

## Global Markets Research

### FX Strategy

## Daily Currency Outlook – 11am edition

### Indicative USDMYR 4.1530



Source: Bloomberg

- USDMYR opened marginally higher at 4.1490 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bullish.**
- USDMYR broke through the 4.1500 after a few early trades. At the moment, it doesn't seem as though there is a lot of panic buying as most hedging requirements would have already gone through. A close above this level will confirm the move and ongoing trade tensions will likely support the pair towards the 4.20 target.
- **Key resistances:** 4.1550 (R1), 4.1600(R2), 4.1650 (R3)
- **Key supports:** 4.1450 (S1), 4.1400 (S2), 4.1350 (S3)
- **Expected range for the day:** 4.1450 – 4.1600

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

### Indicative GBPMYR 5.4055



Source: Bloomberg

- GBPMYR opened 0.25% lower at 5.3977 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook neutral.**
- GBPMYR continues to maintain bullishness as it continues to trade within the upper Bollinger Band. USDMYR component breaking the 4.15 handle will add support for the pair. GBP component likely to experience volatility along with Brexit headlines as cross party talks pick up.
- **Key resistances:** 5.4200 (R1), 5.4400 (R2), 5.4750 (R3)
- **Key supports:** 5.4000 (S1), 5.3800 (S2), 5.3650 (S3)
- **Expected range for the day:** 5.3800 – 5.4200

## Indicative AUDUSD 0.6985



Source: Bloomberg

- AUDUSD opened unchanged at 0.6988 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- Short term position adjustment post RBA is most likely done and market focus now shifts to US-China trade talks which directly impacts AUD which is particularly sensitive to Chinese economic health. AUD bearishness likely to extend to 0.69 and may exaggerate further to 0.68 if tensions continue to rise.
- **Key resistances:** 0.7030 (R1), 0.7050 (R2), 0.7100 (R3)
- **Key supports:** 0.6980 (S1), 0.6950 (S2), 0.6900 (S3)
- **Expected range for the day:** 0.6980 – 0.7030

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## Indicative AUDMYR 2.9013



Source: Bloomberg

- AUDMYR opened 0.34% lower at 2.9060 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- AUDMYR continues to trade within the lower bound and likely to continue lower to 2.88 alongside a lower AUD component. Watch out for trade headlines which will affect short term volatility for the pair between 2.88-2.92.
- **Key resistances:** 2.9100 (R1), 2.9150 (R2), 2.9200 (R3)
- **Key supports:** 2.9000 (S1), 2.8950 (S2), 2.8900 (S3)
- **Expected range for the day:** 2.8950 – 2.9100

## Indicative EURUSD 1.1193



Source: Bloomberg

- EURUSD opened unchanged at 1.1192. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- EUR continues to trade circa 1.1200 consolidating within recent ranges. Investors are mostly sidelined here as focus is on US-China talks. As data calendar is light, would expect neutral movement to persist in the short term.
- **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 4.6493



Source: Bloomberg

- EURMYR opened 0.05% lower at 4.6455 today. **Daily outlook mildly bullish.**
- **Weekly outlook bullish, monthly outlook bearish.**
- EURMYR trades circa 4.64 with mild upside bias in line with a consolidating EUR and a bullish USDMYR. Medium term outlook is still bullish for the pair and a close above 100 DMA circa 4.6485 will confirm this. Close below 4.6160 50 DMA will negate current mild bullish momentum.
- **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

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

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