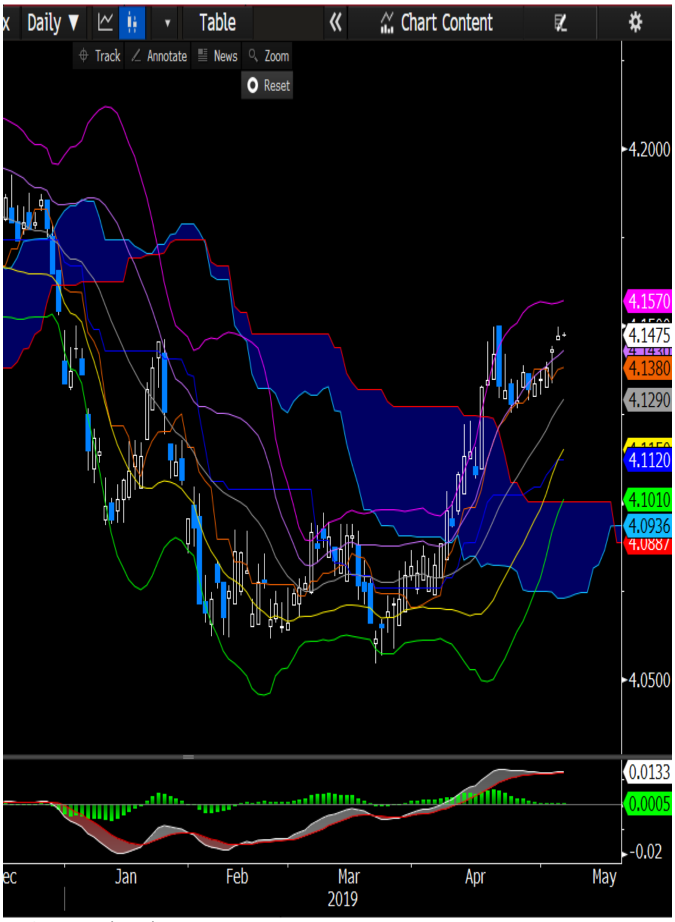
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1490

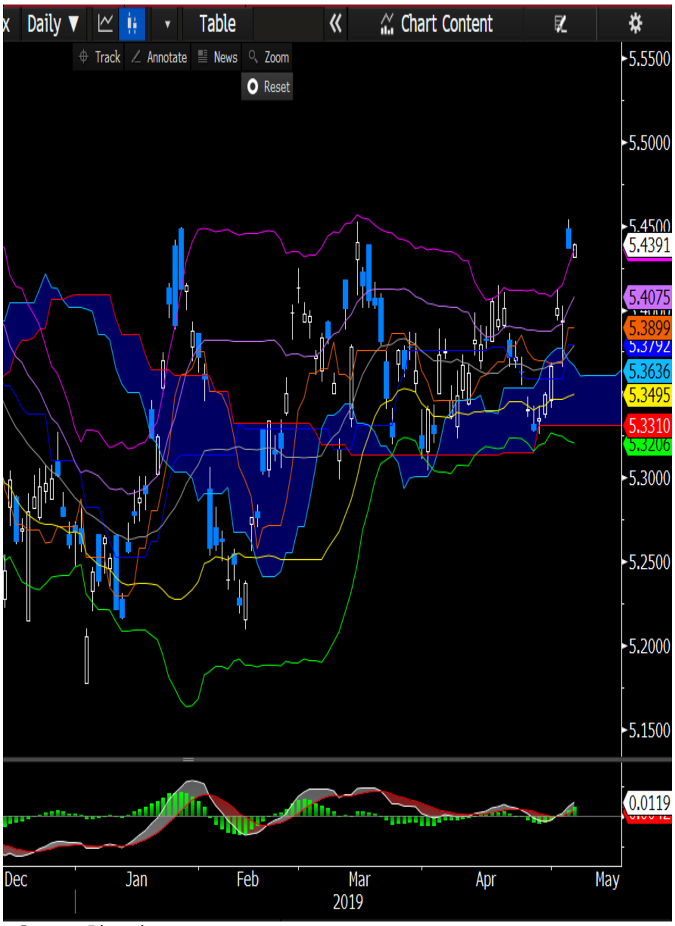


Source: Bloomberg

- USDMYR opened a tad higher at 4.1475 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bullish**.
- US-China trade spat caused the broad USD to spike on safe haven demand. However, by NYK close, the USD gave back some ground as cooler heads prevail and risk assets pare back some losses. We have BNM MPC later today which will be the focus where market consensus is for a 25s bps cut which could be the catalyst needed to drive the pair above 4.15 handle.
- **Key resistances:** 4.1500 (R1), 4.1550(R2), 4.1650 (R3)
- **Key supports:** 4.1450 (S1), 4.1400 (S2), 4.1350 (S3)
- **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*

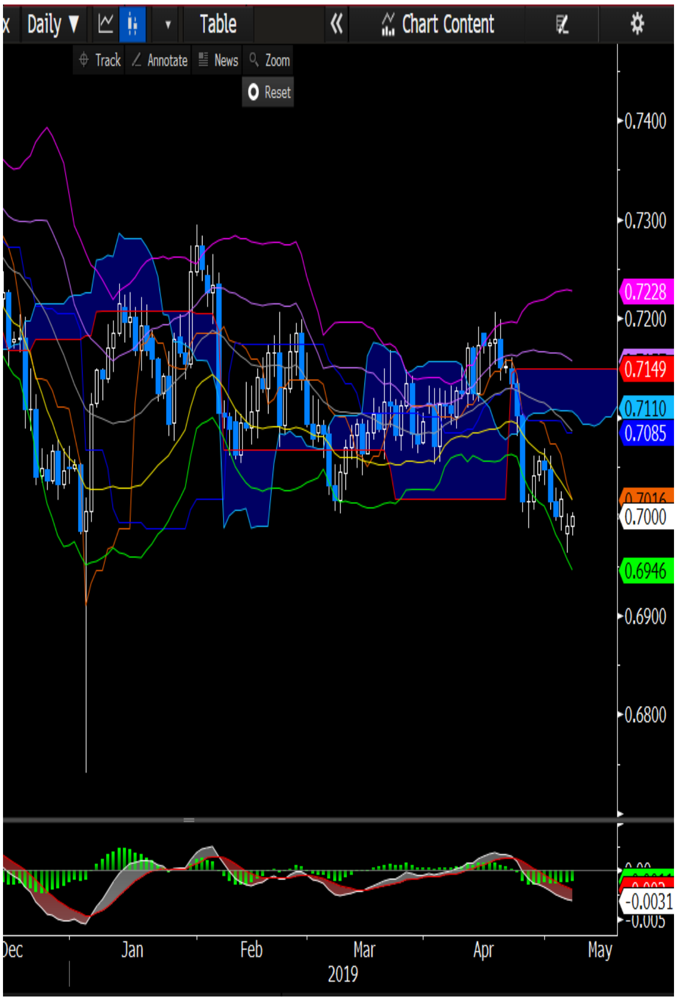
Indicative GBPMYR 5.4365



Source: Bloomberg

- GBPMYR opened 0.10% lower at 5.4316 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook neutral**.
- GBPMYR continues to maintain bullishness as both components showing bullish signals in a hawkish BOE for GBPUSD and flight to safety in USDMYR.
- **Key resistances**: 5.4715 (R1), 5.4850 (R2), 5.5075 (R3)
- **Key supports**: 5.4300 (S1), 5.4150 (S2), 5.3800 (S3)
- **Expected range for the day:** 5.4300 – 5.4700

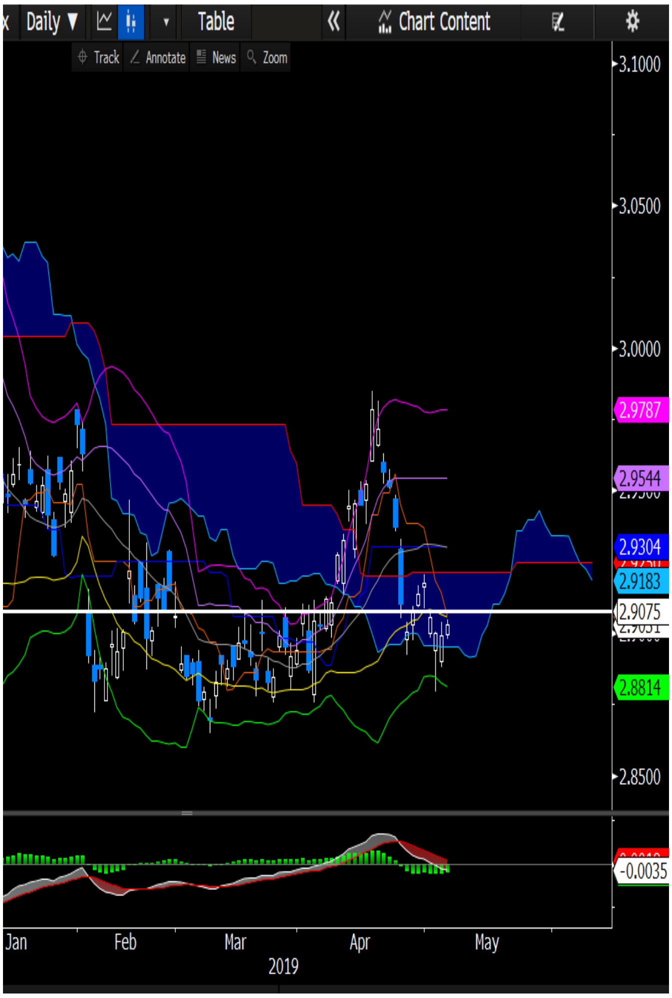
Indicative AUDUSD 0.6998



Source: Bloomberg

- AUDUSD opened unchanged at 0.6991 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish**.
- US-China trade tensions continue to dampen risk appetite and maintaining downside pressure for the pair. We have RBA later in the day which should provide some direction for the pair.
- **Key resistances:** 0.7030 (R1), 0.7050 (R2), 0.7100 (R3)
- **Key supports:** 0.6950 (S1), 0.6920 (S2), 0.6900 (S3)
- **Expected range for the day:** 0.6950 – 0.7030

Indicative AUDMYR 2.9025



Source: Bloomberg

- AUDMYR opened a tad higher at 2.8997 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish**.
- AUDMYR has a busy day today with both components having central bank meets. Trend still looks bearish with a close above 2.93 only to negate downside pressure.
- **Key resistances:** 2.9050 (R1), 2.9100 (R2), 2.9150 (R3)
- **Key supports:** 2.8900 (S1), 2.8850 (S2), 2.8800 (S3)
- **Expected range for the day:** 2.8900 – 2.9150

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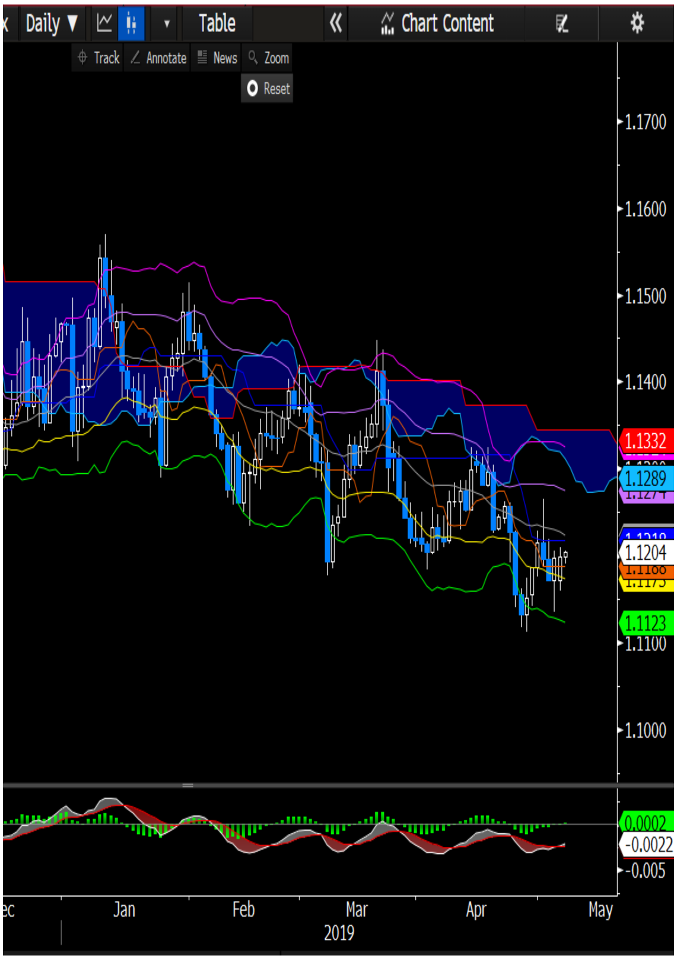
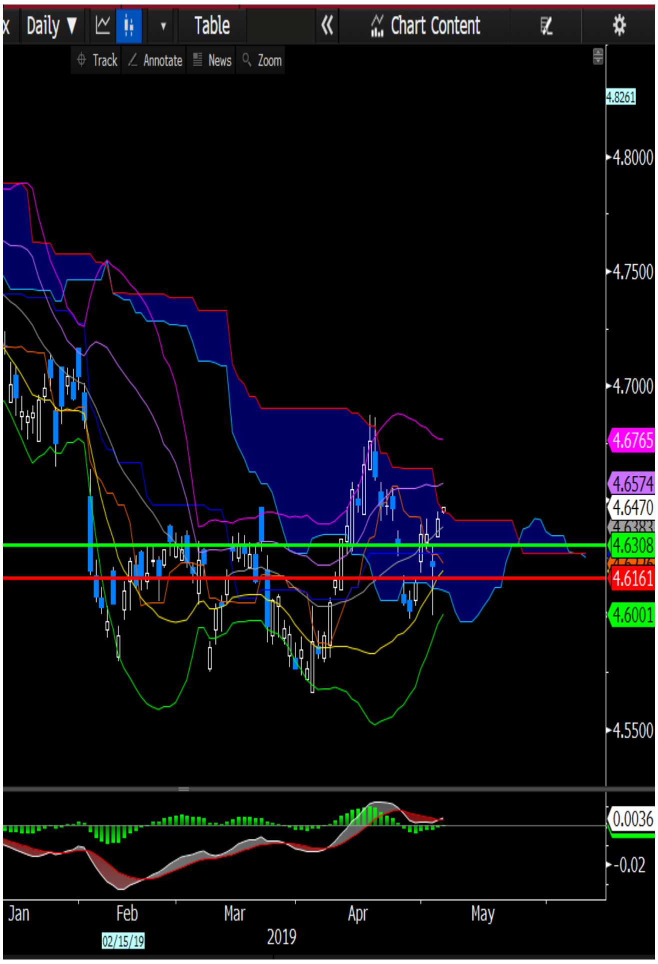
Indicative EURUSD 1.1202



Source: Bloomberg

- EURUSD opened slightly higher at 1.1199. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish**.
- EUR recovered from day lows to close circa 1.1200. Short term momentum suggests EUR is likely to head higher as it retraces the trade spat move. However, given the broad sentiment, it is likely to trade lower once there is any detrimental headlines on trade.
- **Key resistances:** 1.1230 (R1), 1.1250 (R2), 1.1280 (R3)
- **Key supports:** 1.1150 (S1), 1.1130 (S2), 1.1100 (S3)
- **Expected range for the day:** 1.1150 – 1.1230

Indicative EURMYR 4.6475



Source: Bloomberg

- EURMYR opened 0.07% higher at 4.6451 today. **Daily outlook bullish.**
- **Weekly outlook bullish, monthly outlook bearish**.
- EURMYR trades choppy as headlines were dominating financial markets. Pair retraced losses sustained during announcement of trade spat and closes just shy of 100 DMA. Pair is expected to be muted ahead of BNM MPC.
- **Key resistances:** 4.6510 (R1), 4.6700 (R2), 4.6800 (R3)
- **Key supports:** 4.6250 (S1), 4.6100 (S2), 4.6000 (S3)
- **Expected range for the day:** 4.6250– 4.6600

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