March 18, 2019

Global Markets Research

FX Strategy

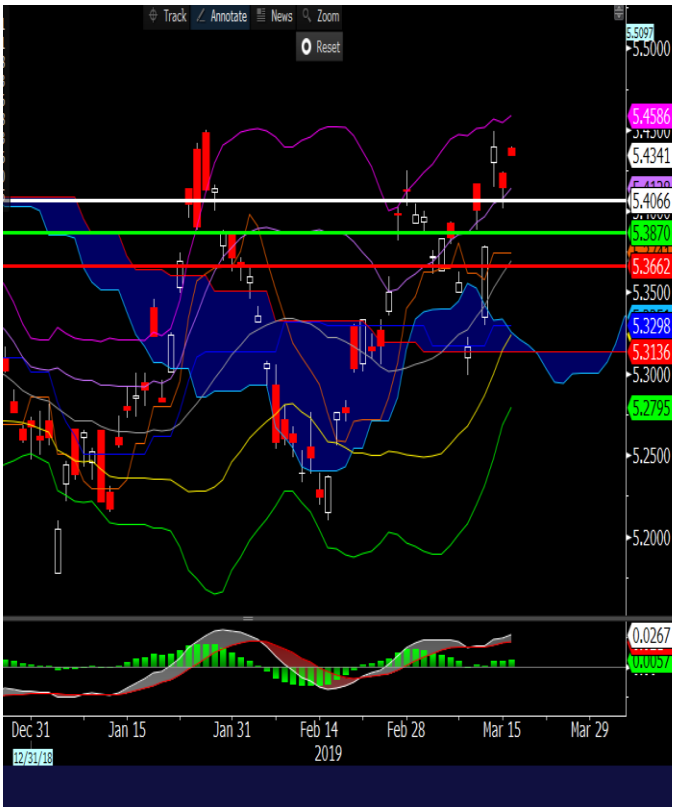
Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0900

Source: Bloomberg

- USDMYR opened 4.0875 today. **Daily outlook neutral to slightly bullish** on the back of continued corporate hedging demand due to Q1 close.
- **Weekly and monthly outlook bullish**.
- Continued consolidation in the recent range of 4.07-4.10 is expected while more medium term direction is expected from FOMC due later this week.
- **Key resistances:** 4.0950 (R1), 4.1000 (R2), 4.1200 (R3)
- **Key supports:** 4.0850 (S1), 4.0750 (S2), 4.0600 (S3)
- **Expected range for the day:** 4.0880 – 4.0950

Indicative GBPMYR 5.4330



Source: Bloomberg

- GBPMYR opened 29pips lower at 5.4322 today. **Daily outlook slightly bearish** on investors fading the Brexit optimism generated ahead of key US data.
- **Weekly bearish, monthly outlook neutral**.
- GBPMYR has continued to generate a bit of upside given the recent headlines coming out of UK Parliament lately. However, any delay or reluctance from the EU to come out with a deal will result in GBP being sold strongly.
- **Key resistances**: 5.4512 (R1), 5.4579 (R2), 5.4690 (R3)
- **Key supports**: 5.4162 (S1), 5.3988 (S2), 5.3665 (S3)
- **Expected range for the day:** 5.4098 – 5.4414

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

Indicative AUDUSD 0.7080

Source: Bloomberg

- AUDUSD opened at 0.7080 today. **Daily outlook neutral to slightly bullish.** Continued positive outcomes and a dovish Fed to drive further AUD strength against the USD.
- **Weekly outlook bullish, monthly outlook neutral**.
- The pair seems to be consolidating around recent ranges and likely to continue these ranges throughout this week while we await FOMC. A break above to 0.7180 is likely if the Fed maintains its dovish bias. If not, we may see a move back to the 0.7000 support.
- **Expect continued consolidation as markets await developments elsewhere**.
- **Key resistances:** 0.7100 (R1), 0.7130 (R2), 0.7190 (R3)
- **Key supports:** 0.7064 (S1), 0.7050 (S2), 0.7000 (S3)
- **Expected range for the day:** 0.7062 – 0.7101

Indicative AUDMYR 2.8971

Source: Bloomberg

- AUDMYR opened 29pips lower at 2.8950 today. **Daily outlook neutral to mildly bullish.**
- **Weekly outlook neutral and monthly outlook bearish**.
- Short term wise, the pair seems to be consolidating between 2.8750-2.9050 as we await FOMC.
- **Expect continued consolidation as markets await developments elsewhere**.
- **Key resistances:** 2.9050 (R1), 2.9100 (R2), 2.9249 (R3)
- **Key supports:** 2.8750 (S1), 2.8655 (S2), 2.8600 (S3)
- **Expected range for the day:** 2.8850 – 2.9050

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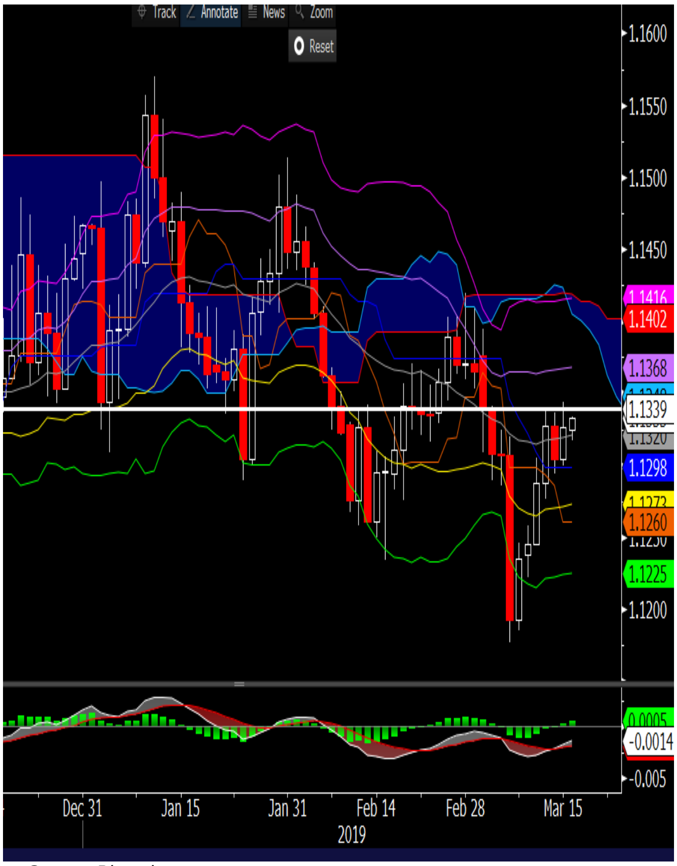
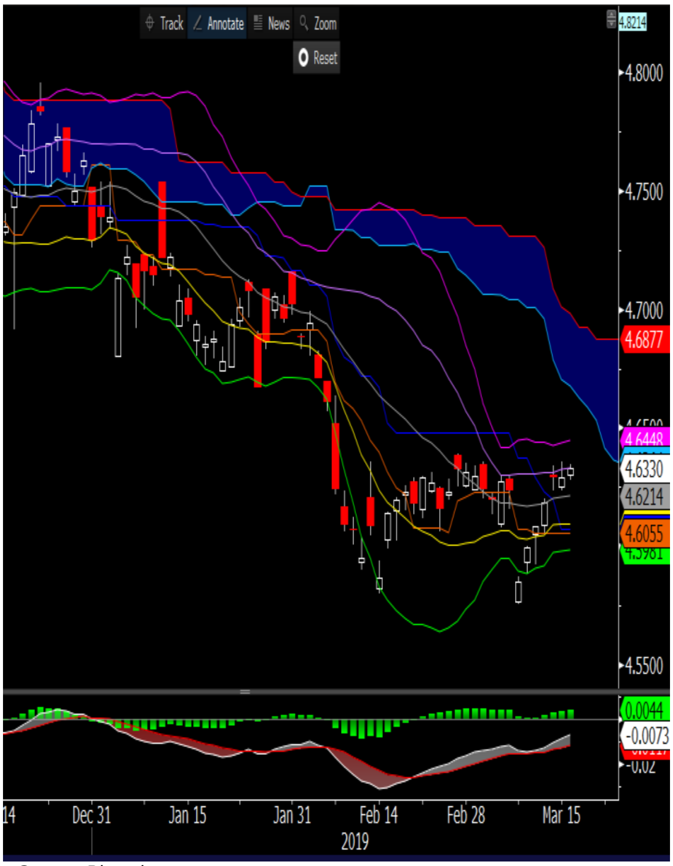
Indicative EURUSD 1.1327



Source: Bloomberg

- EURUSD opened at 1.1325 today. **Daily outlook neutral** as we expect more consolidation ahead of FOMC.
- **Weekly outlook neutral and monthly outlook bearish**.
- Technical outlook suggests consolidation between 1.1290 to 1.1350 in the very short term. We may start to see selling pressure reemerge after key events towards Ichimoku cloud resistance.
- **Expect FOMC to affect short term prices later this week.**
- **Key resistances:** 1.1350 (R1), 1.1375 (R2), 1.1430 (R3)
- **Key supports:** 1.1300 (S1), 1.1267 (S2), 1.1230 (S3)
- **Expected range for the day:** 1.1310 – 1.1350

Indicative EURMYR 4.6310



Source: Bloomberg

- EURMYR opened 15 pips lower at 4.6296 today. **Daily outlook neutral.**
- **Weekly outlook neutral, monthly outlook bearish**.
- Continued consolidation within the recent ranges likely to continue in line with EURUSD and USDMYR.
- **Expect FOMC to affect short term prices later this week**.
- **Key resistances:** 4.6455 (R1), 4.6555 (R2), 4.6600 (R3)
- **Key supports:** 4.6183 (S1), 4.6100 (S2), 4.6030 (S3)
- **Expected range for the day:** 4.6210 – 4.6400

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