

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1525

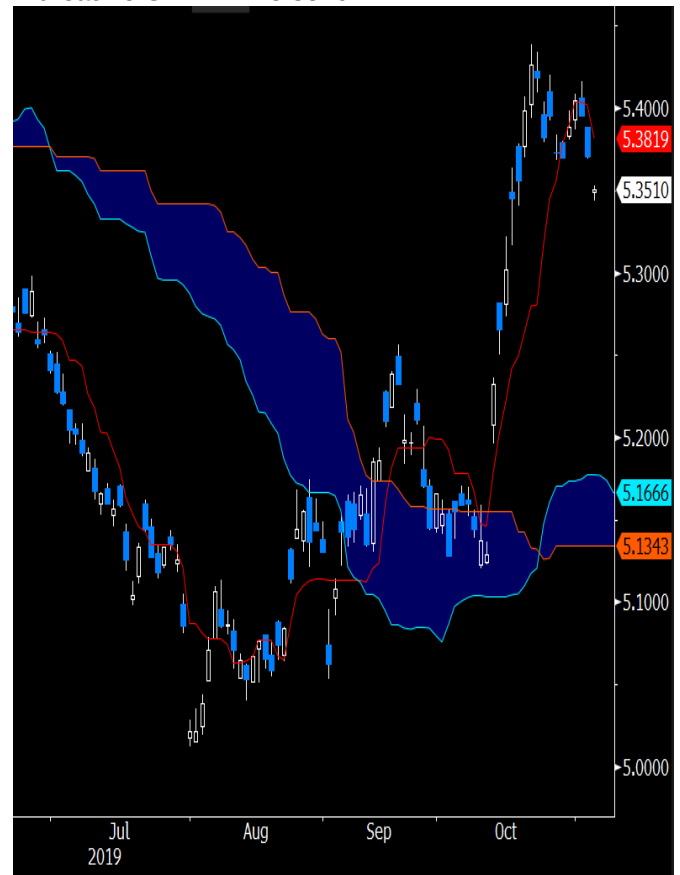


Source: Bloomberg

- USDMYR opened little changed at 4.1495 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook bullish.**
- **We are bullish on MYR today**, expecting the local unit to continue riding on the current risk-on sentiment. We maintain our bearish view on MYR in the medium term as we are still bullish on USD over the Fed's clear signal that it would not ease policy further this year.
- **Key resistances:** 4.1550 (S1), 4.1600 (S2), 4.1650 (S3)
- **Key supports:** 4.1500 (R1), 4.1450 (R2), 4.1400 (R3)
- **Expected range for the day:** 4.1400-4.1600

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

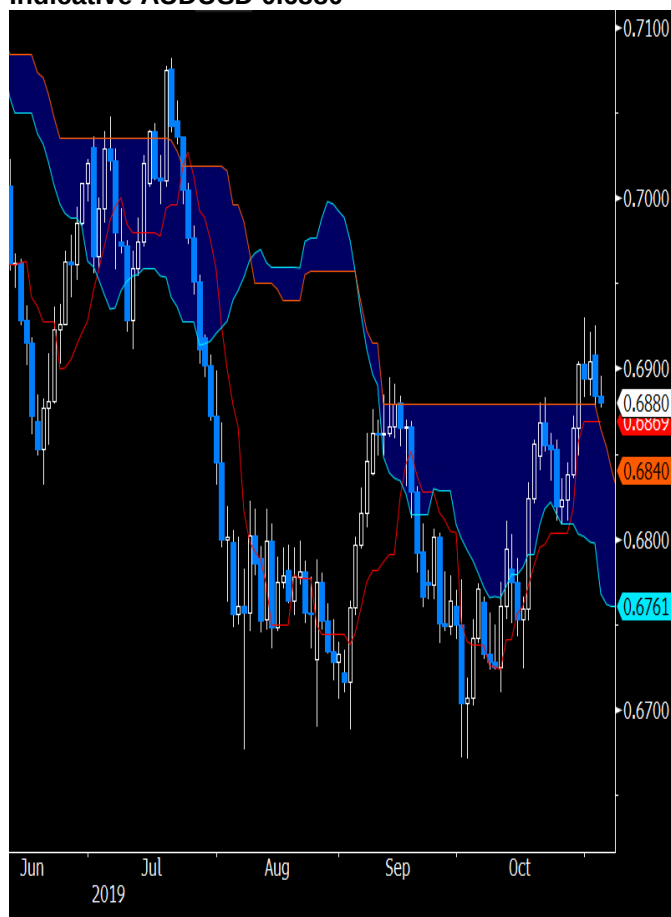
Indicative GBPMYR 5.3510



Source: Bloomberg

- GBPMYR opened 0.39% lower at 5.3494 today. **Daily outlook bearish.**
- **Weekly outlook bearish; monthly outlook neutral** and will be headlines driven.
- **We are bearish on GBP** as MYR strength continued to outweigh that of the sterling amidst a lack of Brexit headline. **Medium term outlook is bearish** but is mainly driven by headlines surrounding Brexit and UK upcoming ballots.
- **Key resistances:** 5.3680 (R1), 5.3830 (R2), 5.3900 (R3)
- **Key supports:** 5.3400 (S1), 5.3250 (S2), 5.3200 (S3)
- **Expected range for the day:** 5.3300- 5.3680

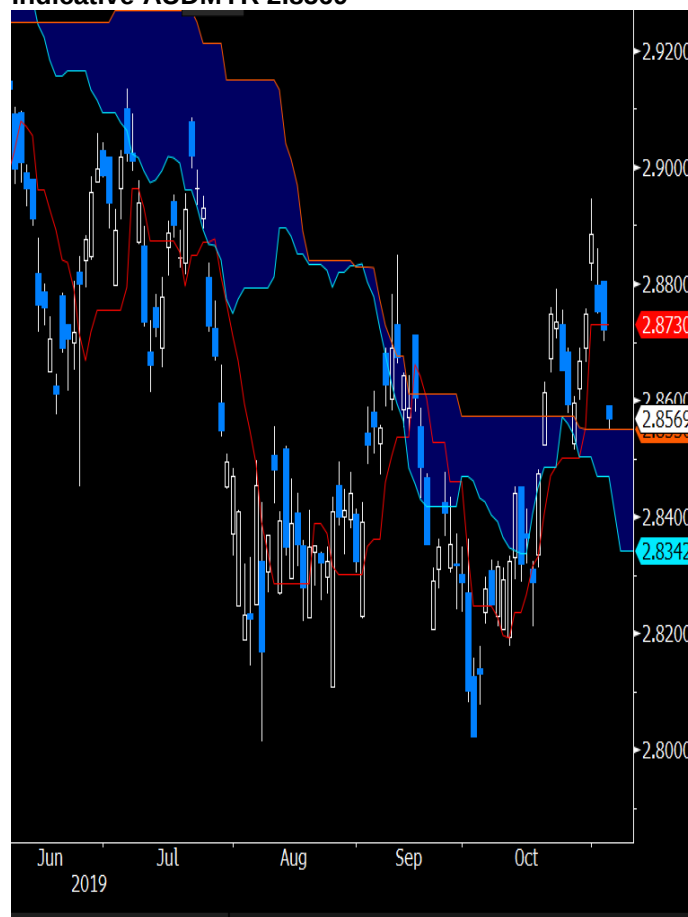
Indicative AUDUSD 0.6880



Source: Bloomberg

- AUDUSD opened unchanged at 0.6884 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are neutral on AUD today** ahead of RBA's cash rate decision at Malaysian time 11.30am. AUD had spiked in early Asian morning as markets are expecting the RBA to keep cash rate steady and we believe positive trade sentiment is likely lending some support. **We look to RBA's statement today to gauge the AUD's medium term outlook.**
- **Key resistances:** 0.6900 (R1), 0.6930 (R2), 0.6950 (R3)
- **Key supports:** 0.6870 (S1), 0.6850 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6850- 0.6930

Indicative AUDMYR 2.8569

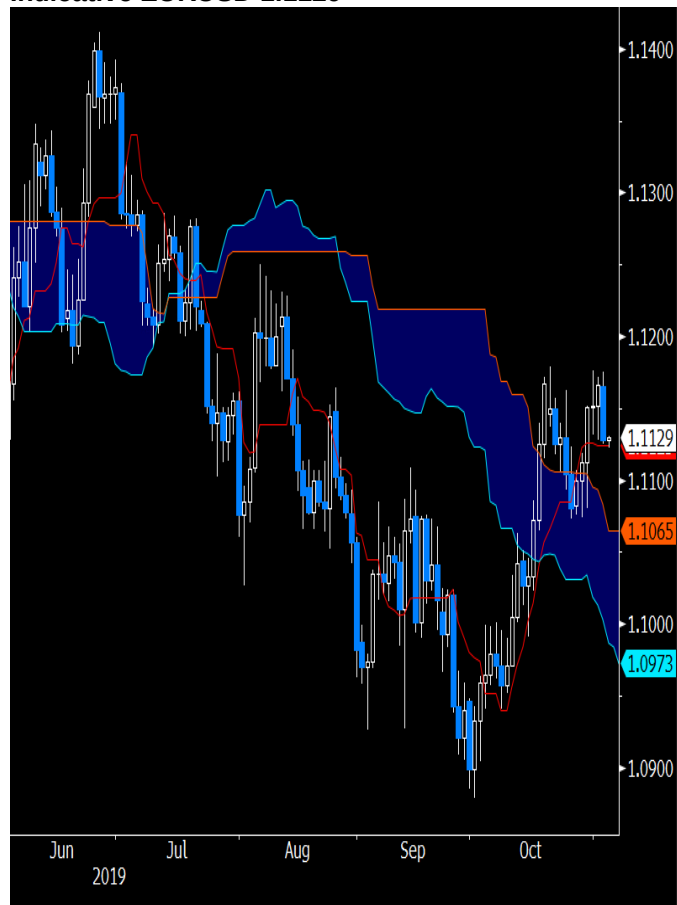


Source: Bloomberg

- AUDMYR opened 0.45% lower at 2.8591 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **We are bearish on the pair today as MYR strength continues to weigh on AUD ahead of RBA's cash rate decision.** We look to RBA's statement today to gauge the AUD's medium term outlook.
- **Key resistances:** 2.8600 (R1), 2.8650 (R2), 2.8700 (R3)
- **Key supports:** 2.8530 (S1), 2.8500 (S2), 2.8450 (S3)
- **Expected range for the day:** 2.8500– 2.8700

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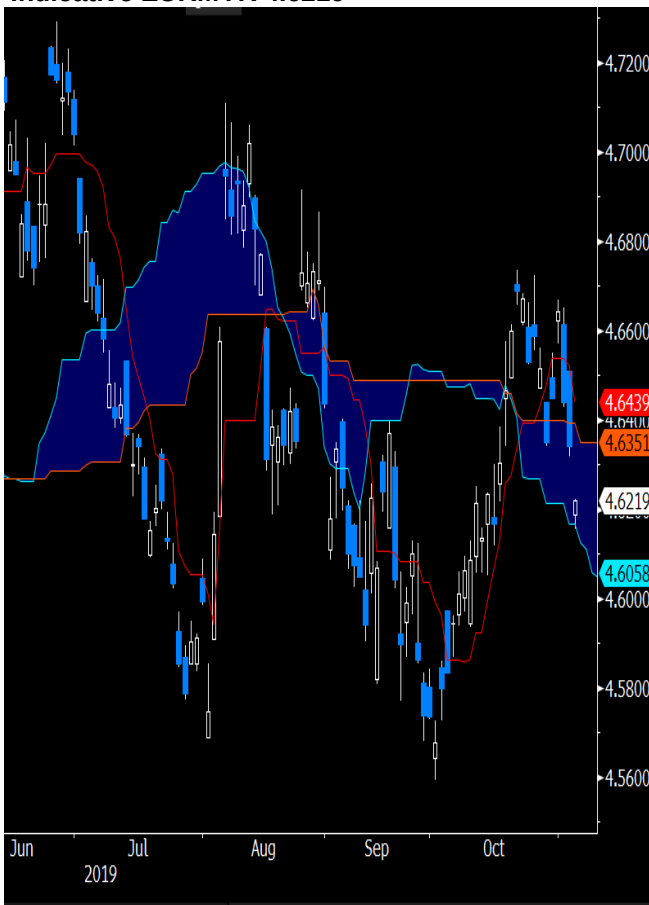
Indicative EURUSD 1.1129



Source: Bloomberg

- EURUSD opened unchanged at 1.1128 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **We are neutral on EUR today** as the single currency is likely trading around recent ranges amidst a lack of key events, but watch out for US ISM non-manufacturing index. In the medium term, outlook remains bearish as the ECB restarts APP this month.
- **Key resistances:** 1.1150 (R1), 1.1180 (R2), 1.1200 (R3)
- **Key supports:** 1.1120 (S1), 1.1100 (S2), 1.1080 (S3)
- **Expected range for the day:** 1.1100-1.1150

Indicative EURMYR 4.6219



Source: Bloomberg

- EURMYR opened 0.33% lower at 4.6187 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **We are bearish on the pair today** as MYR strength continues to outweigh EUR in a risk-on environment. **In the medium term, we remain bearish EUR** as the ECB restarts its Asset Purchase Program this month.
- **Key resistances:** 4.6300 (R1) 4.6350 (R1), 4.6400 (R3)
- **Key supports:** 4.6100 (S1), 4.6050 (S2), 4.6000 (S3)
- **Expected range for the day:** 4.6100– 4.6300

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