

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1283



Source: Bloomberg

- USDMYR opened marginally lower by 0.07% at 4.1240. **Daily outlook neutral to mildly bullish.**
- **Weekly outlook and monthly outlook bearish.**
- **We are neutral to mildly bullish on USDMYR today** as the market may be sidelined ahead of FOMC event risk. **In the medium term, we remain bearish on USDMYR** in anticipation of a Fed rate cut. US-China trade talks resumed and could reignite some trade resolution optimism and thus favourable for EM currencies.
- **Key resistances:** 4.1300 (R1), 4.1325 (R2), 4.1350 (R3)
- **Key supports:** 4.1250 (S1), 4.1200 (S2), 4.1175 (S3)
- **Expected range for the day:** 4.1200- 4.1300

Indicative GBPMYR 5.0164

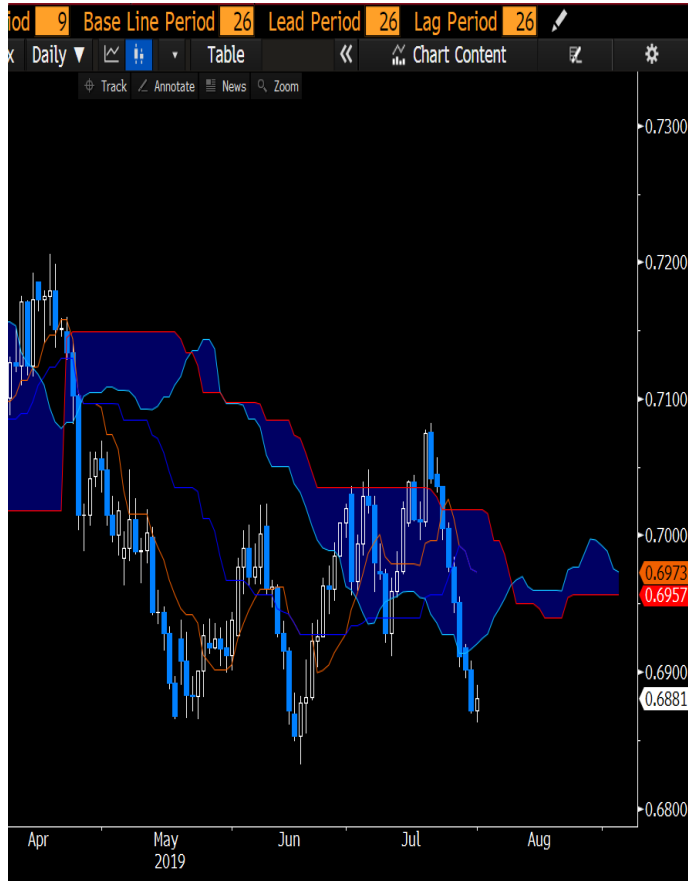


Source: Bloomberg

- GBPMYR opened 1.33% lower at 5.0176 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **We are bearish on the pair today as** GBP component continues to be weighed down by no-deal Brexit fears. **In the medium term, we remain bearish GBP** as the odds of a no-deal Brexit remain high as BoJo toils to churn out a Brexit deal before 31 Oct deadline. Failing which, he will execute a hard no-deal Brexit.
- **Key resistances:** 5.0400 (R1), 5.0500 (R2), 5.0650 (R3)
- **Key supports:** 5.0000 (S1), 4.0850 (S2), 4.9700 (S3)
- **Expected range for the day:** 4.0850 – 5.0400

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

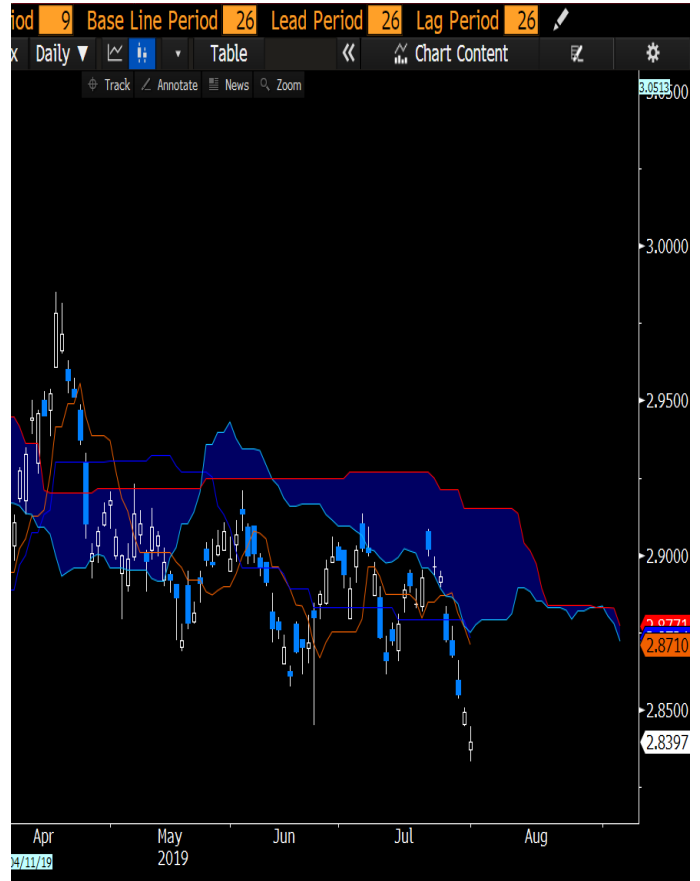
Indicative AUDUSD 0.6881



Source: Bloomberg

- AUDUSD opened unchanged at 0.6872 today. **Daily outlook mildly bullish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are mildly bullish on AUD today** as AUD might reverse the past week's trend of being sold for relatively safe haven assets ahead of FOMC event risk. **In the medium term, we remain bullish on AUD** on an impending Fed rate cut and any potential US-China trade resolutions would favour AUD strength.
- **Key resistances:** 0.6900 (R1), 0.6925 (R2), 0.6950 (R3)
- **Key supports:** 0.6850 (S1), 0.6825 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6850-0.6900

Indicative AUDMYR 2.8397



Source: Bloomberg

- AUDMYR opened 0.43% lower at 2.8371 today. **Daily outlook mildly bullish.**
- **Weekly outlook and monthly outlook slightly bearish.**
- **We are mildly bullish on the pair today** on a stronger AUD component during Asian session. **In the medium term, we maintain the view that the pair would take cues from AUD** due to its sensitivity to US-China trade talk developments which are happening this week.
- **Key resistances:** 2.8500 (R1), 2.8600 (R2), 2.8800 (R3)
- **Key supports:** 2.8250 (S1), 2.8150 (S2), 2.8000 (S3)
- **Expected range for the day:** 2.8250- 2.8500

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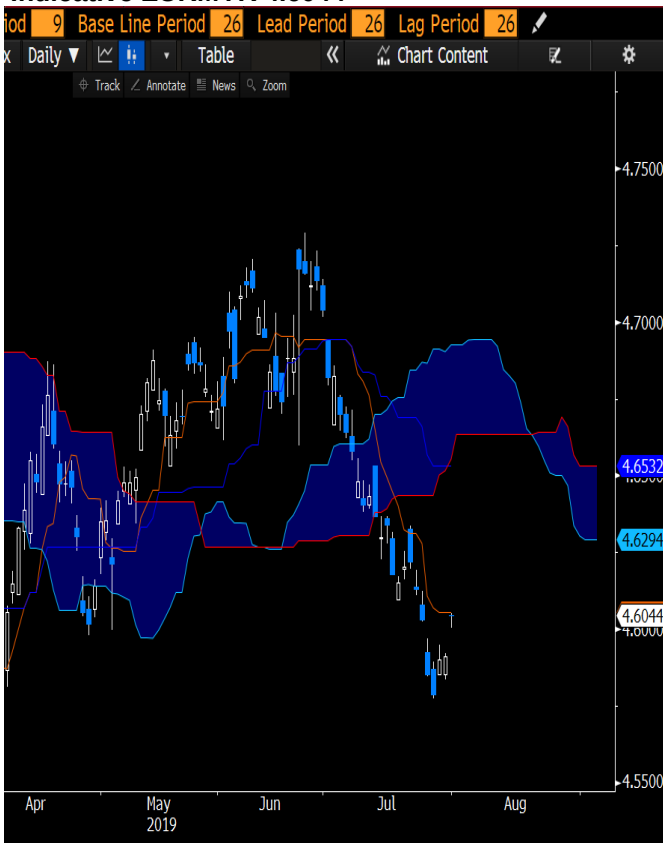
Indicative EURUSD 1.1153



Source: Bloomberg

- EURUSD opened unchanged at 1.1155 today. **Daily outlook neutral to mildly bullish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are neutral to mildly bullish on EUR today** as markets may continue to be sidelined ahead of key event risks. **In the medium term**, major global central banks' dovishness will likely influence the pair's direction as both the Fed and ECB are leaning towards easing bias.
- **Key resistances:** 1.1175 (R1), 1.1200 (R2), 1.1230 (R3)
- **Key supports:** 1.1125 (S1), 1.1110 (S2), 1.1100 (S3)
- **Expected range for the day:** 1.1110 – 1.1180

Indicative EURMYR 4.6044



Source: Bloomberg

- EURMYR opened 0.29% higher at 4.6045 today. **Daily outlook mildly bullish.**
- **Weekly and monthly outlook bearish.**
- **We are mildly bullish on the pair today** as markets may continue to be sidelined ahead of key event risks this week. **In the medium term**, we look towards **US-China trade talks** and major global central banks' policy for directional cues.
- **Key resistances:** 4.6150 (R1) 4.6250 (R1), 4.6400 (R3)
- **Key supports:** 4.6000 (S1), 4.5850 (S2), 4.5750 (S3)
- **Expected range for the day:** 4.5900 – 4.6200

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