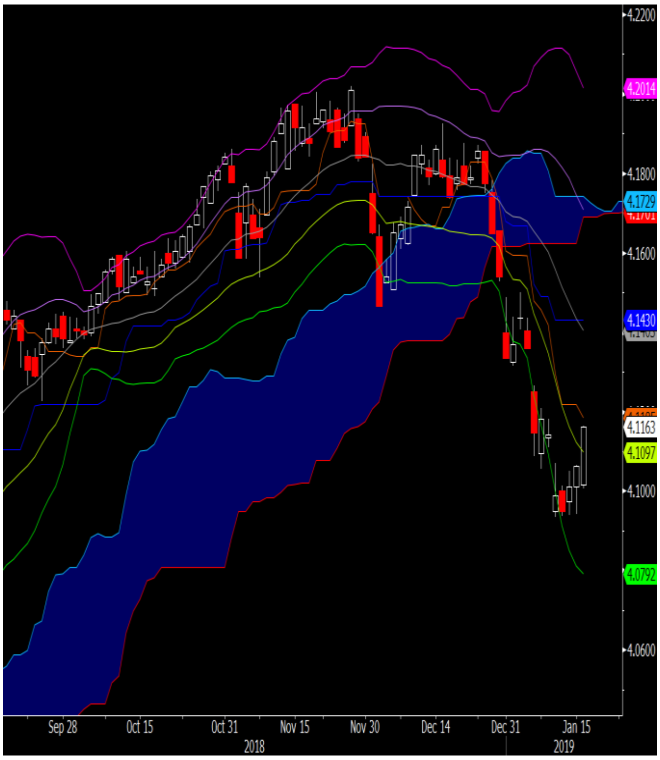
January 16, 2019

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

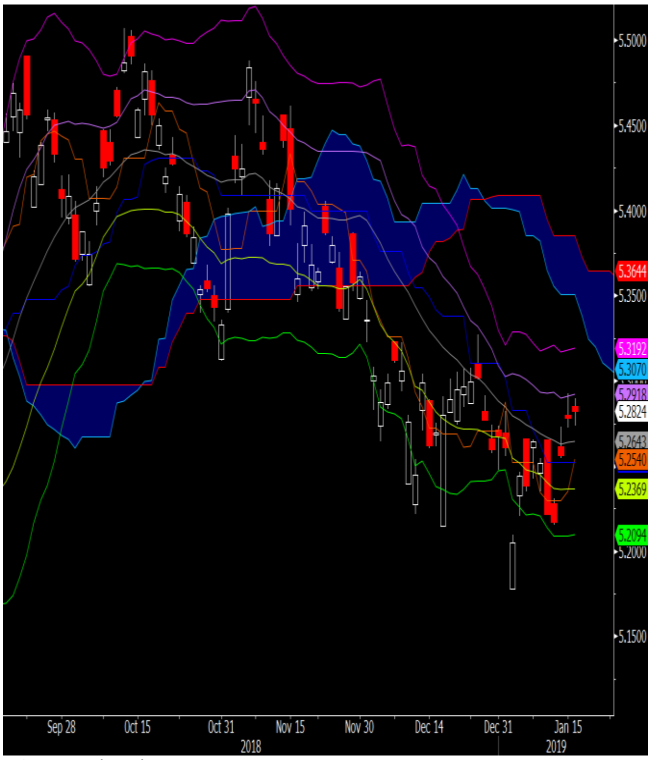
Indicative USDMYR 4.1163



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bullish** on the back of a stronger overnight USD.
- **Weekly outlook bullish, monthly outlook bearish**.
- USDMYR is likely headed higher as part of a rebound from recent losses before extending further losses. Early break at 4.1150 has exposed USDMYR to a move to 4.1313.
- **Expect a potential climb to 4.1313**, otherwise curbed by a close below 4.1100.
- **Key resistances:** 4.1185 (R1), 4.1210 (R2), 4.1265 (R3)
- **Key supports:** 4.1140 (S1), 4.1120 (S2), 4.1095 (S3)
- **Expected range for the day:** 4.1005 – 4.1210

Indicative GBPMYR 5.2824

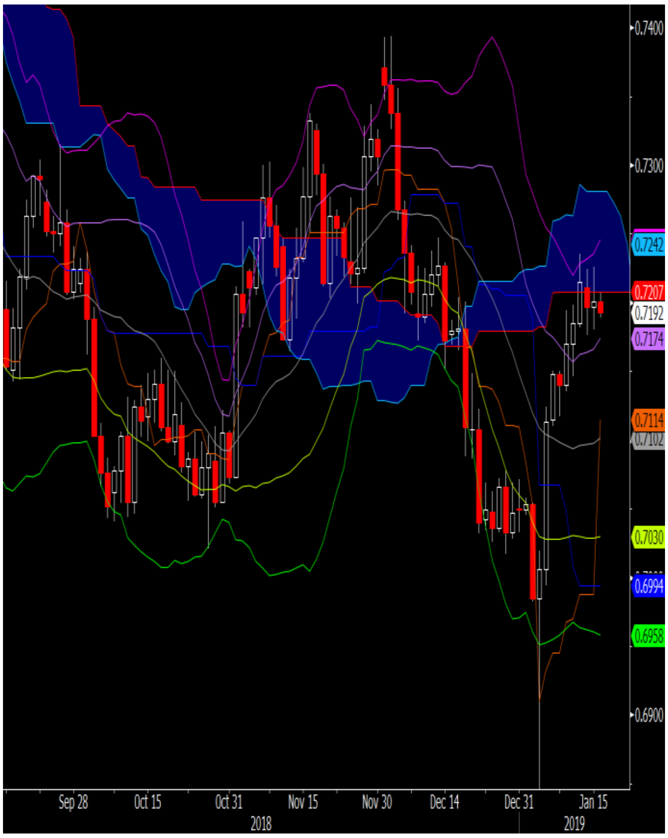


Source: Bloomberg

- GBPMYR opened 73pips higher at 5.2853 today. **Daily outlook bullish**, supported by a higher opening and improved Brexit sentiment.
- **Weekly and monthly outlook bullish**.
- Increased upward momentum and strong gap up continues to tilt GBPMYR towards the upside. Expect a break at 5.2919 soon, above which there will be room for a climb to 5.3040.
- **Expect a potential advance to 5.3040**, otherwise curbed by a close below 5.2731.
- **Key resistances**: 5.2864 (R1), 5.2918 (R2), 5.2966 (R3)
- **Key supports**: 5.2811 (S1), 5.2800 (S2), 5.2736 (S3)
- **Expected range for the day:** 5.2720 – 5.2920

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

Indicative AUDUSD 0.7192



Source: Bloomberg

- AUDUSD opened unchanged at 0.7201 today. **Daily outlook slightly bearish** on technical reasons.
- **Weekly outlook bearish, monthly outlook bullish**.
- AUDUSD appears to have lost its bullish bias, more so on failure to recapture above 0.7207 after rejection at 0.7229. Also, the recent minor bullish trend has run its course, thus we set sights on a retracement going forward, with room to slide to 0.7150 – 0.7174.
- **Expect a potential decline to 0.7150**, otherwise curbed by a close above 0.7207.
- **Key resistances:** 0.7207 (R1), 0.7229 (R2), 0.7245 (R3)
- **Key supports:** 0.7189 (S1), 0.7174 (S2), 0.7150 (S3)
- **Expected range for the day:** 0.7175 – 0.7210

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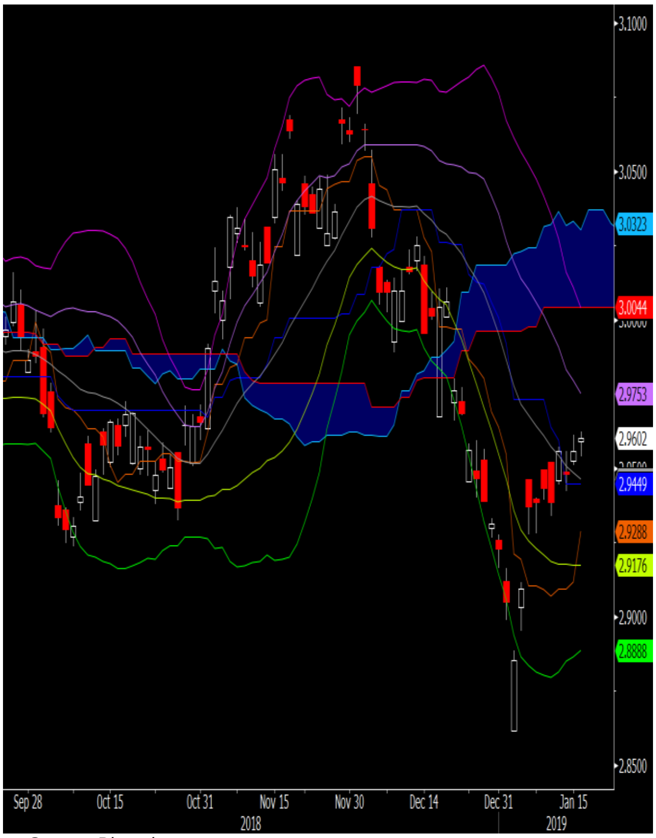
Indicative AUDMYR 2.9602



Source: Bloomberg

- AUDMYR opened 34pips higher at 2.9591 today. **Daily outlook slightly bullish** on technical reasons.
- **Weekly and monthly outlook bullish**.
- AUDMYR remains tilted to the upside, with room to climb higher to circa 2.9675 going forward. Beating 2.9675 will expose a move to circa 2.9754.
- **Continue to expect a potential advance to 2.9675**.
- **Key resistances:** 2.9625 (R1), 2.9660 (R2), 2.9675 (R3)
- **Key supports:** 2.9594 (S1), 2.9566 (S2), 2.9538 (S3)
- **Expected range for the day:** 2.9530 – 2.9660

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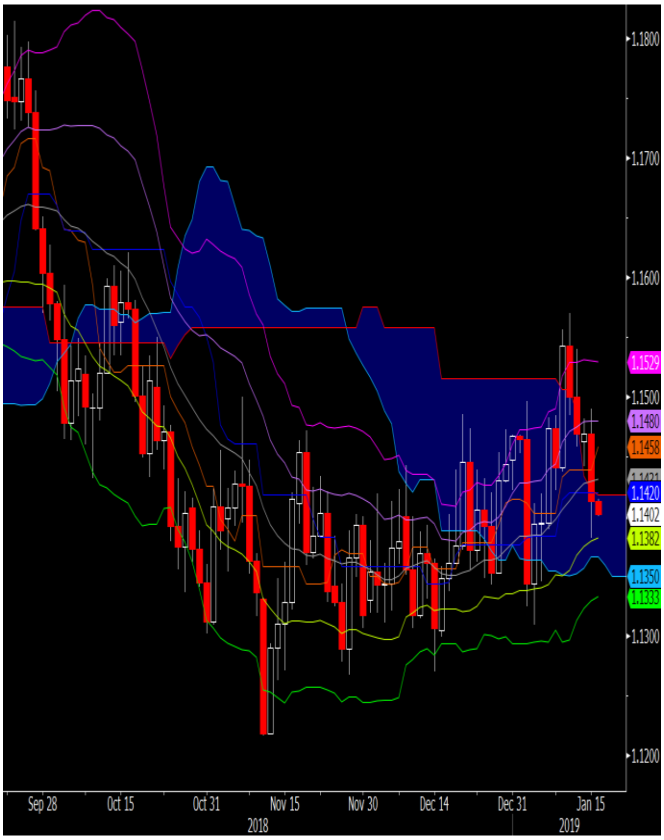
Indicative EURUSD 1.1402



Source: Bloomberg

- EURUSD opened unchanged at 1.1413 today. **Daily outlook bearish**, weighed down by rising skepticism on the ECB's ability to stay on a tightening bias.
- **Weekly outlook bearish, monthly outlook neutral**.
- A downward momentum has emerged and is expected to pressure EURUSD going forward. There is room for a test at 1.1350 next, below which a drop to 1.1300 will be exposed.
- **Expect a potential decline to 1.1350**, otherwise curbed by a close above 1.1420.
- **Key resistances:** 1.1420 (R1), 1.1431 (R2), 1.1444 (R3)
- **Key supports:** 1.1400 (S1), 1.1382 (S2), 1.1367 (S3)
- **Expected range for the day:** 1.1370 – 1.1415

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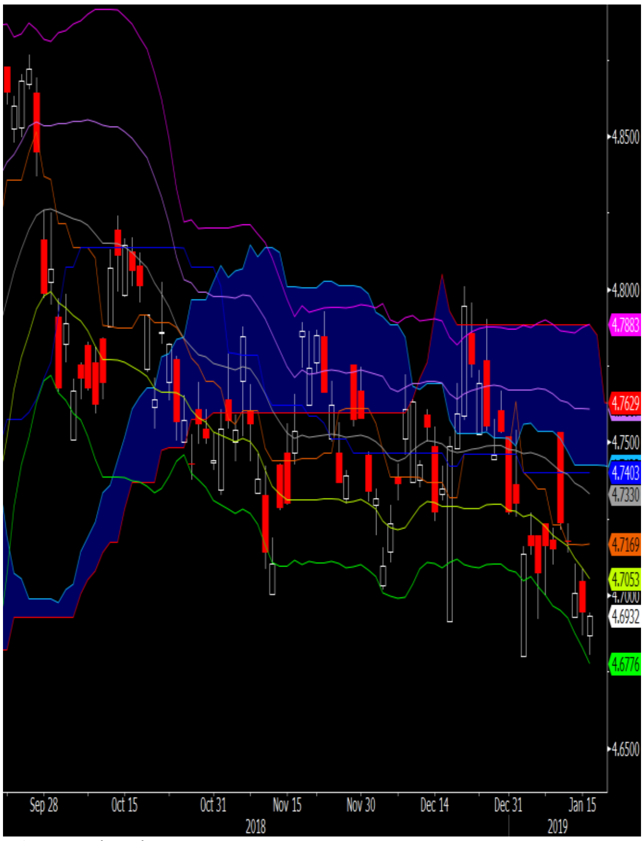
Indicative EURMYR 4.6932



Source: Bloomberg

- EURMYR opened 80pips lower at 4.6868 today. **Daily outlook slightly bearish**, anticipating a softer EUR going into European session.
- **Weekly outlook neutral, monthly outlook bearish**.
- Downward momentum continues to increase. We expect further losses going forward after sliding below 4.7000, with room to test 4.6774 in the next leg lower.
- **Key resistances:** 4.6948 (R1), 4.7000 (R2), 4.7052 (R3)
- **Key supports:** 4.6867 (S1), 4.6816 (S2), 4.6774 (S3)
- **Expected range for the day:** 4.6800 – 4.6950

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