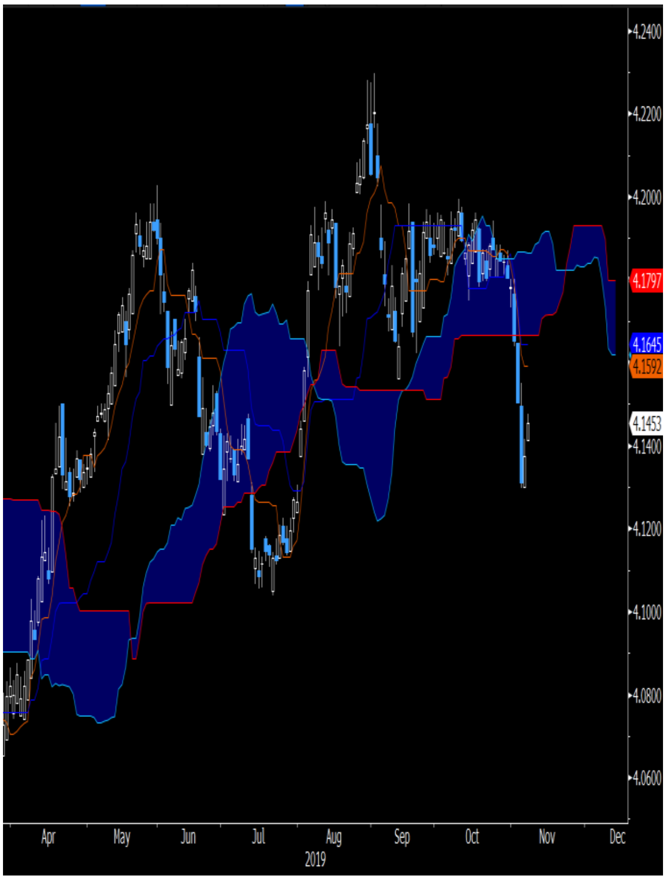
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

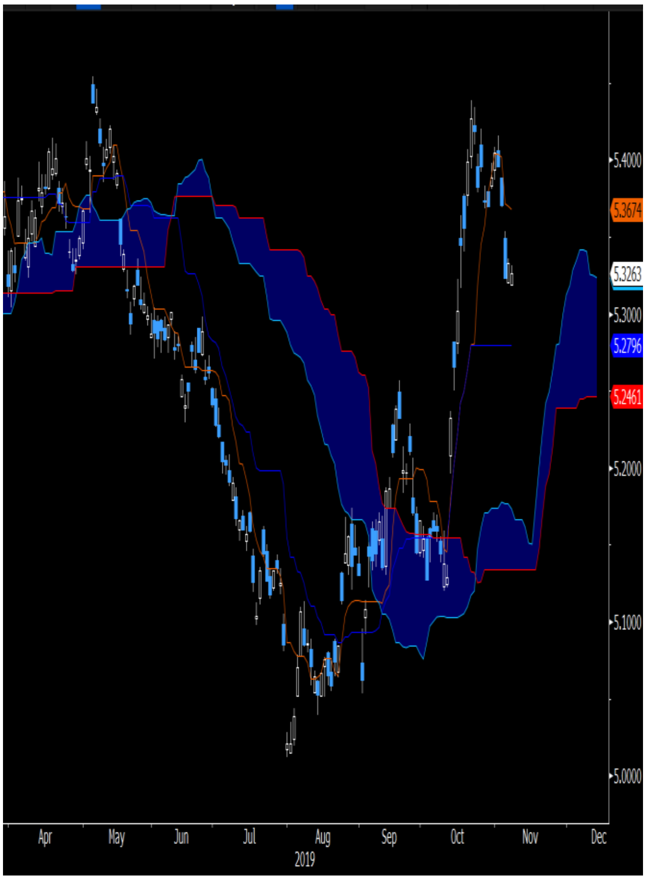
Indicative USDMYR 4.1453



Source: Bloomberg

- USDMYR opened higher at 4.1412 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bullish.**
- **We continue to see bullishness in USDMYR today**, taking cue from somewhat dented risk sentiments amid reduced trade deal optimism now that the partial US-China deal would be delayed until December. **We also maintain our bearish view on MYR in the medium term** on expectation the Fed would not ease policy further this year amid still decent US data.
- **Key resistances:** 4.1500 (S1), 4.1545 (S2), 4.1575 (S3)
- **Key supports:** 4.1400 (R1), 4.1370 (R2), 4.1300 (R3)
- **Expected range for the day:** 4.1400 - 4.1500

Indicative GBPMYR 5.3263

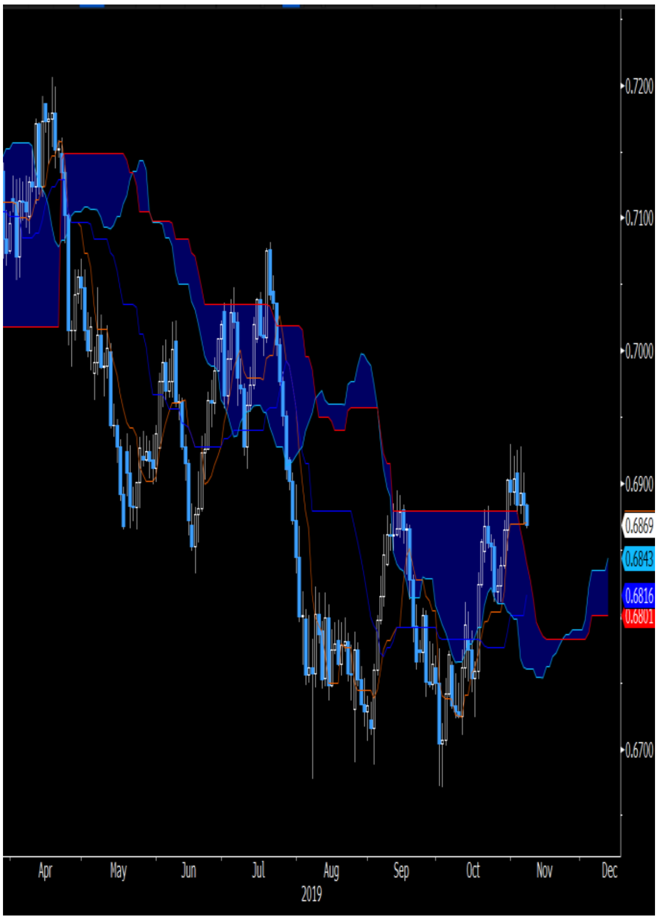


Source: Bloomberg

- GBPMYR opened 139pips lower at 5.3191 today. **Daily outlook neutral.**
- **Weekly outlook bearish; monthly outlook neutral** and will be **headlines driven.**
- **We are neutral on the currency pair expecting the pair to consolidate** amid a lack of Brexit development. **Medium term outlook is bearish** but is mainly driven by headlines surrounding Brexit and UK upcoming ballots.
- **Key resistances**: 5.3500 (R1), 5.3600 (R2), 5.3700 (R3)
- **Key supports**: 5.3100 (S1), 5.3000 (S2), 5.2900 (S3)
- **Expected range for the day:** 5.3100- 5.3300

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

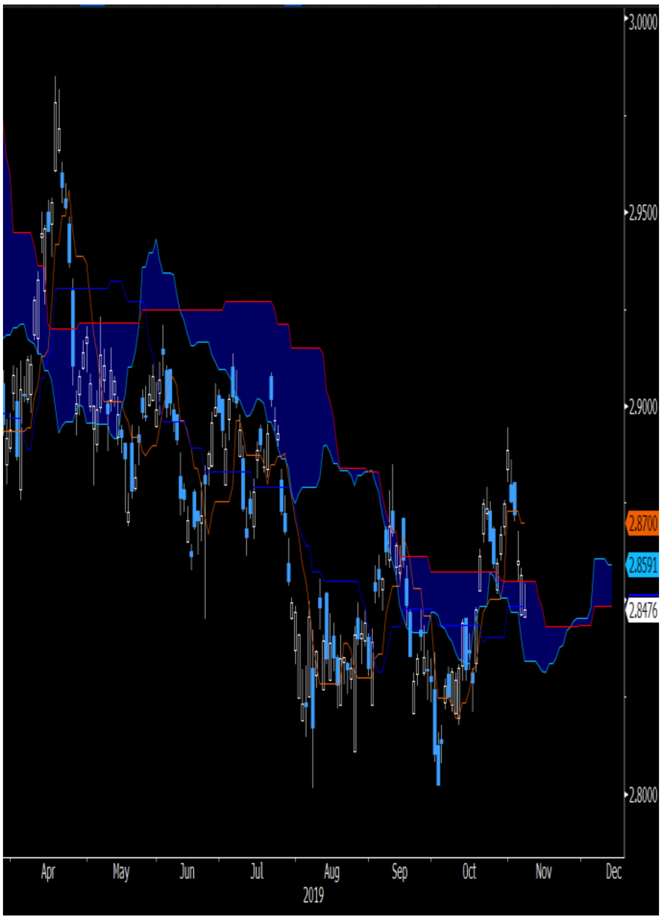
Indicative AUDUSD 0.6869



Source: Bloomberg

- AUDUSD opened unchanged at 0.6884 today. **Daily outlook slightly bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are slightly bearish on AUD today** on prospect of a still firm USD amid risk-off sentiments in the markets but upside surprises in trade surplus this morning is expected to cap losses. **Medium term outlook is neutral** as the RBA is expected to stay put in December's meeting, barring any trade-war escalation.
- **Key resistances:** 0.6893 (R1), 0.6900 (R2), 0.6930 (R3)
- **Key supports:** 0.6850 (S1), 0.6825 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6830- 0.6900

Indicative AUDMYR 2.8474



Source: Bloomberg

- AUDMYR opened 109pips lower at 2.8456 today. **Daily outlook bearish.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We are bearish on the pair today** as weaknesses in Aussie is expected to outweigh that of MYR in the wake of risk aversion**. Medium term outlook is slightly bullish** tracking a bearish MYR and as the RBA is expected to stay put in December's meeting, barring any trade-war escalation.
- **Key resistances:** 2.8500 (R1), 2.8550 (R2), 2.8600 (R3)
- **Key supports:** 2.8450 (S1), 2.8400 (S2), 2.8350 (S3)
- **Expected range for the day:** 2.8400– 2.8550

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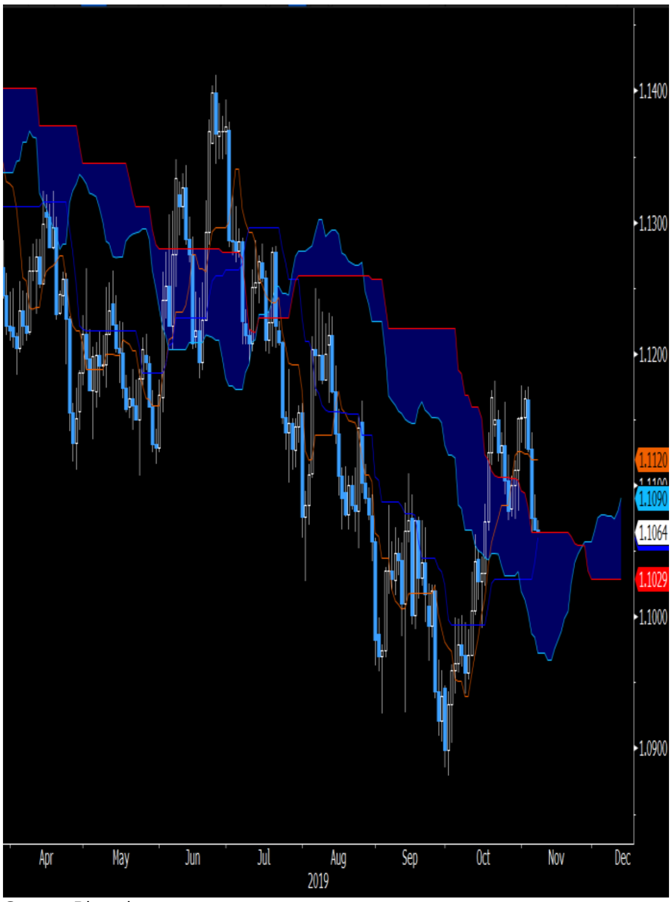
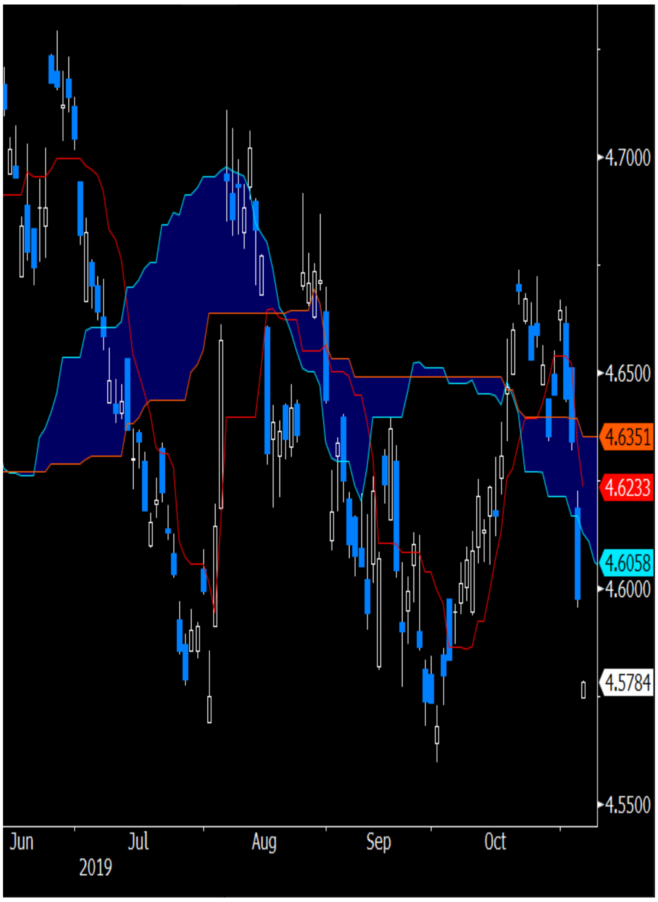
Indicative EURUSD 1.1065



Source: Bloomberg

- EURUSD opened unchanged at 1.1066 today. **Daily outlook slightly bearish.**
- **Weekly and monthly outlook bearish.**
- **We are slightly bearish on EUR today** expecting dollar strength to persist supported by haven demand. **In the medium term, outlook remains bearish** as the ECB restarts APP this month.
- **Key resistances:** 1.1080 (R1), 1.1100 (R2), 1.1150 (R3)
- **Key supports:** 1.1050 (S1), 1.1020 (S2), 1.1000 (S3)
- **Expected range for the day:** 1.1020-1.1080

Indicative EURMYR 4.5856



Source: Bloomberg

- EURMYR opened 89pips lower at 4.5802 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bearish.**
- **We are bullish on the pair today** on expectation of a weaker MYR vis-à-vis EUR. **In the medium term, we remain bearish EURMYR** as the ECB restarts its Asset Purchase Program this month.
- **Key resistances:** 4.5900 (R1) 4.5943 (R1), 4.6000 (R3)
- **Key supports:** 4.5798 (S1), 4.5744 (S2), 4.5688 (S3)
- **Expected range for the day:** 4.5790– 4.5910

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