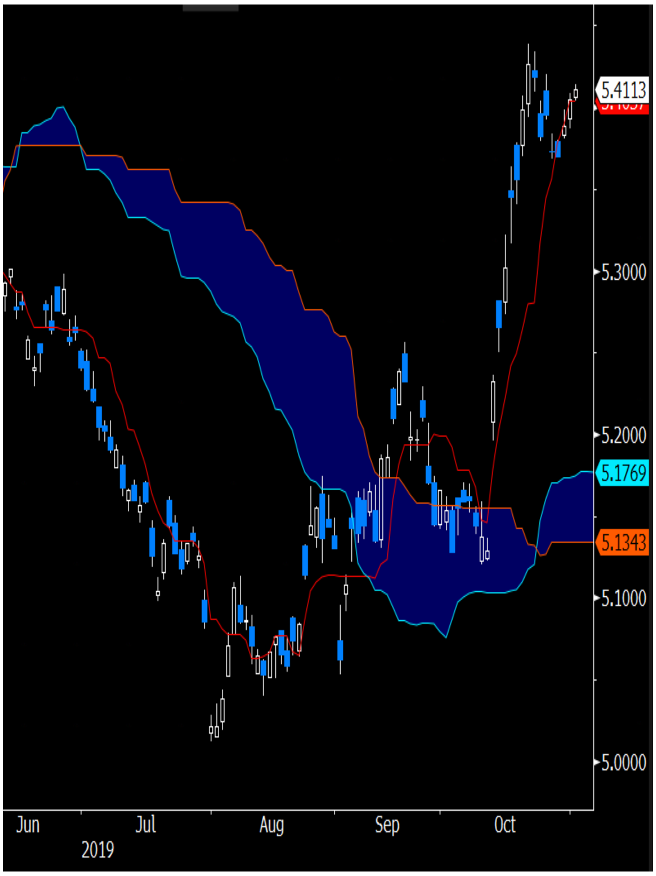


Source: Bloomberg

- USDMYR opened marginally lower at 4.1780 today. **Daily outlook neutral to slightly bullish.**
- **Weekly outlook bearish and monthly outlook neutral to slightly bullish.**
- **We are neutral to slightly bullish on USDMYR today** as markets turned cautious amidst weakening sentiments and ahead of tonight's nonfarm job report. The medium term outlook is bullish for now expecting a stronger USD as the Fed sent a clear signal that it would not ease further this year.
- **Key resistances:** 4.1800 (S1), 4.1850 (S2), 4.1900 (S3)
- **Key supports:** 4.1750 (R1), 4.1700 (R2), 4.1650 (R3)
- **Expected range for the day:** 4.1700-4.1800

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

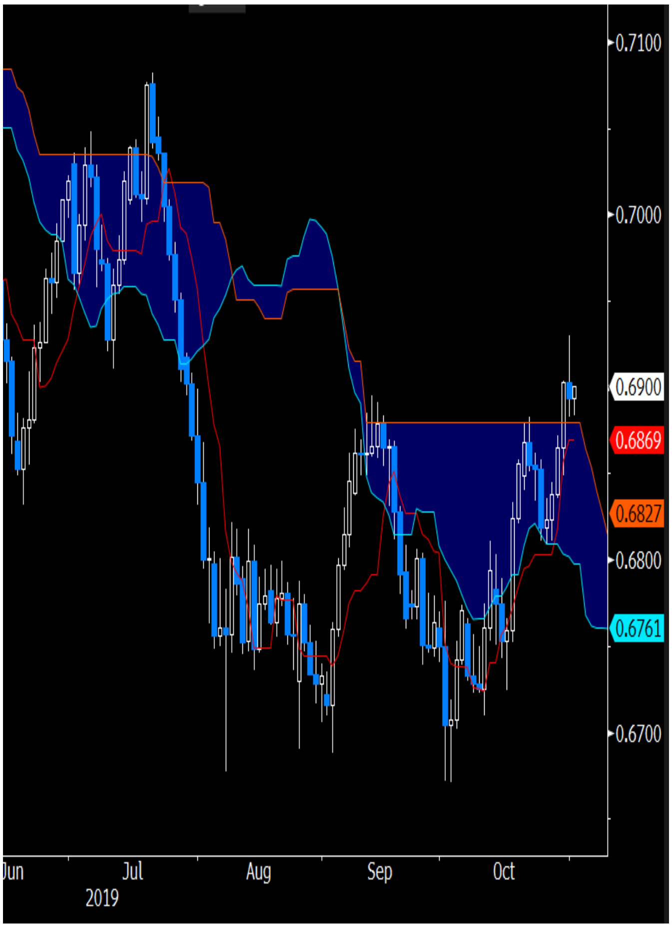
Indicative GBPMYR 5.4113



Source: Bloomberg

- GBPMYR opened marginally higher at 5.4062 today. **Daily outlook mildly bearish.**
- **Weekly outlook bearish; monthly outlook neutral** and will be **headlines driven.**
- **We remain mildly bearish on the pair** as we expect weaker GBP in the interim ahead of the strong 1.30 technical resistance and over UK election and Brexit uncertainty. **Medium term outlook is bearish** but is mainly driven by headlines surrounding Brexit and UK upcoming ballots.
- **Key resistances**: 5.4150 (R1), 5.4300 (R2), 5.4400 (R3)
- **Key supports**: 5.4000 (S1), 5.3900 (S2), 5.3780 (S3)
- **Expected range for the day:** 5.4000- 5.4300

Indicative AUDUSD 0.6900



Source: Bloomberg

- AUDUSD opened unchanged at 0.6894 today. **Daily outlook bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are bearish on AUD today** as rising risk aversion should send the Aussie lower. **We remain bearish AUD over the medium term** on slower global growth particularly that of China amidst prolonged trade uncertainty. The RBA is expected to keep cash rate unchanged at 0.75% next week.
- **Key resistances:** 0.6925 (R1), 0.6950 (R2), 0.6990 (R3)
- **Key supports:** 0.6870 (S1), 0.6850 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6850- 0.6950

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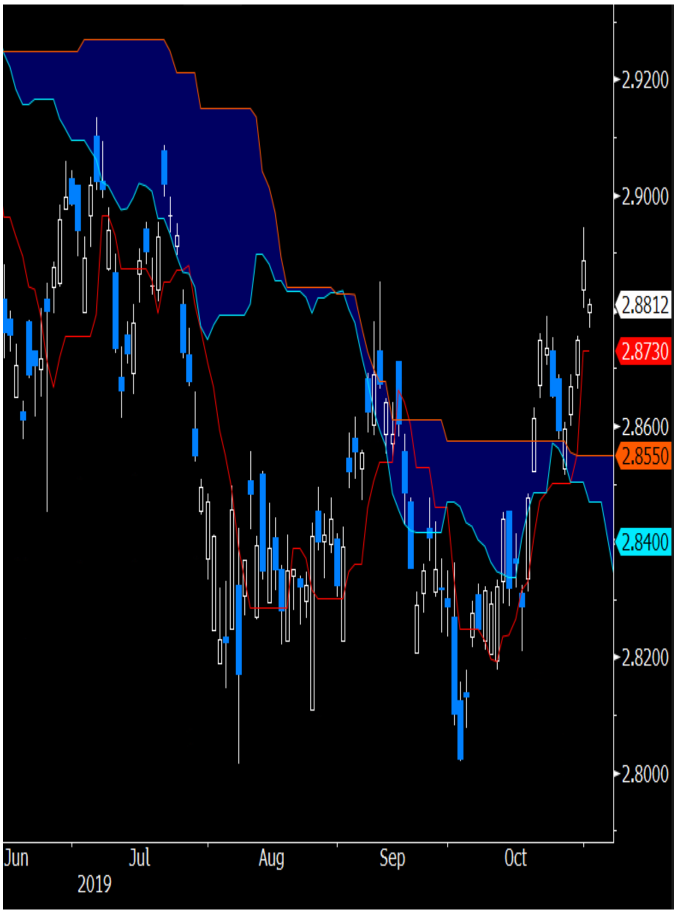
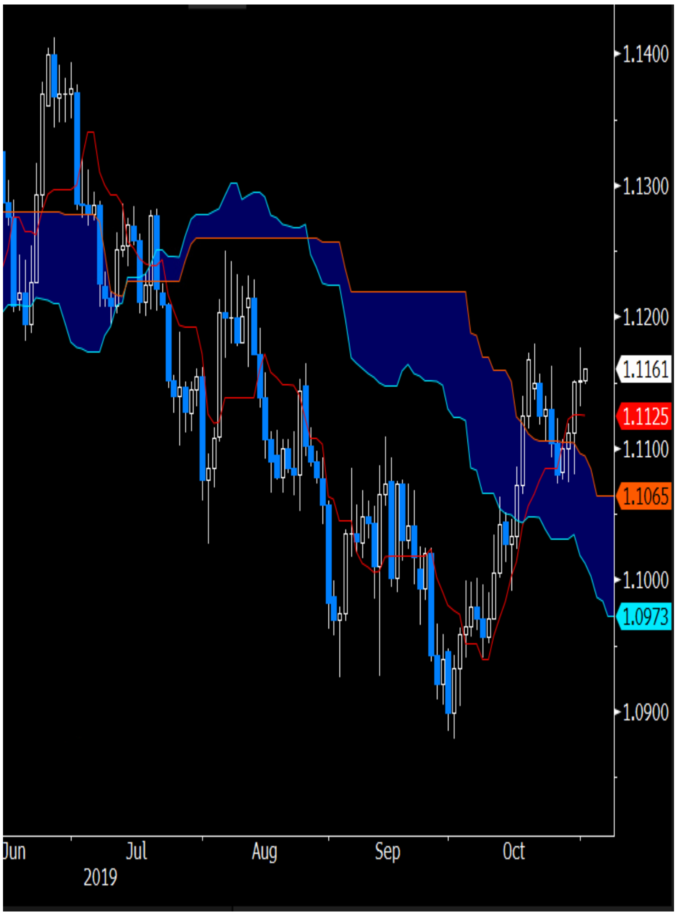
Indicative AUDMYR 2.8812



Source: Bloomberg

- AUDMYR opened 0.30% lower at 2.8798 today. **Daily outlook bearish.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We are bearish on the pair today** on weaker AUD component. **In the medium term, we remain bearish AUD,** on slower global growth particularly that of China amidst prolonged trade uncertainty.
- **Key resistances:** 2.8835 (R1), 2.8880 (R2), 2.8900 (R3)
- **Key supports:** 2.8750 (S1), 2.8650 (S2), 2.8600 (S3)
- **Expected range for the day:** 2.8750 – 2.8835

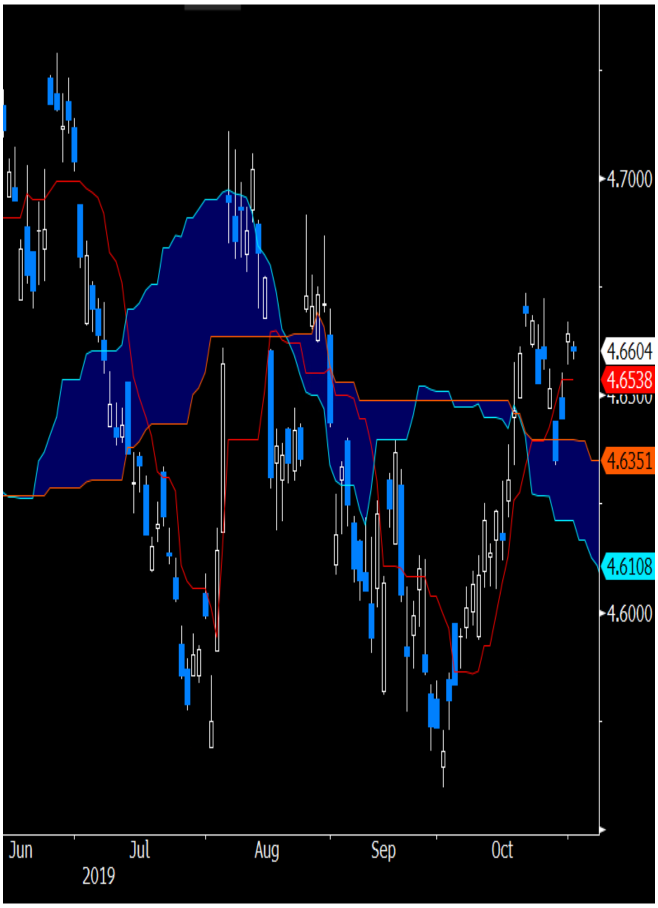
Indicative EURUSD 1.1161



Source: Bloomberg

- EURUSD opened unchanged at 1.1152 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We are bullish EUR today** as the overall USD trades weak on better risk taking environment due to a Fed rate cut. **We remain bearish EUR over the medium term** as the shared currency is expected to weaken once the ECB restarts its Asset Purchase Program in November.
- **Key resistances:** 1.1180 (R1), 1.1200 (R2), 1.1220 (R3)
- **Key supports:** 1.1150 (S1), 1.1125 (S2), 1.1100 (S3)
- **Expected range for the day:** 1.1140-1.1200

Indicative EURMYR 4.6604



Source: Bloomberg

- EURMYR opened slightly lower at 4.6613 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We are bullish on the pair today** as the Fed rate cut has spurred a better risk taking environment and a weaker USD overall. **In the medium term, we remain bearish EUR** as the shared currency is expected to weaken once the ECB restarts its Asset Purchase Program in November.
- **Key resistances:** 4.6700 (R1) 4.6800 (R1), 4.6900 (R3)
- **Key supports:** 4.6500 (S1), 4.6400 (S2), 4.6300 (S3)
- **Expected range for the day:** 4.6500– 4.6800

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