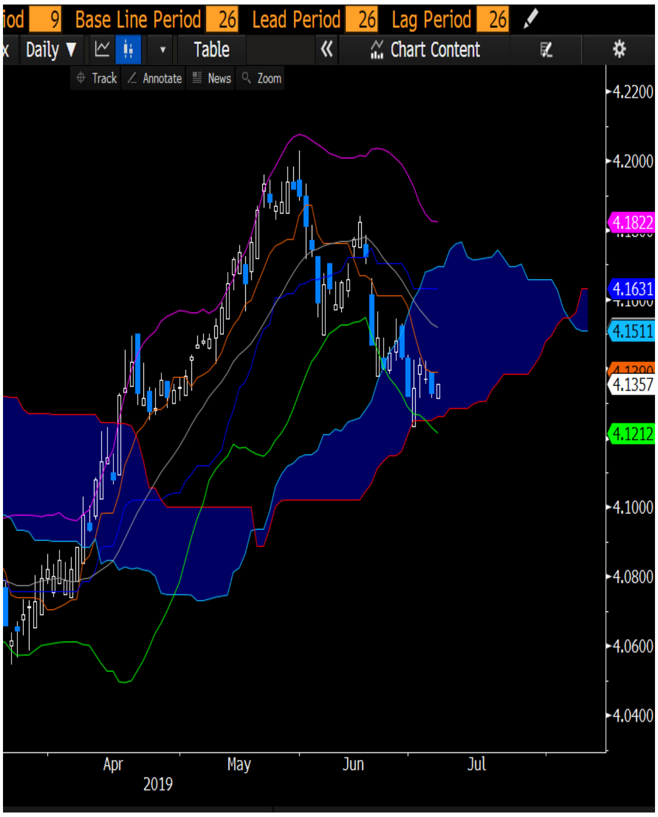
## Global Markets Research

## FX Strategy

# Daily Currency Outlook – 11am edition

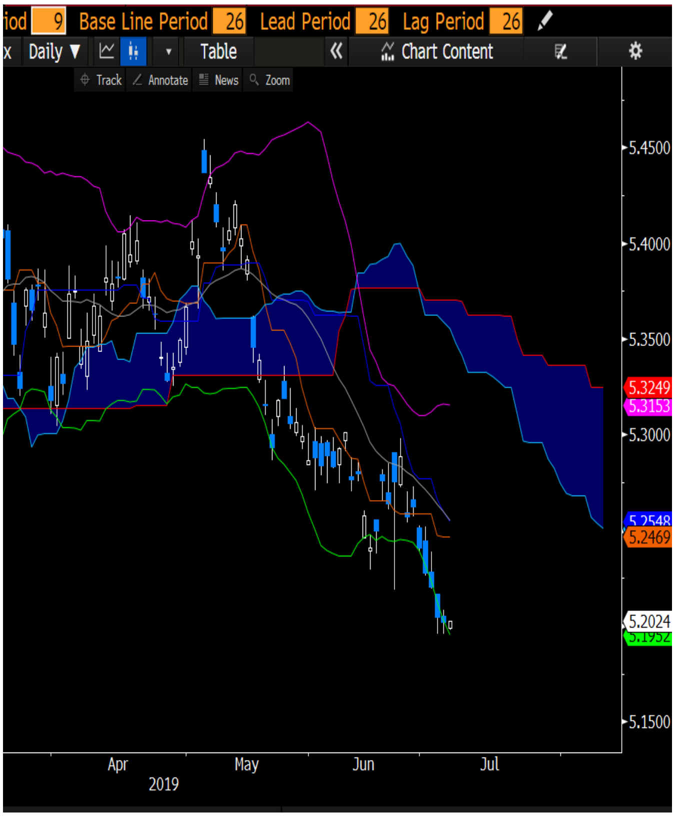
**Indicative USDMYR 4.1350**




*Source: Bloomberg*

- USDMYR opened marginally lower at 4.1315. **Daily outlook neutral.**
- **Weekly outlook neutral to slightly bullish and monthly outlook bearish**.
- **We are neutral on USDMYR today** post 4th July US holiday and ahead of NFP release. **We remain bullish MYR in the medium term** given that MYR continues to trade below the 4.1600 pivot as well as ongoing expectations of a Fed rate cut in late July.
- **Key resistances:** 4.1375 (R1), 4.1400 (R2), 4.1450 (R3)
- **Key supports:** 4.1325 (S1), 4.1300 (S2), 4.1250 (S3)
- **Expected range for the day:** 4.1300– 4.1400

**Indicative GBPMYR 5.2015**

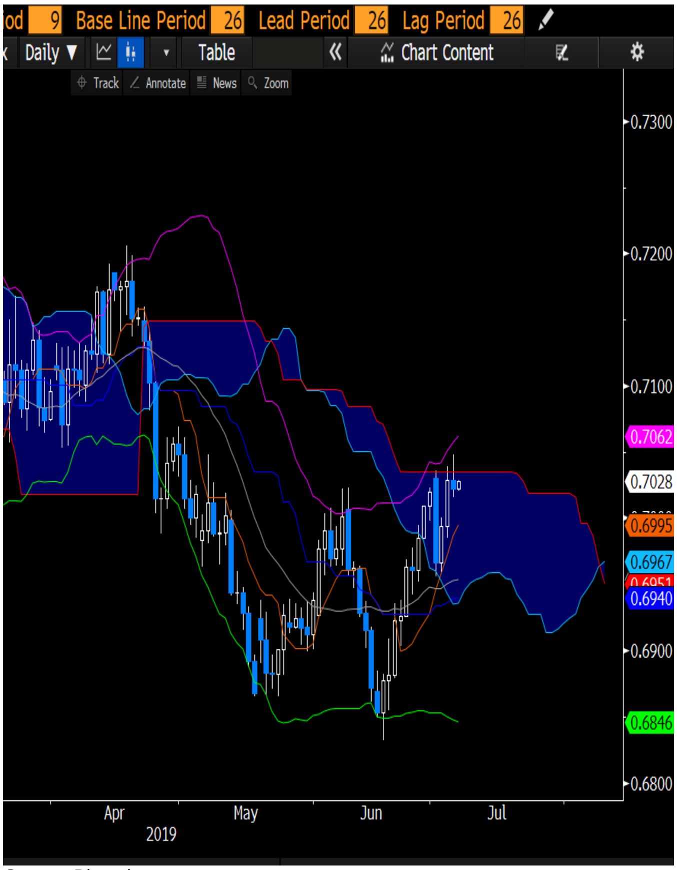



*Source: Bloomberg*

- GBPMYR opened marginally lower at 5.1987 today. **Daily outlook neutral to slightly bearish**.
- **Weekly outlook bearish and monthly outlook neutral**.
- **We remain bearish on the pair** due to a dovish BOE and poor economic data. In the medium term, leadership and Brexit uncertainties would likely keep the sterling under pressure from now until 31 Oct.
- **Key resistances**: 5.2100 (R1), 5.2200 (R2), 5.2400 (R3)
- **Key supports**: 5.1900 (S1), 5.1800 (S2), 5.1700 (S3)
- **Expected range for the day:** 5.1900– 5.2100

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

### Indicative AUDUSD 0.7024




*Source: Bloomberg*

- AUDUSD opened unchanged at 0.7022 today. **Daily outlook neutral to mildly bearish.**

- **Weekly and monthly outlook slightly bullish.**

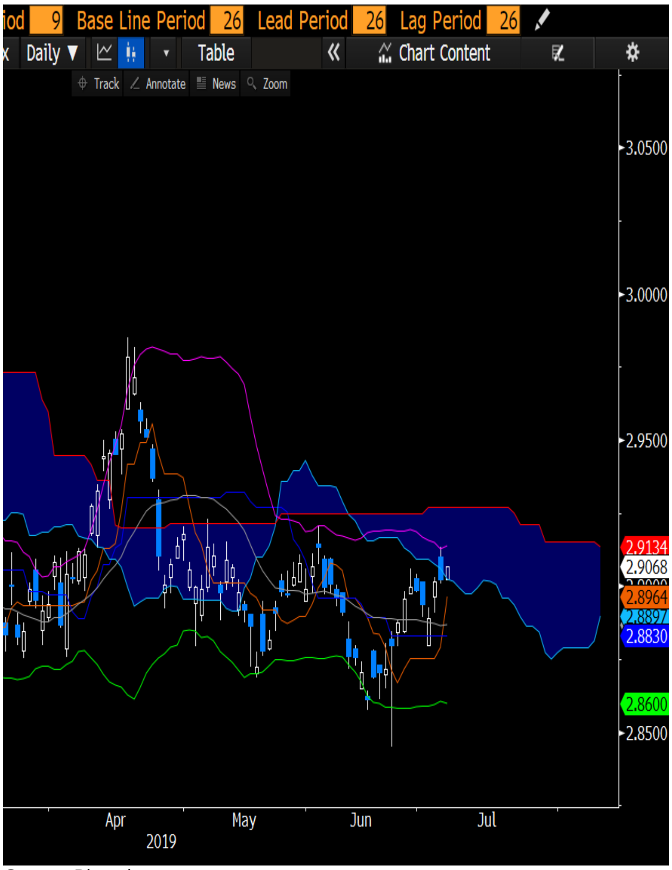
- **AUD looks neutral to mildly bearish** in the short term due to subdued markets post 4th July holiday and ahead of NFP release. 100 DMA currently is providing some resistance for the pair as AUD fails to hold onto gains circa 0.7040 and has dropped to current levels at time of writing. As mentioned previously, Fed and US-China trade events likely to determine AUD direction in the more medium term as RBA fails to provide any directional clues.

- **Key resistances:** 0.7050 (R1), 0.7075 (R2), 0.7100 (R3)

- **Key supports:** 0.7000 (S1), 0.6975 (S2), 0.6950 (S3)

- **Expected range for the day:** 0.7000-0.7050

### Indicative AUDMYR 2.9044




*Source: Bloomberg*

- AUDMYR opened unchanged at 2.9025 today. **Daily outlook neutral.**

- **Weekly outlook neutral and monthly outlook slightly bearish.**

- **Both components looking neutral** in the short term post 4th July holiday and ahead of NFP release. Top of Bollinger circa 2.9150 providing some resistance to the recent AUD spike post the RBA cut. In the more medium term, pair is more likely influenced by US-China trade outcomes as both components are more sensitive to developments in that space.

- **Key resistances:** 2.9100 (R1), 2.9250 (R2), 2.9350 (R3)

- **Key supports:** 2.8900 (S1), 2.8750 (S2), 2.8600 (S3)

- **Expected range for the day:** 2.8900– 2.9100

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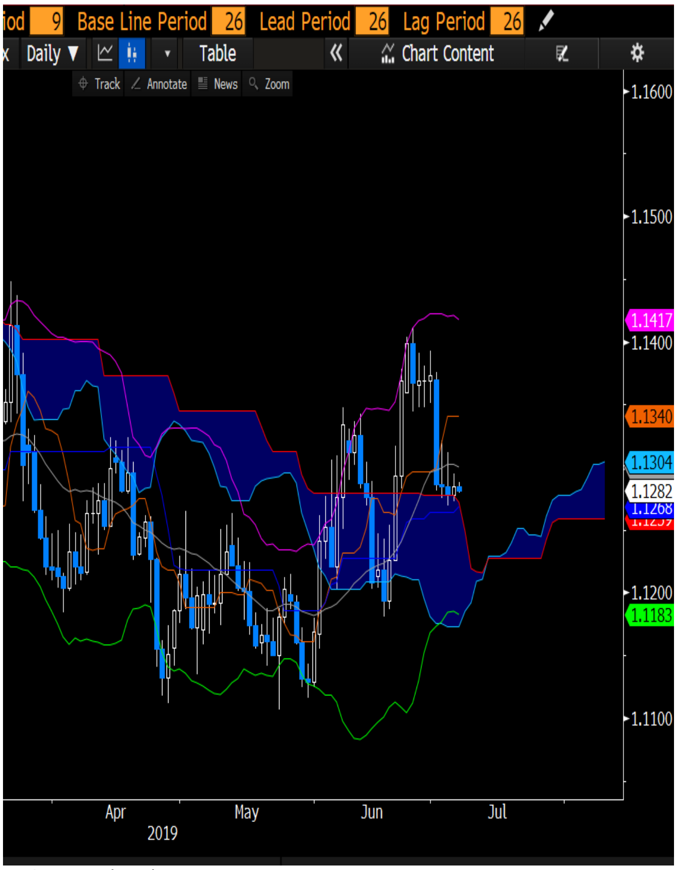
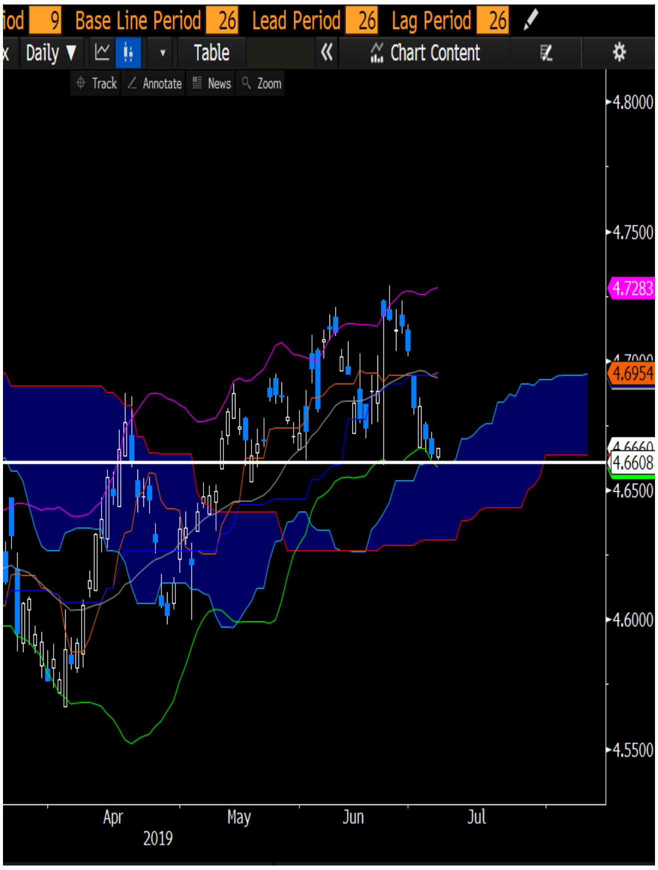
**Indicative EURUSD 1.1282**




*Source: Bloomberg*

- EURUSD opened unchanged at 1.1285 today. **Daily outlook neutral.**
- **Weekly outlook bearish and monthly outlook bullish**.
- **We remain neutral EUR today** as the data calendar remains light post 4th July holiday and ahead of NFP release. In the more medium term, we continue to be bullish EUR as the Fed is expected to cut rates this year while the ECB likely to hold its key rates steady for the remainder of 2019.
- **Key resistances:** 1.1300 (R1), 1.1320 (R2), 1.1350 (R3)
- **Key supports:** 1.1270 (S1), 1.1250 (S2), 1.1230 (S3)
- **Expected range for the day:** 1.1270 – 1.1300

**Indicative EURMYR 4.6655**




*Source: Bloomberg*

- EURMYR opened marginally lower at 4.6628 today. **Daily outlook neutral.**
- **Weekly outlook bullish, monthly outlook bearish**.
- **We are neutral on the pair today** post 4th July holiday and ahead of NFP release. Pair has been grinding lower following a lower EUR component over the past week on the profit taking move with 4.64 support and 100 DMA likely to contain further moves. In the medium term, we remain bullish pair as EUR component is likely to outperform given anticipated Fed rate cut.
- **Key resistances:** 4.6800 (R1) 4.6950 (R1), 4.7080 (R3)
- **Key supports:** 4.6600 (S1), 4.6450 (S2), 4.6400 (S3)
- **Expected range for the day:** 4.6450– 4.6800

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