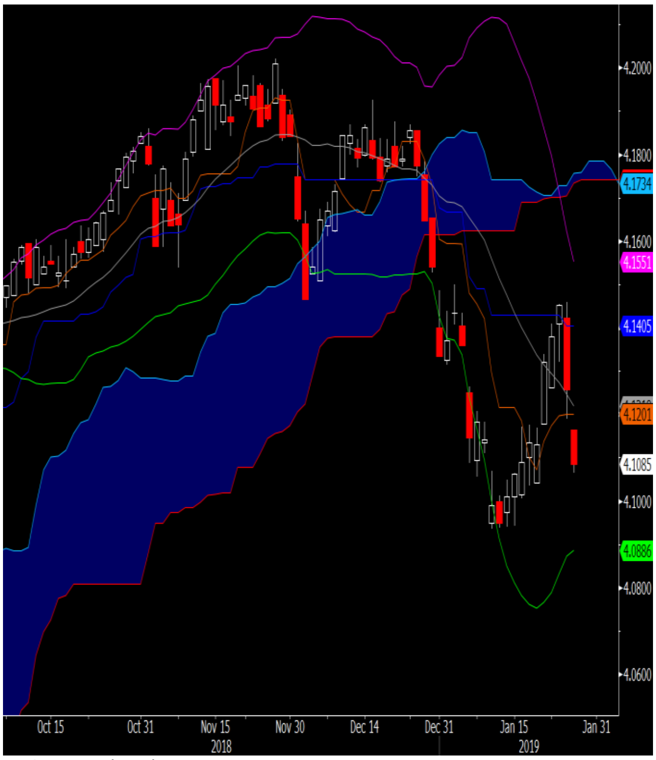
January 28, 2019

Global Markets Research
FX Strategy

Daily Currency Outlook – 11am edition

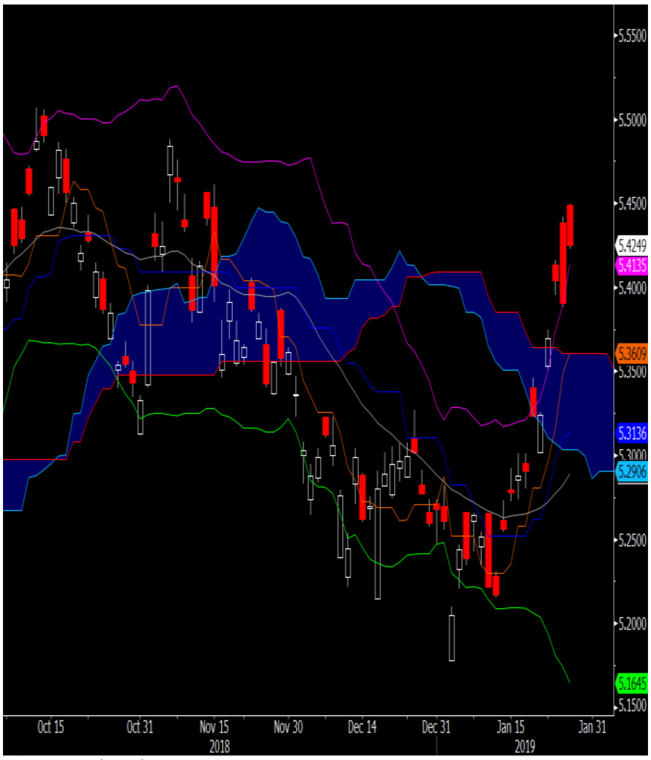
Indicative USDMYR 4.1085



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish**, with MYR further spurred by a weak USD amid potential improvement in risk appetite in the markets.
- **Weekly and monthly outlook bearish**.
- The sharp decline last Friday has tilted USDMYR to the downside. It is now headed for a break below 4.1055, below which 4.0940 will be targeted.
- **Key resistances:** 4.1100 (R1), 4.1125 (R2), 4.1150 (R3)
- **Key supports:** 4.1050 (S1), 4.1020 (S2), 4.1000 (S3)
- **Expected range for the day:** 4.1050 – 4.1165

Indicative GBPMYR 5.4249

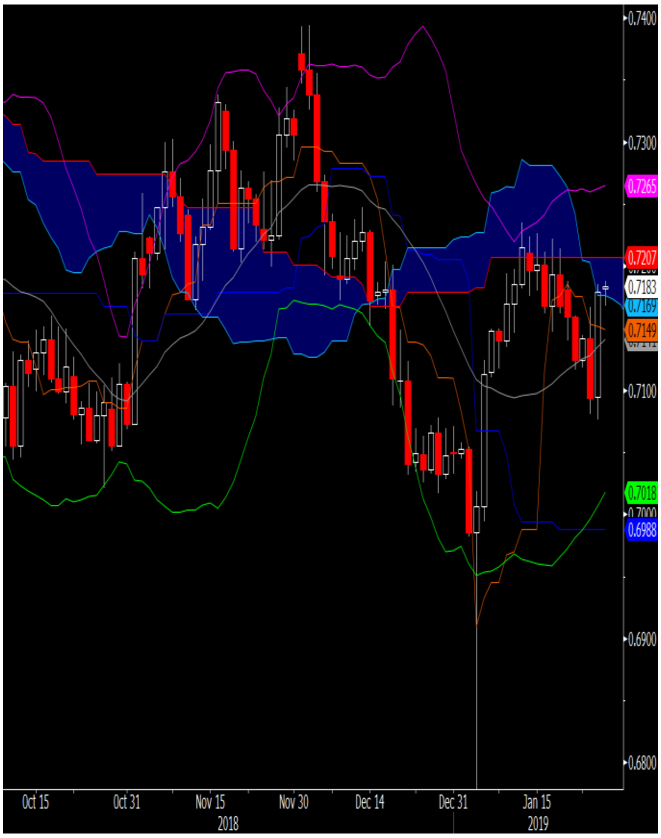


Source: Bloomberg

- GBPMYR opened 582pips higher at 5.4488 today. **Daily outlook slightly bullish** due to the sharply higher opening, but we caution potential for GBP to turn softer and narrow current gains.
- **Weekly outlook bearish, monthly outlook bullish**.
- Even as we are bullish on daily outlook, we opine that GBPMYR is overstretched and is likely headed for a correction lower. A drop below 5.4123 is expected, while breaking below 5.3874 remains a possibility.
- **Expect a potential drop to 5.3874**, otherwise curbed by a close above 5.4400.
- **Key resistances**: 5.4250 (R1), 5.4285 (R2), 5.4300 (R3)
- **Key supports**: 5.4200 (S1), 5.4163 (S2), 5.4124 (S3)
- **Expected range for the day:** 5.4120 – 5.4500

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

Indicative AUDUSD 0.7183



Source: Bloomberg

- AUDUSD opened 3pips higher at 0.7182 today. **Daily outlook slightly bearish** in anticipation of a modest pullback after overnight rally.
- **Weekly outlook bearish, monthly outlook bullish**.
- The recent bearish trend has been overturned and AUDUSD could be headed higher after a modest pullback. Upside break at 0.7207 will push AUDUSD higher towards 0.7267.
- **Expect a potential climb to 0.7267**, otherwise curbed by a close below 0.7149.
- **Key resistances:** 0.7207 (R1), 0.7229 (R2), 0.7266 (R3)
- **Key supports:** 0.7176 (S1), 0.7149 (S2), 0.7118 (S3)
- **Expected range for the day:** 0.7160 – 0.7210

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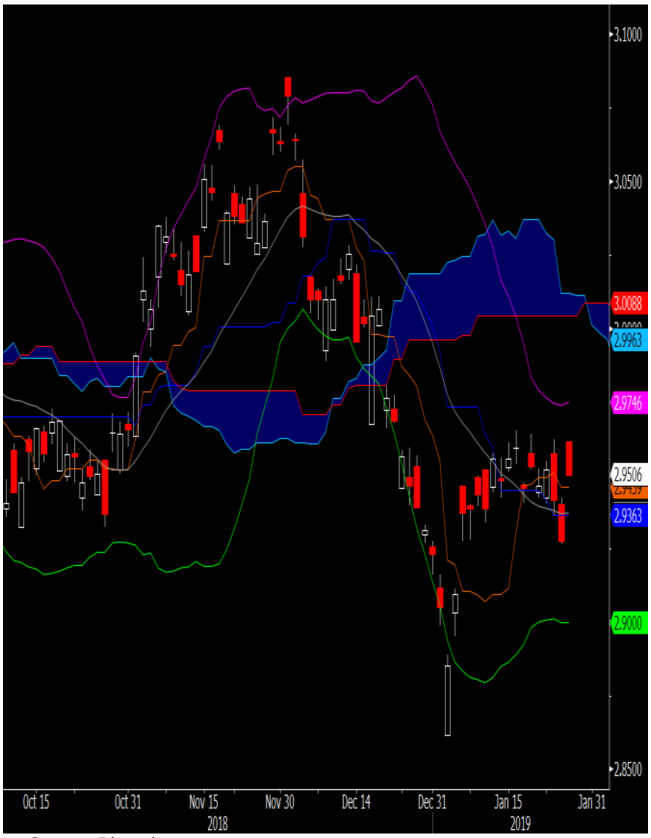
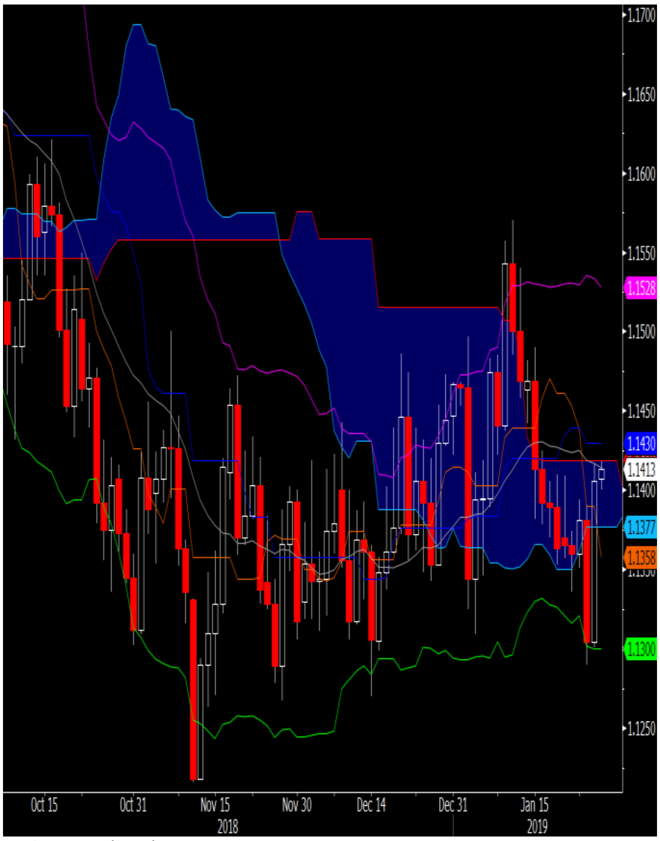
Indicative AUDMYR 2.9502



Source: Bloomberg

- AUDMYR opened 341pips higher at 2.9616 today. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- A sharp gap up at opening has overturned the recent bearish trend. AUDMYR is now tilted upwards so long as it does not slip back below 2.9369, with room to test 2.9654, above which 2.9753 will be challenged.
- **Key resistances:** 2.9521 (R1), 2.9565 (R2), 2.9593 (R3)
- **Key supports:** 2.9500 (S1), 2.9479 (S2), 2.9450 (S3)
- **Expected range for the day:** 2.9450 – 2.9620

Indicative EURUSD 1.1413



Source: Bloomberg

- EURUSD opened unchanged at 1.1407 today. **Daily outlook bullish**, anticipating a soft USD.
- **Weekly outlook bearish, monthly outlook neutral**.
- Technical outlook for EURUSD has improved after breaking above 1.1377. It is now headed for a test at 1.1430, above which it would target 1.1471.
- **Expect a potential advance to 1.1471**, otherwise curbed by a close below 1.1394.
- **Key resistances:** 1.1418 (R1), 1.1430 (R2), 1.1440 (R3)
- **Key supports:** 1.1402 (S1), 1.1385 (S2), 1.1377 (S3)
- **Expected range for the day:** 1.1400 – 1.1430

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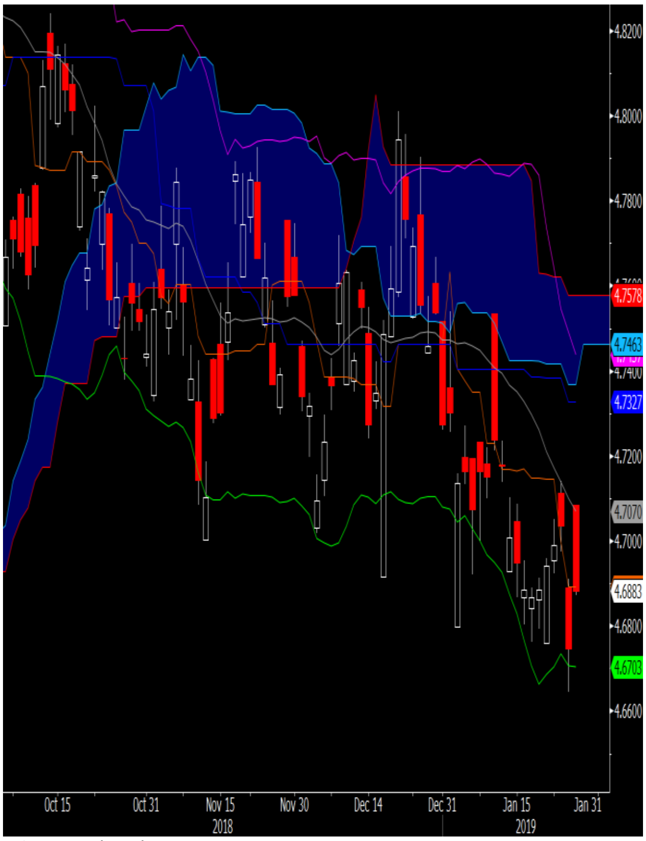
Indicative EURMYR 4.6883



Source: Bloomberg

- EURMYR opened 338ips higher at 4.7085 today. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly outlook bullish, monthly outlook neutral**.
- Technical outlook for EURMYR is mixed; closing below 4.6884 last Friday suggest a return to bearish trend but a gap up at opening today is putting this view in doubt. We caution that amid receding downward momentum, EURMYR will likely be more inclined to a break higher.
- **Key resistances:** 4.6954 (R1), 4.6983 (R2), 4.7000 (R3)
- **Key supports:** 4.6873 (S1), 4.6850 (S2), 4.6816 (S3)
- **Expected range for the day:** 4.6850 – 4.7085

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