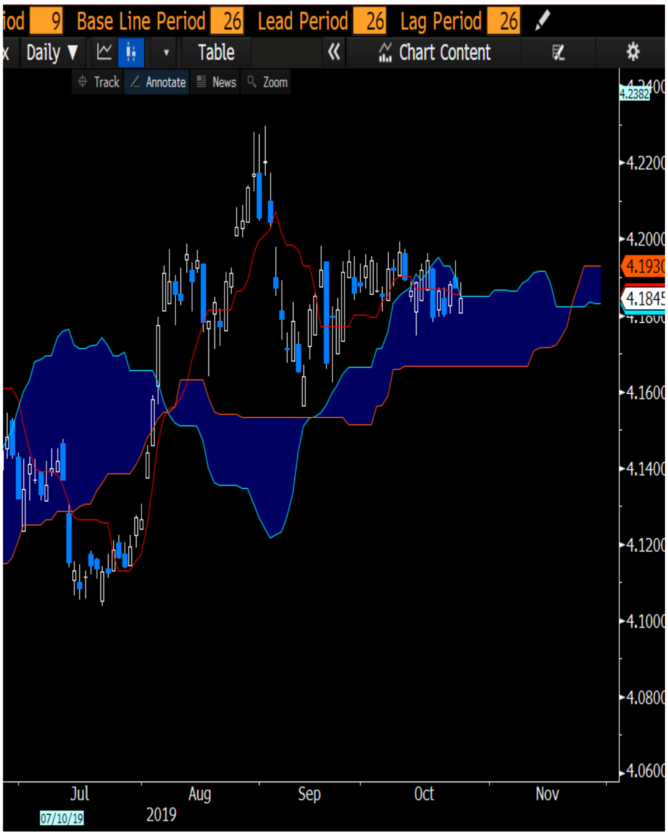
October 24, 2019

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1900

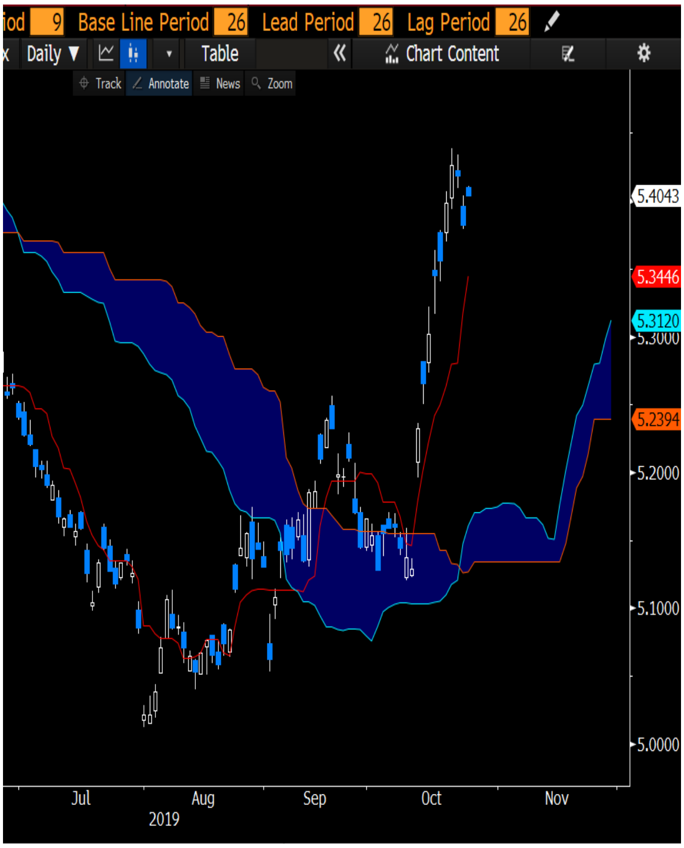


Source: Bloomberg

- USDMYR opened 0.16% lower at 4.1807 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook neutral to slightly bullish.**
- **We are neutral USDMYR today** as the broad USD is likely to remain in consolidation due to a lack of headlines and economic data to drive short term volatility. **We remain bearish USDMYR over the medium term** on an expected Fed rate cut and its balance sheet expansion plan.
- **Key resistances:** 4.1950 (S1), 4.2000 (S2), 4.2050 (S3)
- **Key supports:** 4.1850 (R1), 4.1800 (R2), 4.1750 (R3)
- **Expected range for the day:** 4.1800- 4.2000

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

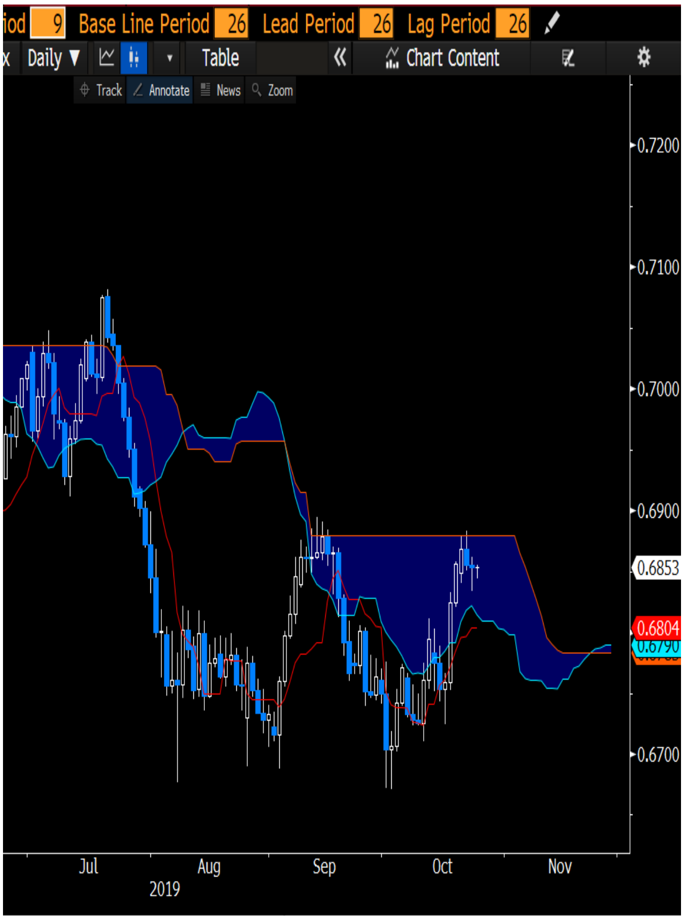
Indicative GBPMYR 5.4118



Source: Bloomberg

- GBPMYR opened 0.51% higher at 5.4102 today. **Daily outlook mildly bearish.**
- **Weekly outlook bearish; monthly outlook neutral** and will be **headlines driven.**
- **We remain mildly bearish on GBP in the interim** as lawmakers from EU/UK are on a wait and see mode on a potential extension of Brexit and/or election. Watch out for Brexit headlines in the interim to gauge potential short term moves.
- **Key resistances**: 5.4200 (R1), 5.4400 (R2), 5.4500 (R3)
- **Key supports**: 5.3850 (S1), 5.3650 (S2), 5.3500 (S3)
- **Expected range for the day:** 5.3900- 5.4200

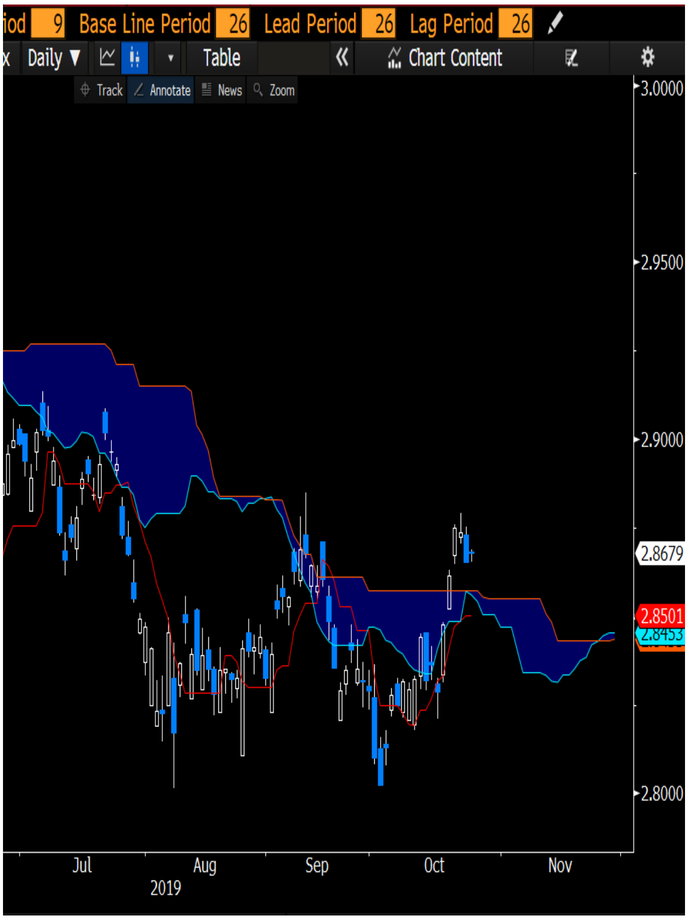
Indicative AUDUSD 0.6850



Source: Bloomberg

- AUDUSD opened unchanged at 0.6853 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are neutral AUD today** as the overall USD continues to consolidate within recent ranges without much push/pull factors. **We remain bearish AUD over the medium term** on potential RBA easing in the face of slower global growth and prolonged trade uncertainty.
- **Key resistances:** 0.6890 (R1), 0.6925 (R2), 0.6950 (R3)
- **Key supports:** 0.6830 (S1), 0.6800 (S2), 0.6775 (S3)
- **Expected range for the day:** 0.6830- 0.6880

Indicative AUDMYR 2.8701



Source: Bloomberg

- AUDMYR opened 0.11% higher at 2.8683 today. **Daily outlook neutral.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We are neutral on pair today** as the overall USD remains in consolidation due to a lack of headlines and economic data to drive short term volatility. **In the medium term, we remain bearish AUD** on potential RBA easing in the face of slower global growth and prolonged trade uncertainty.
- **Key resistances:** 2.8800 (R1), 2.8900 (R2), 2.9000 (R3)
- **Key supports:** 2.8600 (S1), 2.8500 (S2), 2.8400 (S3)
- **Expected range for the day:** 2.8600 – 2.8800

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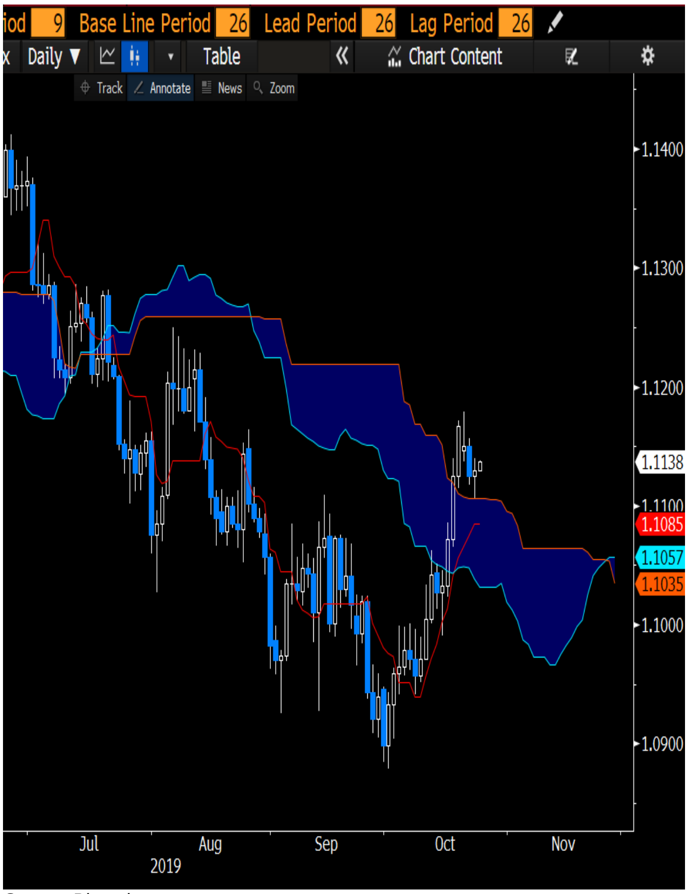
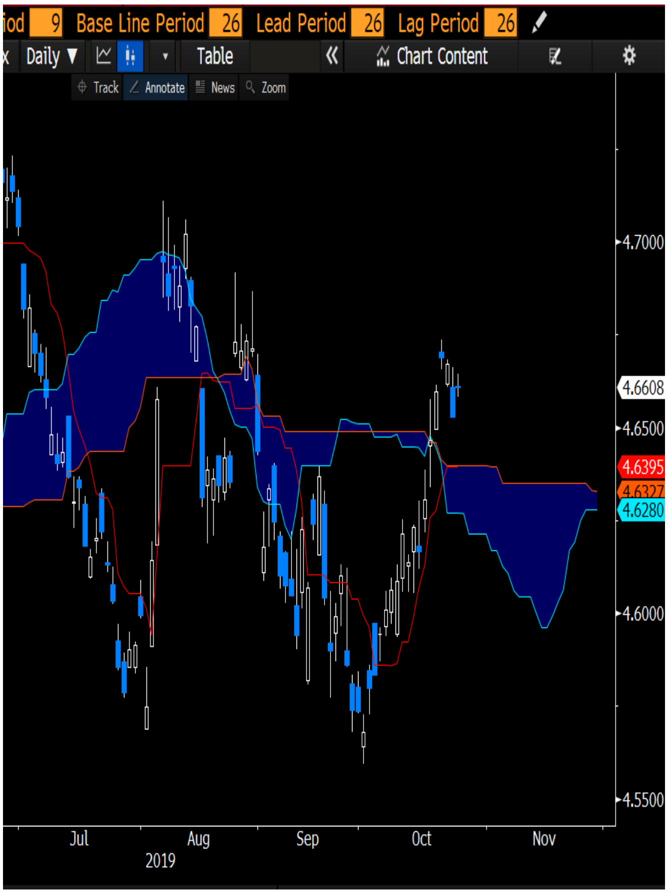
Indicative EURUSD 1.1137



Source: Bloomberg

- EURUSD opened unchanged at 1.1130 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are neutral EUR today** as the broad USD remains in consolidation within recent ranges. **We remain bearish EUR over the medium term** as the shared currency is expected to weaken once the ECB restarts its Asset Purchase Program in November.
- **Key resistances:** 1.1150 (R1), 1.1175 (R2), 1.1200 (R3)
- **Key supports:** 1.1100 (S1), 1.1080 (S2), 1.1050 (S3)
- **Expected range for the day:** 1.1100-1.1150

Indicative EURMYR 4.6668



Source: Bloomberg

- EURMYR opened 0.18% higher at 4.6613 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We remain neutral on the pair today** as both components remain consolidative against the USD with little push/pull factors. **In the medium term, we remain bearish EUR over the medium term** as the shared currency is expected to weaken once the ECB restarts its Asset Purchase Program in November.
- **Key resistances:** 4.6750 (R1) 4.6900 (R1), 4.7000 (R3)
- **Key supports:** 4.6550 (S1), 4.6400 (S2), 4.6300 (S3)
- **Expected range for the day:** 4.6550– 4.6750

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