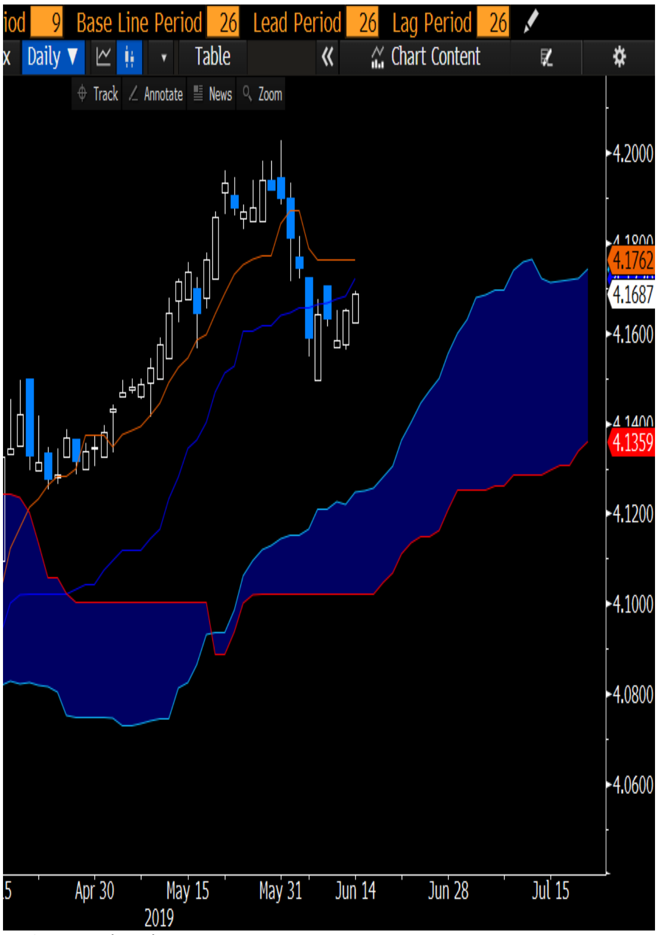
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

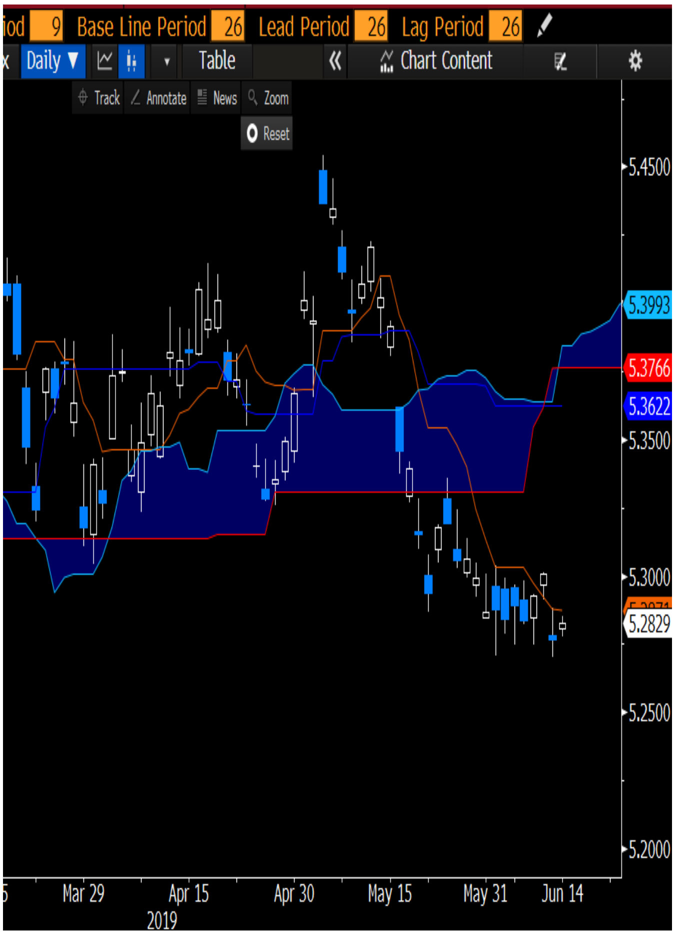
Indicative USDMYR 4.1670



Source: Bloomberg

- USDMYR opened marginally lower by 0.06% at 4.1625. **Daily outlook neutral to mildly bullish.**
- **Weekly and monthly outlook bullish**.
- **MYR remains neutral to mildly bearish** in the short term as it continues to consolidate between 4.15-4.18. As mentioned previously, month end and quarter end hedging demand likely to give the pair some support while ongoing trade tensions and US rate cut expectations will add some volatility to the pair.
- **Key resistances:** 4.1700 (R1), 4.1725 (R2), 4.1750 (R3)
- **Key supports:** 4.1625 (S1), 4.1600 (S2), 4.1575 (S3)
- **Expected range for the day:** 4.1600– 4.1700

Indicative GBPMYR 5.2850

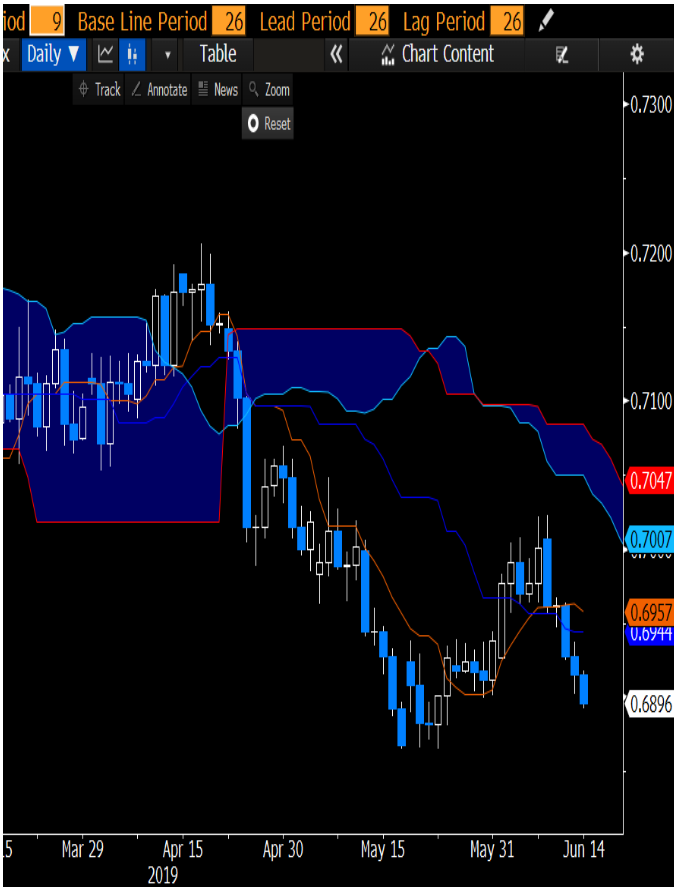


Source: Bloomberg

- GBPMYR opened marginally higher by 0.08% at 5.2808 today. **Daily outlook neutral to slightly bearish**.
- **Weekly outlook bearish and monthly outlook neutral**.
- GBP component continues to trade weak although there was some relief rally in between as Boris Johnson wins the preliminary vote for Conservative Party leadership. Brexit issues continue to weigh in the medium term and is set to continue so long as no conclusion is reached.
- **Key resistances**: 5.3000 (R1), 5.3200 (R2), 5.3400 (R3)
- **Key supports**: 5.2800 (S1), 5.2600 (S2), 5.2500 (S3)
- **Expected range for the day:** 5.2700 – 5.3000

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

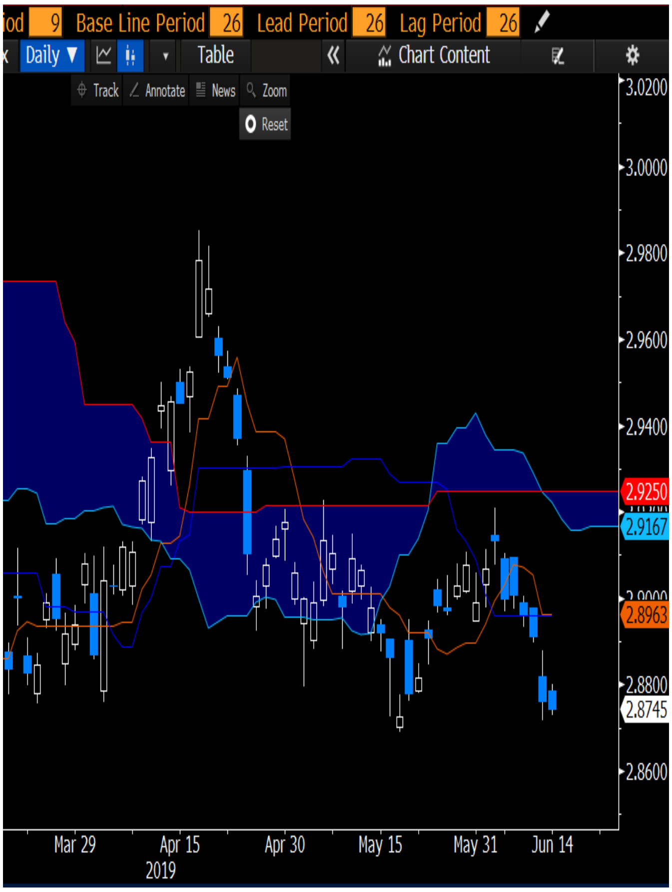
Indicative AUDUSD 0.6911



Source: Bloomberg

- AUDUSD opened unchanged at 0.6915 today. **Daily outlook bearish.**
- **Weekly outlook bullish and monthly outlook bearish**.
- **We remain bearish on AUD** over the medium term as AUD remains particularly sensitive to Chinese economic health as US-China trade tension continues. As mentioned previously, the pair seems to be consolidating in a broad range with a bearish bias towards 0.6900 and below.
- **Key resistances:** 0.6950 (R1), 0.6975 (R2), 0.7000 (R3)
- **Key supports:** 0.6900 (S1), 0.6875 (S2), 0.6850 (S3)
- **Expected range for the day:** 0.6870 – 0.6940

Indicative AUDMYR 2.8805



Source: Bloomberg

- AUDMYR opened marginally higher at 2.8786 today. **Daily outlook neutral slightly bearish.**
- **Weekly and monthly outlook bearish**.
- Pair continues to trade weak on relatively weaker AUD component. We still maintain bearish AUDMYR over the medium term due to ongoing global growth and trade tensions.
- **Key resistances:** 2.9000 (R1), 2.9100 (R2), 2.9150 (R3)
- **Key supports:** 2.8700 (S1), 2.8650 (S2), 2.8600 (S3)
- **Expected range for the day:** 2.8700 – 2.9000

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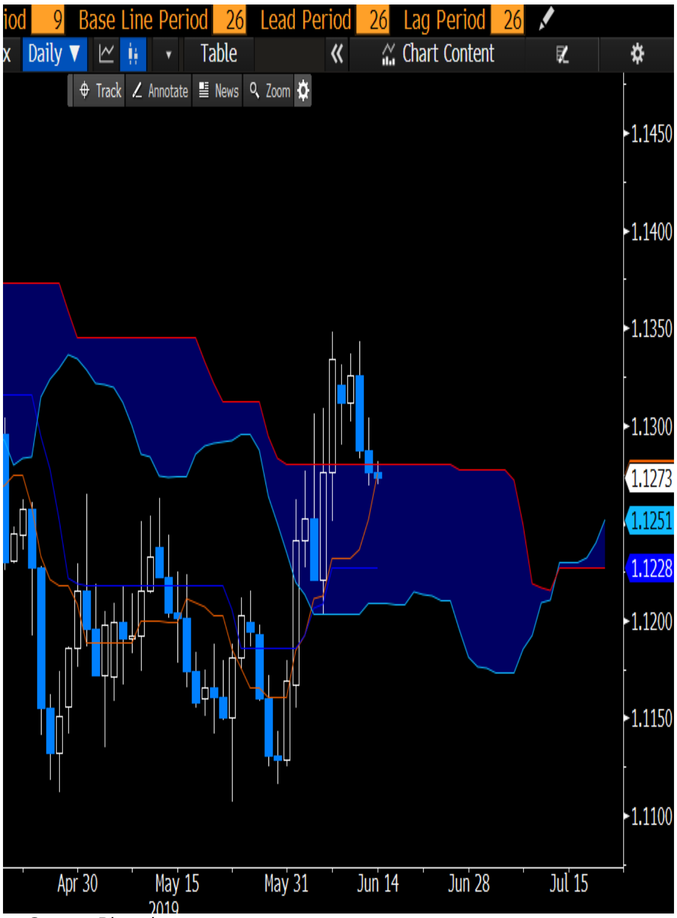
Indicative EURUSD 1.1283

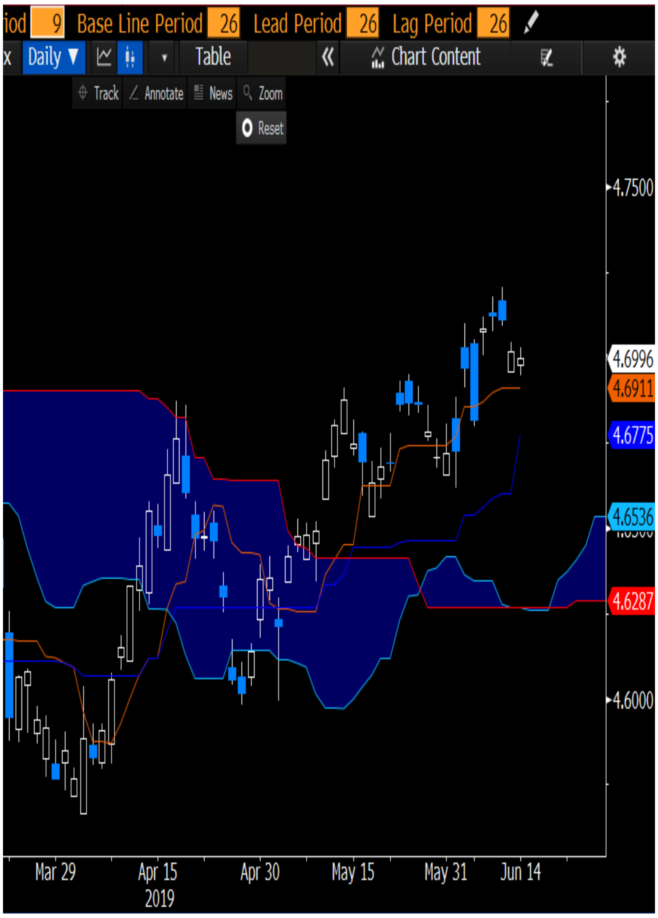


Source: Bloomberg

- EURUSD opened unchanged at 1.1276 today. **Daily outlook bearish on broad USD strength.**
- **Weekly outlook bullish and monthly outlook bearish**.
- EURUSD got dragged lower overnight on broad USD strength. Medium term still remains bullish with a dovish ECB and Fed still supporting.
- **Key resistances:** 1.1300 (R1), 1.1330 (R2), 1.1350 (R3)
- **Key supports:** 1.1270 (S1), 1.1250 (S2), 1.1230 (S3)
- **Expected range for the day:** 1.1250 – 1.1300

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

Indicative EURMYR 4.7028



Source: Bloomberg

- EURMYR opened marginally lower by 0.08% at 4.6979 today. **Daily outlook neutral on conflicting components.**
- **Weekly outlook bullish, monthly outlook bearish**.
- Pair looking neutral as broad USD strength causing conflicting components. As mentioned previously pair seems to be consolidating between 4.68-4.72 as we await further developments elsewhere.
- **Key resistances:** 4.7200 (R1) 4.7400 (R1), 4.7500 (R3)
- **Key supports:** 4.6800 (S1), 4.6600 (S2), 4.6500 (S3)
- **Expected range for the day:** 4.6900– 4.7200

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