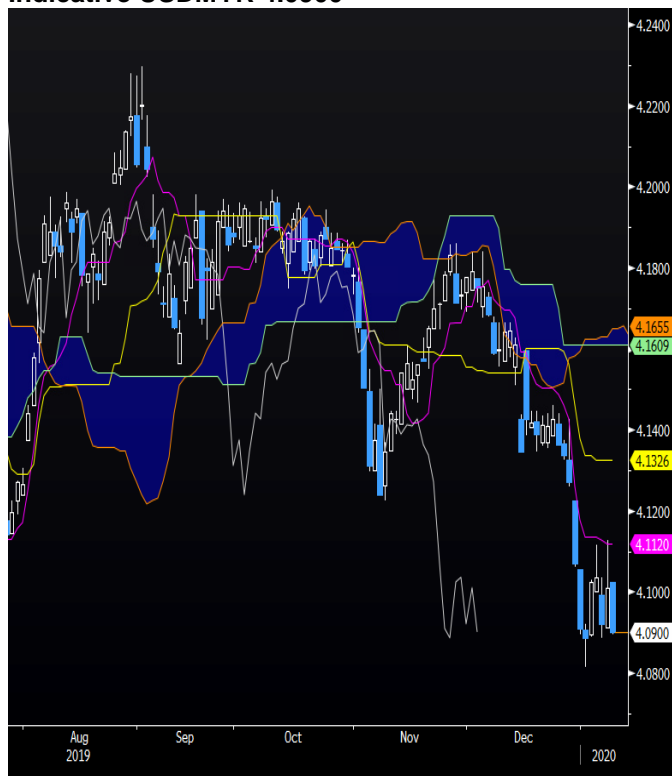


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

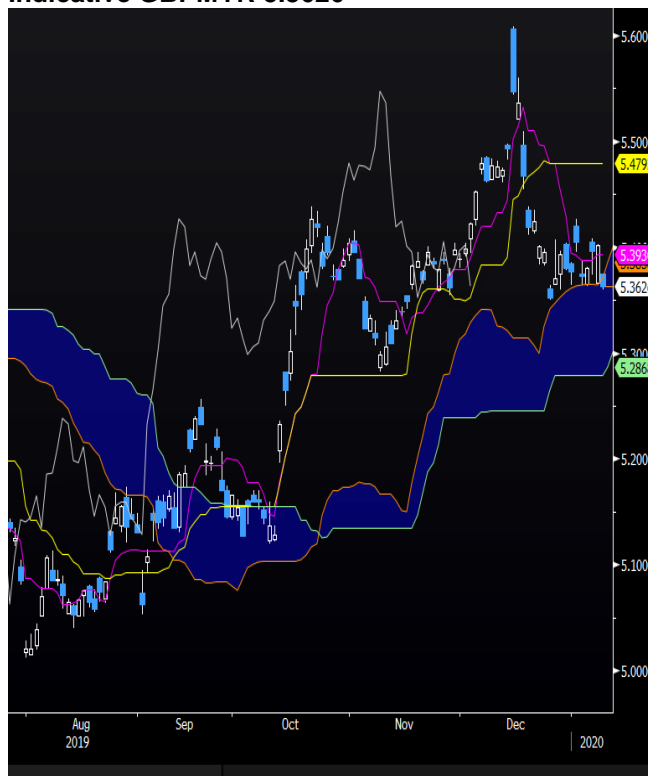
Indicative USDMYR 4.0900



Source: Bloomberg

- USDMYR opened little changed at 4.1025 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bullish.**
- **MYR recovered and turned bullish** as markets turned risk-on amidst optimism that the US and Iran would not go to war. USDMYR slipped below 4.1000 and is seen trading around 4.0900 handle suggesting that the pair would be kept within 4.0850 – 4.1000 for now amidst a lack of key driver. **MYR medium term outlook is still bearish**, expecting the USD to be well supported by solid data in 1Q20.
- **Key resistances:** 4.1000 (S1), 4.1200 (S2), 4.1300 (S3)
- **Key supports:** 4.0850 (R1), 4.0800 (R2), 4.0750 (R3)
- **Expected range for the day:** 4.0850 – 4.1000

Indicative GBPMYR 5.3626



Source: Bloomberg

- GBPMYR opened 0.50% lower at 5.3746 today. **Daily outlook is bearish.**
- **Weekly and monthly outlook neutral.**
- **GBPMYR outlook is bearish** as it opened lower this morning following a slump in the sterling overnight. Focus is now on the House of Commons' vote on PM Boris Johnson's EU Withdrawal Agreement before heading to the Lords' next week. **Medium term outlook is neutral** for now, awaiting more Brexit-related development.
- **Key resistances:** 5.3800 (R1), 5.3930 (R2), 5.4260 (R3)
- **Key supports:** 5.3500 (S1), 5.3200 (S2), 5.3000 (S3)
- **Expected range for the day:** 5.3500 – 5.3850

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

**Indicative AUDUSD 0.6876**



Source: Bloomberg

- AUDUSD opened unchanged at 0.6866 today. **Daily outlook slightly bullish.**
- **Weekly and monthly outlook bearish.**
- **Daily outlook is slightly bullish as AUD is expected to rebound on positive** trade report that shows Australia recorded a larger than expected trade surplus in November. **Medium term outlook is bearish** on rising possibility of an RBA rate cut in early February.
- **Key resistances:** 0.6880 (R1), 0.6900 (R2), 0.6920 (R3)
- **Key supports:** 0.6850 (S1), 0.6825 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6850 – 0.6900

**Indicative AUDMYR 2.8106**



Source: Bloomberg

- AUDMYR opened little changed at 2.8196 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **AUDMYR is bearish today** on stronger MYR component despite both currencies looking to strengthen against the dollar today as risk sentiment returns. **Medium term outlook is bearish** on rising possibility of an RBA rate cut in early February.
- **Key resistances:** 2.8200 (R1), 2.8260 (R2), 2.8300 (R3)
- **Key supports:** 2.8060 (S1), 2.8020 (S2), 2.8000 (S3)
- **Expected range for the day:** 2.8060 – 2.8200

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

Indicative EURUSD 1.1118



Source: Bloomberg

- EURUSD opened unchanged at 1.1105 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- EUR rolled in today's Asian session at just a tad above key 1.1100 support and is currently struggling around 1.1110. **Daily outlook is neutral**, expecting the pair to consolidate around 1.1100 – 1.1130 ahead of Friday's US NFP job report. **Medium term outlook is still bearish** on ECB's accommodative monetary policy stance and continued weaker growth outlook versus a more solid US economy.
- **Key resistances:** 1.1120 (R1), 1.1150 (R2), 1.1180 (R3)
- **Key supports:** 1.1100 (S1), 1.0980 (S2), 1.0950 (S3)
- **Expected range for the day:** 1.1100-1.1130

Indicative EURMYR 4.5473



Source: Bloomberg

- EURMYR opened 0.22% lower at 4.5577 today. **Daily outlook bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EURMYR cross is bearish today on lower opening as well as stronger MYR component as risk sentiment returns to market. 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:** 4.5600 (R1), 4.5700 (R2) 4.5800 (R3)
- **Key supports:** 4.5400 (S1), 4.5300 (S2), 4.5200 (S3)
- **Expected range for the day:** 4.5400– 4.5600

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

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