

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0980



Source: Bloomberg

- USDMYR opened little changed at 4.0895 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bullish.**
- **Ringgit daily outlook is bearish**, as USDMYR has bottomed out and is set to rebound today judging from overnight's broad-based dollar strength. **MYR medium term outlook is still bearish** as the dollar is still expected to be well supported by relatively solid US data in Q1 2020.
- **Key resistances:** 4.1000 (S1), 4.1200 (S2), 4.1300 (S3)
- **Key supports:** 4.0900 (R1), 4.0850 (R2), 4.0800 (R3)
- **Expected range for the day:** 4.0890-4.1150

Indicative GBPMYR 5.3826



Source: Bloomberg

- GBPMYR opened 0.56% lower at 5.3751 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook neutral.**
- **GBPMYR is bearish today** on much lower opening after the sterling plunged against the USD overnight. **Medium term outlook is neutral** for now, awaiting more Brexit related development.
- **Key resistances:** 5.3882 (R1), 5.4260 (R2), 5.4600 (R3)
- **Key supports:** 5.3600 (S1), 5.3400 (S2), 5.3100 (S3)
- **Expected range for the day:** 5.3600- 5.3900

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

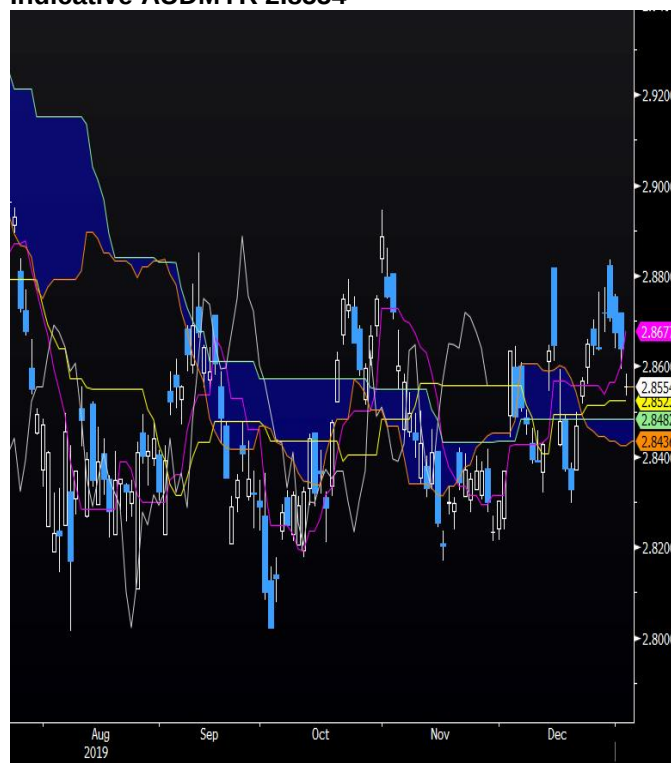
Indicative AUDUSD 0.6975



Source: Bloomberg

- AUDUSD opened unchanged at 0.6993 today. **Daily outlook bearish.**
- **Weekly and monthly outlook neutral.**
- **AUD daily outlook is bearish** after pulling back from key 0.7000 handle and looks set to weaken today in a stronger USD environment. **Medium term outlook is neutral** amidst lower risk of a US-China trade war escalation and RBA's accommodative stance.
- **Key resistances:** 0.7000 (R1), 0.7020 (R2), 0.7050 (R3)
- **Key supports:** 0.6950 (S1), 0.6925 (S2), 0.6900 (S3)
- **Expected range for the day:** 0.6950-0.7000

Indicative AUDMYR 2.8554



Source: Bloomberg

- AUDMYR opened 0.30% lower at 2.8554 today. **Daily outlook bearish.**
- **Weekly and monthly outlook neutral.**
- **We are bearish on AUDMYR cross today on lower opening** and mainly because Aussie weakness is currently outpacing that of MYR's in a strong dollar environment. **Medium term outlook is neutral** amidst lower risk of a US-China trade war escalation and RBA's accommodative stance.
- **Key resistances:** 2.8600 (R1), 2.8650 (R2), 2.8700 (R3)
- **Key supports:** 2.8523 (S1), 2.8450 (S2), 2.8400 (S3)
- **Expected range for the day:** 2.8500- 2.8600

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Indicative EURUSD 1.1175



Source: Bloomberg

- EURUSD opened unchanged at 1.1172 today. **Daily outlook bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EUR daily outlook is slightly bearish** as it closed below 1.12 key handle and is likely hovering at at 1.1150-1.1180 with technicals pointing to a gradual loss in momentum. **Medium term outlook is bearish** on ECB's accommodative monetary policy stance and continued weaker growth outlook versus a more solid US economy.
- **Key resistances:** 1.1200 (R1), 1.1220 (R2), 1.1250 (R3)
- **Key supports:** 1.1150 (S1), 1.1120 (S2), 1.1100 (S3)
- **Expected range for the day:** 1.1150-1.1185

Indicative EURMYR 4.5762



Source: Bloomberg

- EURMYR opened 0.29% lower at 4.5675 today. **Daily outlook slightly bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EURMYR cross is slightly bearish today** on lower opening as EUR lost ground against the USD overnight but downside is capped given that both EUR and MYR are trading weaker in a stronger dollar environment. **Medium term outlook is bearish** on ECB's accommodative monetary policy stance and continued weaker growth outlook versus a more solid US economy.
- **Key resistances:** 4.5800 (R1), 4.5900 (R2) 4.6000 (R3)
- **Key supports:** 4.5700 (S1), 4.5620 (S2), 4.5550 (S3)
- **Expected range for the day:** 4.5650– 4.5830

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