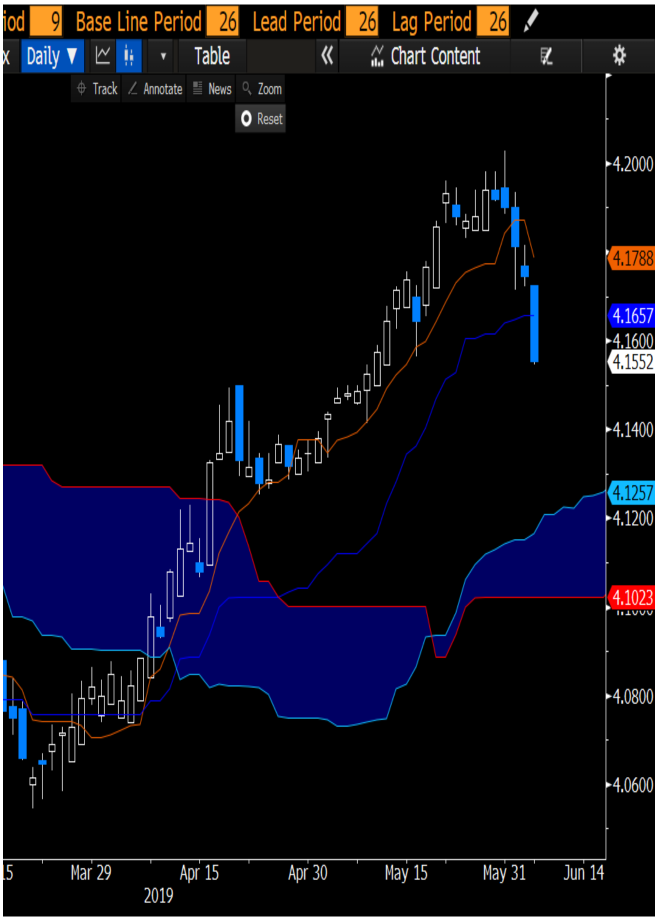
June 7, 2019

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

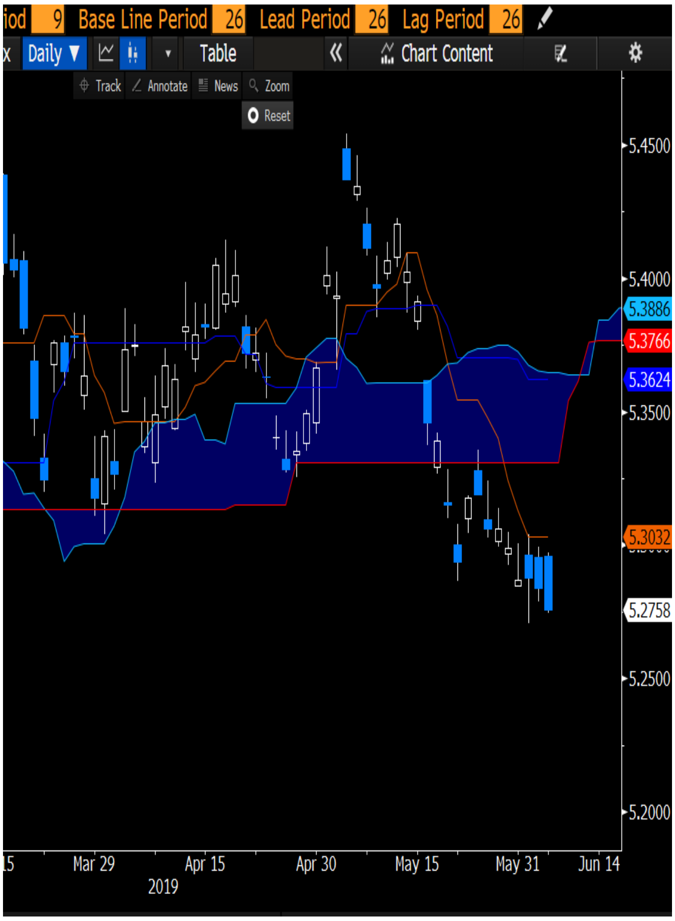
Indicative USDMYR 4.1600



Source: Bloomberg

- USDMYR opened marginally lower at 4.1725 as USD continues to trade weak. **Daily outlook bearish.**
- **Weekly and monthly outlook bullish**.
- **MYR remains bullish** as Fed members are turning dovish while expressing concerns on risks to growth due to prolonged trade and global growth worries, increasing the chances of a Fed rate cut.
- **Key resistances:** 4.1800 (R1), 4.1850 (R2), 4.1900 (R3)
- **Key supports:** 4.1550 (S1), 4.1525 (S2), 4.1500 (S3)
- **Expected range for the day:** 4.1550– 4.1750

Indicative GBPMYR 5.2820

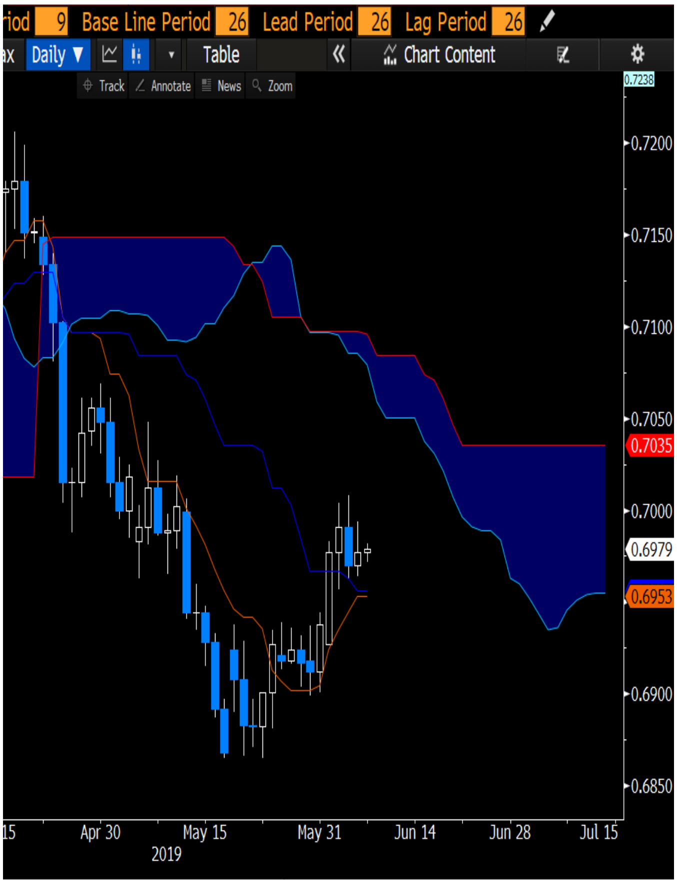


Source: Bloomberg

- GBPMYR opened 0.22% higher at 5.2959 today. **Daily outlook neutral to slightly bearish**.
- **Weekly outlook bearish and monthly outlook neutral**.
- We remain bearish GBP over the medium term with Brexit worries still weighing. Adding weight to the pair in the short term is the USDMYR component as dovish comments by Fed members are causing the USD to trade weak.
- **Key resistances**: 5.3000 (R1), 5.3200 (R2), 5.3400 (R3)
- **Key supports**: 5.2700 (S1), 5.2500 (S2), 5.2300 (S3)
- **Expected range for the day:** 5.2600 – 5.3000

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

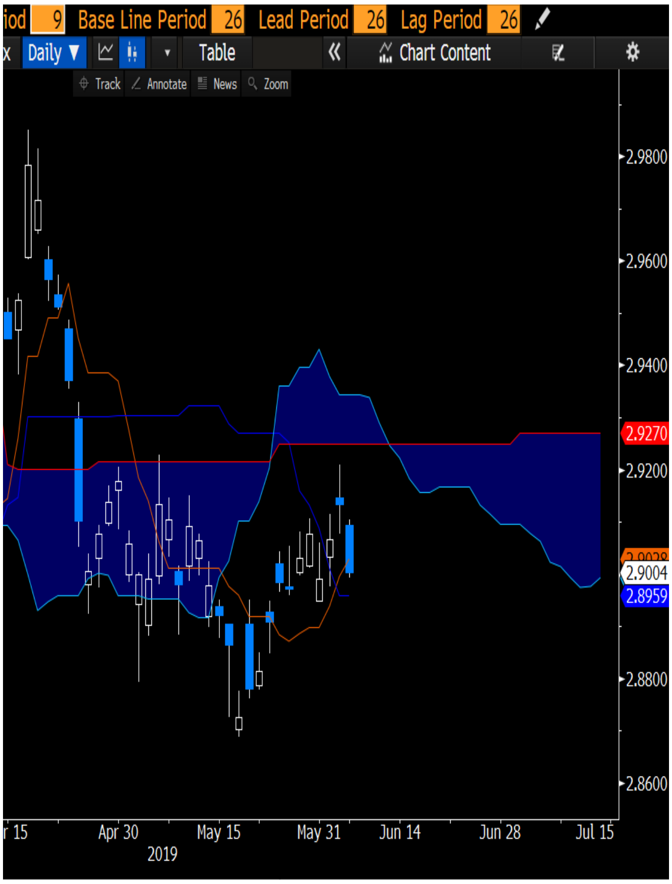
Indicative AUDUSD 0.6979



Source: Bloomberg

- AUDUSD opened unchanged at 0.6977 today. **Daily outlook mildly bullish.**
- **Weekly outlook bullish and monthly outlook bearish**.
- **We turn bullish on AUD** as AUD remains relatively resilient after the RBA cut as Fed members turn dovish and expressed concerns over global growth worries and prolonged trade tensions which increases the chances of a Fed rate cut.
- **Key resistances:** 0.7000 (R1), 0.7025 (R2), 0.7050 (R3)
- **Key supports:** 0.6950 (S1), 0.6925 (S2), 0.6900 (S3)
- **Expected range for the day:** 0.6950 – 0.7000

Indicative AUDMYR 2.9030



Source: Bloomberg

- AUDMYR opened 0.14% lower at 2.9093 today. **Daily outlook bearish** on weak USDMYR component**.**
- **Weekly and monthly outlook bearish**.
- Broad-based weakness in USD gave MYR component time to catch up after the holidays resulting in a lower AUDMYR. Short term support sitting at 2.8950 whilst the stronger support coming in at 2.8680. NFP due later likely to give further directional clues to the broad USD move.
- **Key resistances:** 2.9150 (R1), 2.9200 (R2), 2.9400 (R3)
- **Key supports:** 2.9000 (S1), 2.8900 (S2), 2.8800 (S3)
- **Expected range for the day:** 2.8900 – 2.9150

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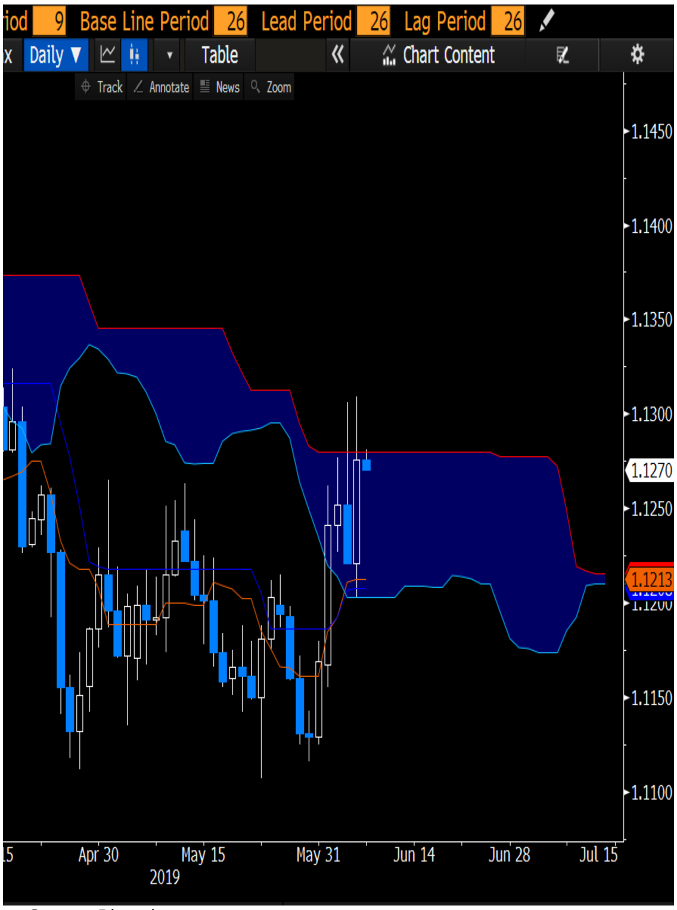
Indicative EURUSD 1.1275

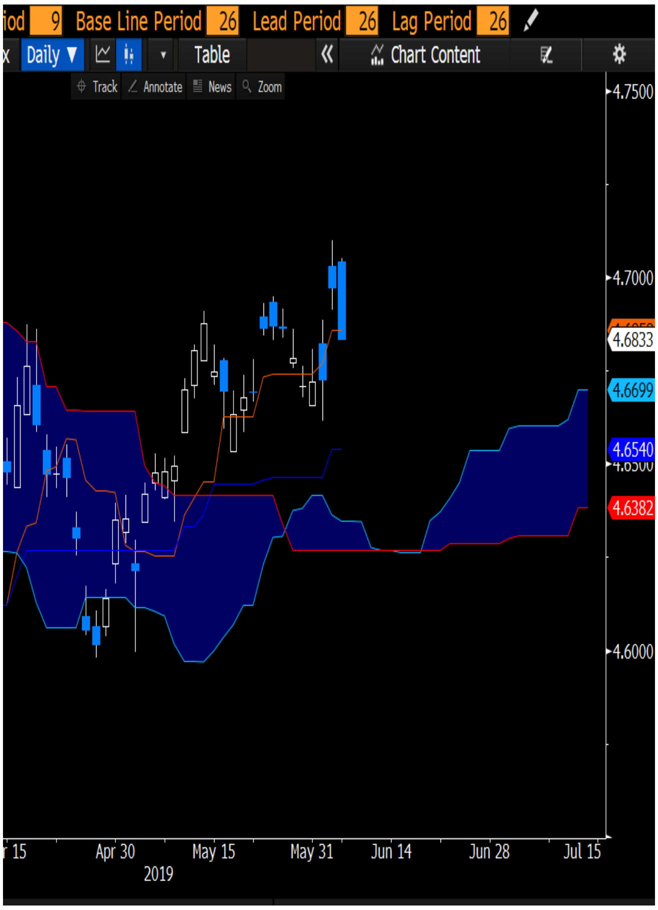


Source: Bloomberg

- EURUSD opened unchanged at 1.1276 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook bearish**.
- Continued USD weakness gave EUR the strength needed to break past Ichimoku cloud top to test 1.13 handle. ECB has commented that rates are likely to continue to stay at present levels at least to H1 2020 coupled with a dovish Fed likely to continue to lend EUR some support going forward.
- **Key resistances:** 1.1300 (R1), 1.1330 (R2), 1.1360 (R3)
- **Key supports:** 1.1250 (S1), 1.1220 (S2), 1.1200 (S3)
- **Expected range for the day:** 1.1250 – 1.1330

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

Indicative EURMYR 4.6905



Source: Bloomberg

- EURMYR opened 0.15% higher at 4.7041 today. **Daily outlook neutral to mildly bearish.**
- **Weekly outlook bullish, monthly outlook bearish**.
- EURMYR traded lower as MYR component plays catch up over the weak USD after coming back from 2 days holiday. Short term support coming in at 4.6765 whilst the stronger support coming in circa 4.6400.
- **Key resistances:** 4.7050 (R1) 4.7100 (R1), 4.7200 (R3)
- **Key supports:** 4.6800 (S1), 4.6700 (S2), 4.6600 (S3)
- **Expected range for the day:** 4.6700– 4.7000

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