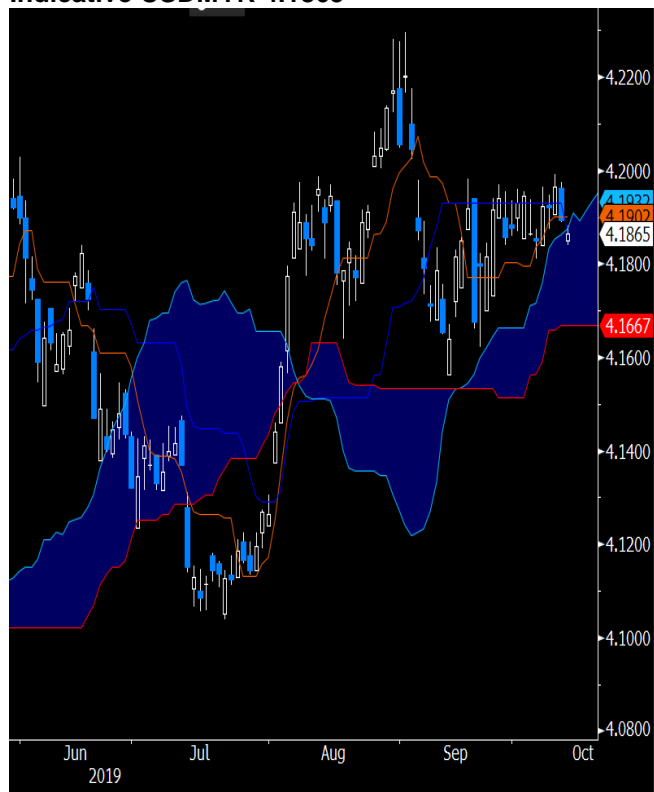


## Global Markets Research

## FX Strategy

## Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1865

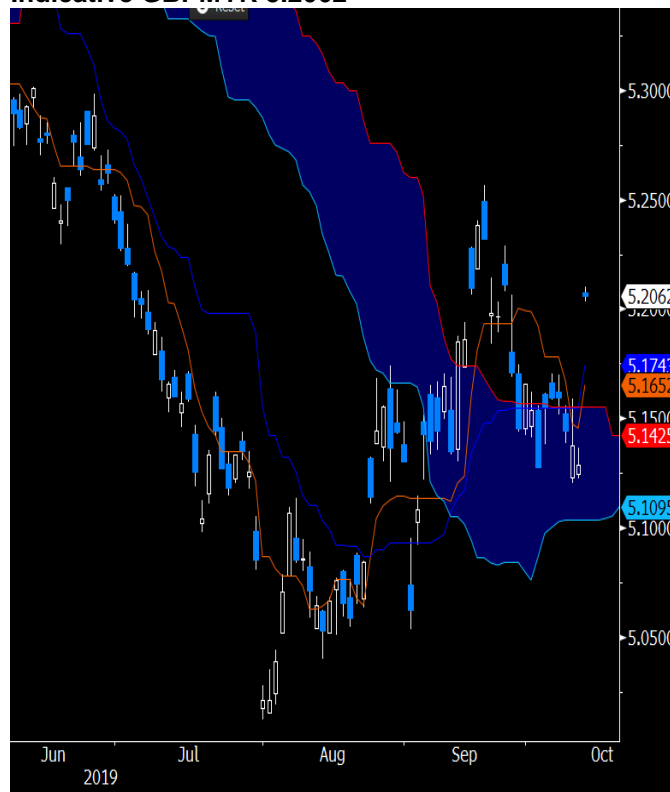


Source: Bloomberg

- USDMYR opened 0.11% lower at 4.1850 today. **Daily outlook neutral to slightly bearish.**
- **Weekly outlook neutral and monthly outlook neutral to slightly bullish.**
- **MYR is expected to trade on a neutral to slightly bullish** note heading into the weekend as risk sentiment improves today over emerging trade headlines while at the same time investors await today's 2020 Budget Speech. In the medium term, we are still neutral to slightly bearish on MYR taking into account ECB's impending APP program and the unlikely chance of a comprehensive US-China trade deal as well as expectation that the Fed would hold rate steady at end-October.
- **Key resistances:** 4.1900 (S1), 4.1950 (S2), 4.2000 (S3)
- **Key supports:** 4.1850 (R1), 4.1800 (R2), 4.1750 (R3)
- **Expected range for the day:** 4.1800-1950

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

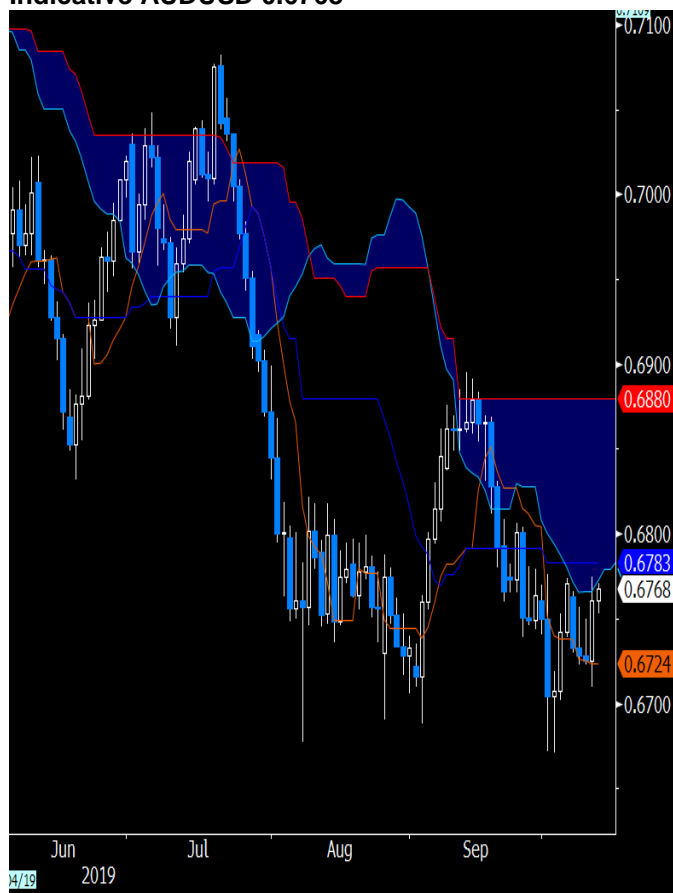
Indicative GBPMYR 5.2062



Source: Bloomberg

- GBPMYR opened 1.54% higher at 5.2078 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bearish.**
- **We turn bullish over the pair today due to overnight GBP strength** on fresh Brexit hope as Boris Johnson met with Irish Prime Minister Leo Varadkar, saying that there was a "pathway" to a Brexit deal. Short and medium term outlook are completely guided by Brexit headlines hence is subject to volatility.
- **Key resistances:** 5.2215 (R1), 5.2560 (R2), 5.2680 (R3)
- **Key supports:** 5.1850 (S1), 5.1652 (S2), 5.1550 (S3)
- **Expected range for the day:** 5.1800- 5.2400

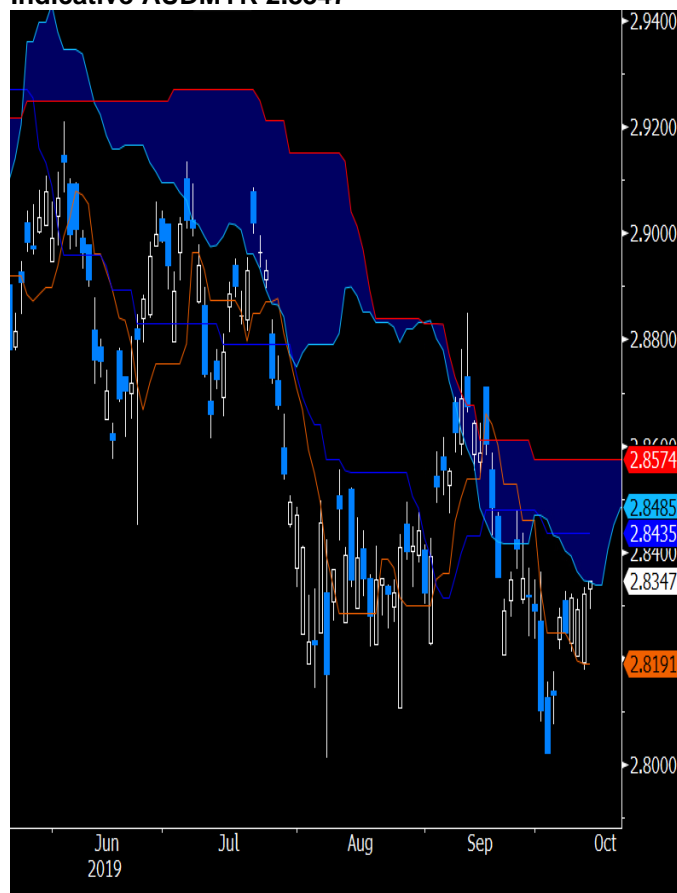
Indicative AUDUSD 0.6768



Source: Bloomberg

- AUDUSD opened unchanged at 0.6761 today. **Daily outlook neutral to slight bullish.**
- **Weekly and monthly outlook bearish.**
- **We are neutral to slight bullish on AUD today in anticipation of further trade talks development.** We remain bearish on AUD over the possibility of further RBA easing taking into account falling confidence on the domestic front, the possibility of a prolonged US-China trade tension and a weakening Chinese economy that could pose downside risk to AUD.
- **Key resistances:** 0.6780 (R1), 0.6800 (R2), 0.6820 (R3)
- **Key supports:** 0.6740 (S1), 0.6725 (S2), 0.6700 (S3)
- **Expected range for the day:** 0.6740- 0.6800

Indicative AUDMYR 2.8347

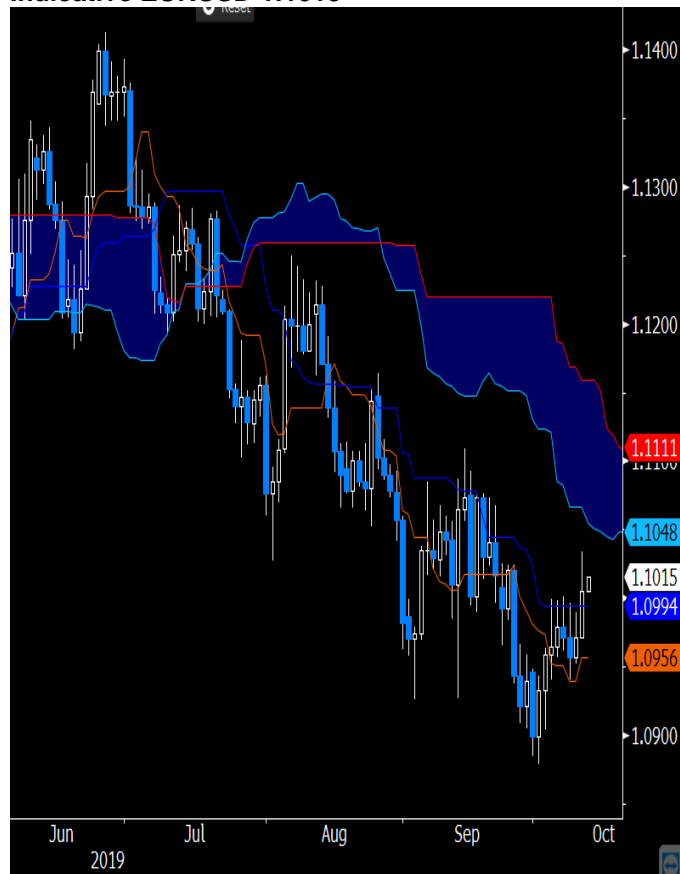


Source: Bloomberg

- AUDMYR opened little changed at 2.8331 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bearish.**
- **We are bullish on AUDMYR due to the turnaround in the Aussie dollar following positive trade headlines. In the medium term, we maintain a bearish outlook on AUDMYR over the possibility of further RBA easing, prolonged US-China trade tension and a weakening Chinese economy that could pose downside risk to AUD.**
- **Key resistances:** 2.8355 (R1), 2.8400 (R2), 2.8450 (R3)
- **Key supports:** 2.8250 (S1), 2.8190 (S2), 2.8100 (S3)
- **Expected range for the day:** 2.8240 – 2.8400

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

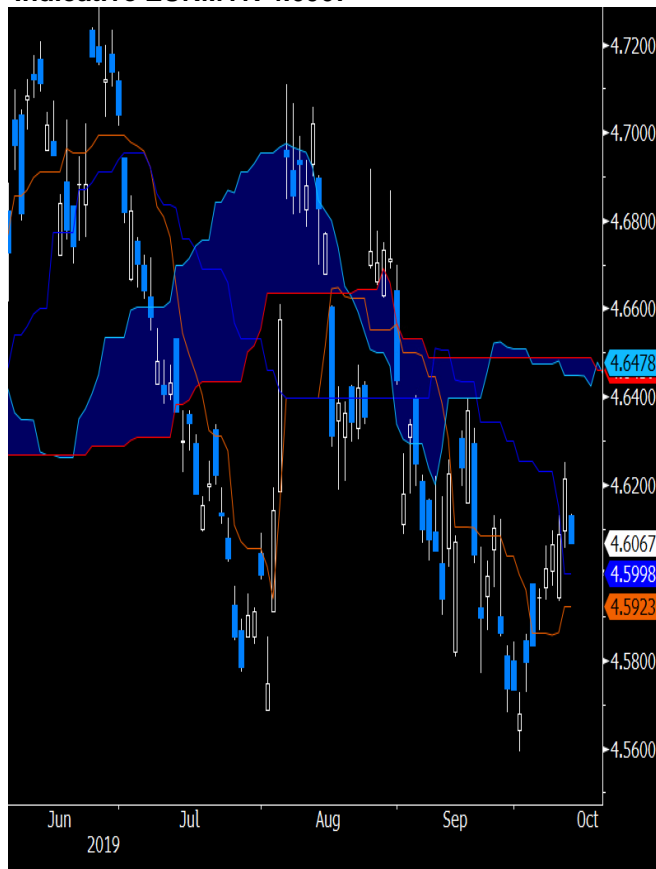
Indicative EURUSD 1.1015



Source: Bloomberg

- EURUSD opened unchanged at 1.1005 today. **Daily outlook bullish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **Expect EUR to continue firming up above 1.1000 today amidst broader dollar weakness.** EUR's medium-term outlook remains bearish over the Eurozone's poor growth outlook and the impending restart of APP in November which would spell further weakness for the shared currency.
- **Key resistances:** 1.1020 (R1), 1.1040 (R2), 1.1050 (R3)
- **Key supports:** 1.1000 (S1), 1.0980 (S2), 1.0960 (S3)
- **Expected range for the day:** 1.1000-1.1040

Indicative EURMYR 4.6067



Source: Bloomberg

- EURMYR opened 0.18% lower at 4.6129 today. **Daily outlook bullish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are still bullish on the pair on expected EUR strength.** We remain bearish on the pair in the medium term over poor sentiment surrounding Eurozone growth outlook and the shared currency is expected to weaken across the board once the ECB restarts its APP program in November.
- **Key resistances:** 4.6180 (R1) 4.6255 (R1), 4.6300 (R3)
- **Key supports:** 4.6000 (S1), 4.5945 (S2), 4.5900 (S3)
- **Expected range for the day:** 4.6000– 4.6250

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

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