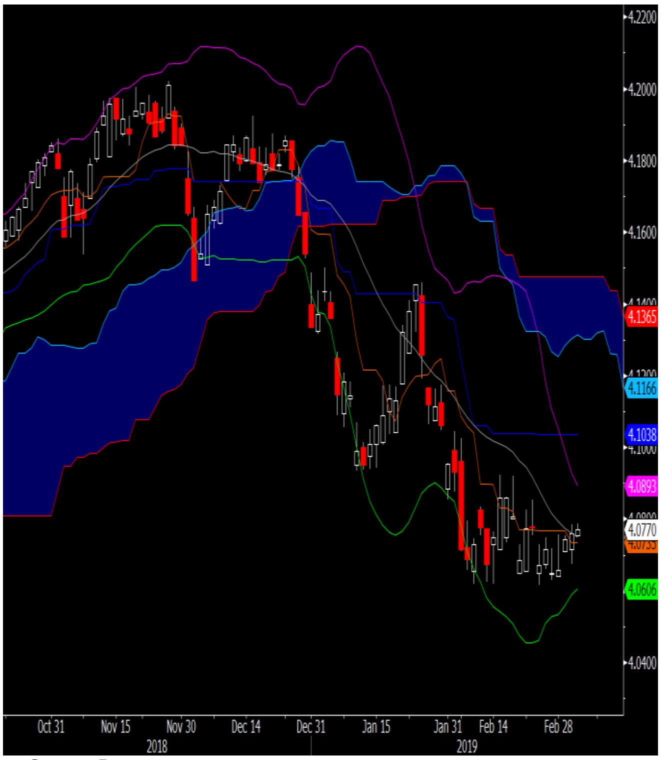
March 5, 2019

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

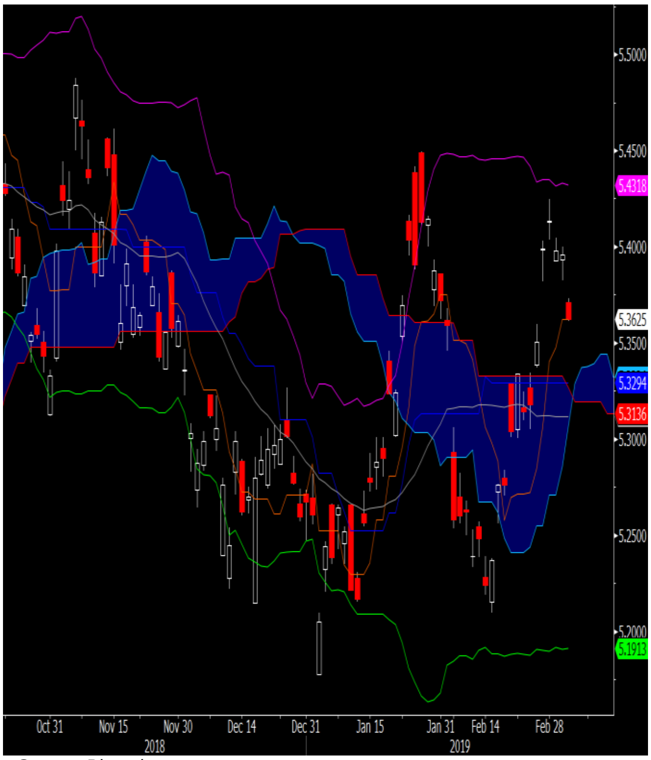
Indicative USDMYR 4.0770



Source: Reuters

- USDMYR opened unchanged today. **Daily outlook slightly bullish** on the back of a slightly stronger USD and continued profit taking activities in anticipation of key US economic data due end of the week.
- **Weekly and monthly outlook bullish**.
- Continued consolidation in the recent range of 4.06-4.09 is expected given a lack of push/pull factors.
- **Key resistances:** 4.0800 (R1), 4.0860 (R2), 4.0930 (R3)
- **Key supports:** 4.0650 (S1), 4.0600 (S2), 4.0550 (S3)
- **Expected range for the day:** 4.0740 – 4.0820

Indicative GBPMYR 5.3625

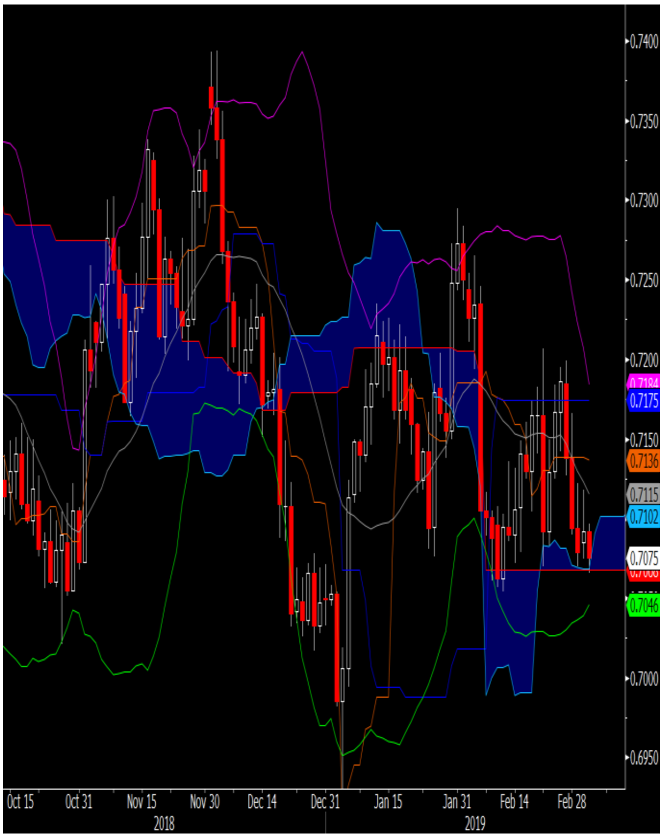


Source: Bloomberg

- GBPMYR opened 248pips lower at 5.3713 today. **Daily outlook slightly bearish** on fading Brexit optimism.
- **Weekly bearish, monthly outlook neutral**.
- GBPMYR has lost its upside strength and likely to extend a reversal lower. Caution that losing 5.3625 will tilt GBPMYR even lower, with to head to 5.3497.
- **Key resistances**: 5.3678 (R1), 5.3718 (R2), 5.3748 (R3)
- **Key supports**: 5.3625 (S1), 5.3600 (S2), 5.3580 (S3)
- **Expected range for the day:** 5.3610 – 5.3730

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

Indicative AUDUSD 0.7075



Source: Reuters

- AUDUSD opened at 0.7092 today. **Daily outlook slightly bearish** on the back of a stronger USD and weaker risk appetite in Asia on back of weak US equity close.

- **Weekly outlook bearish, monthly outlook neutral**.

- Investor fatigue and easing risk appetite adding to short term pressure against AUDUSD. The pair has held relatively well amidst the broader USD strength but short term support at 0.7070 should hold if not it opens up stronger support to 0.7000

- **Expect continued consolidation as markets await developments elsewhere**.

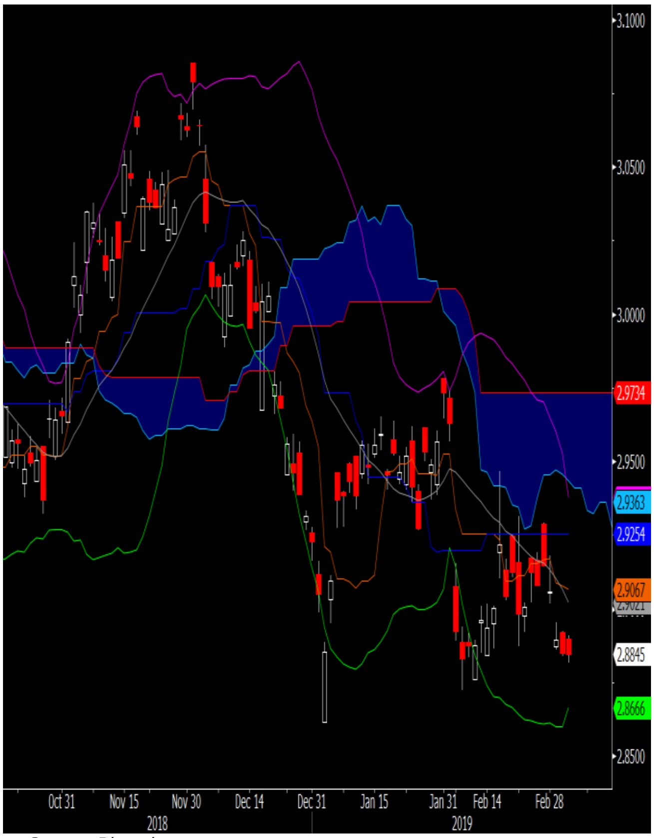
- **Key resistances:** 0.7120 (R1), 0.7160 (R2), 0.7204 (R3)

- **Key supports:** 0.7070 (S1), 0.7036 (S2), 0.7000 (S3)

- **Expected range for the day:** 0.7065 – 0.7110

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

Indicative AUDMYR 2.8845



Source: Bloomberg

- AUDMYR opened 48pips higher at 2.8899 today. **Daily outlook bearish**, pressured by a weaker AUD.

- **Weekly and monthly outlook bearish**.

- A bearish trend is taking hold of AUDMYR. Caution that losing 2.8845 will likely encourage the bears further and push it lower to circa 2.8668 – 2.8723.

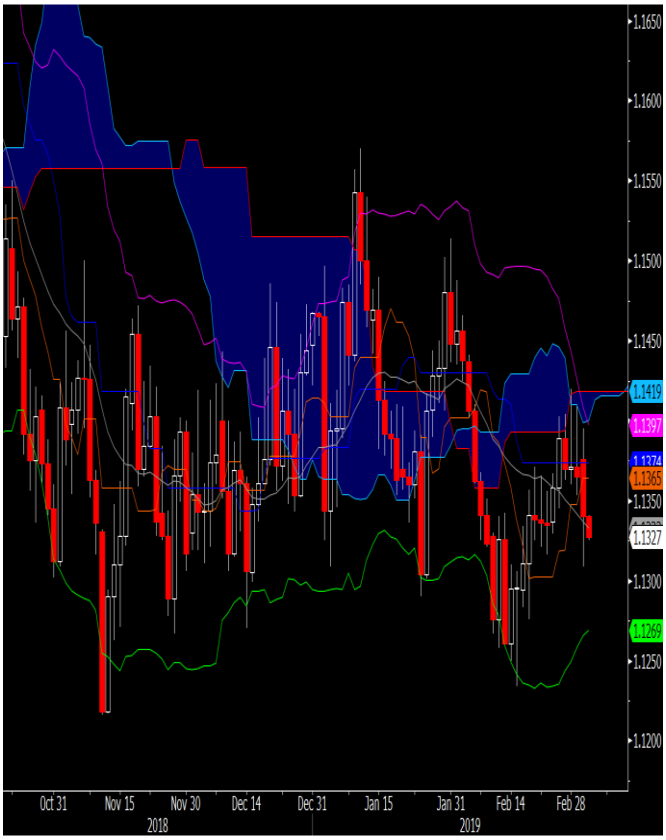
- **AUDMYR is now unlikely to advance to 2.9353**.

- **Key resistances:** 2.8895 (R1), 2.8917 (R2), 2.8941 (R3)

- **Key supports:** 2.8817 (S1), 2.8800 (S2), 2.8785 (S3)

- **Expected range for the day:** 2.8810 – 2.8910

Indicative EURUSD 1.1327



Source: Bloomberg

- EURUSD opened unchanged at 1.1340. **Daily outlook bearish** on the back of a soft EUR.
- **Weekly bearish and monthly outlook neutral**.
- Technical outlook suggests market fatigue trying to clear the 1.1400 resistance. Currently, 1.1400 providing good short term resistance and failure to cross it is providing momentum for the pair to head towards 1.1267.
- **Expect ECB and NFP to affect short term prices later this week.**
- **Key resistances:** 1.1365 (R1), 1.1400 (R2), 1.1430 (R3)
- **Key supports:** 1.1300 (S1), 1.1267 (S2), 1.1230 (S3)
- **Expected range for the day:** 1.1305 – 1.1350

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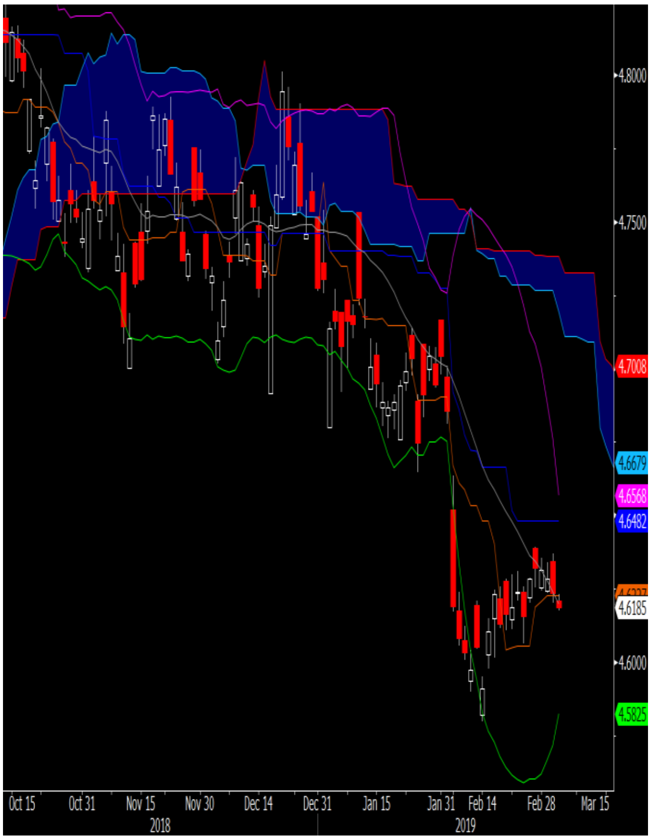
Indicative EURMYR 4.6185



Source: Bloomberg

- EURMYR opened 27pips lower at 4.6207 today. **Daily outlook slightly bearish**, led by a soft EUR.
- **Weekly outlook bullish, monthly outlook neutral**.
- Technical landscape has changed after losing 4.6227. EURMYR is tilted to the downside, with room to test 4.6010 going forward.
- **EURMYR is now unlikely to climb to 4.6350**.
- **Key resistances:** 4.6227 (R1), 4.6260 (R2), 4.6287 (R3)
- **Key supports:** 4.6173 (S1), 4.6147 (S2), 4.6111 (S3)
- **Expected range for the day:** 4.6120 – 4.6230

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