

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0890



Source: Bloomberg

- USDMYR opened little changed at 4.0903 today. **Daily outlook slightly bearish.**
- **Weekly and monthly outlook bullish.**
- **Daily outlook for MYR is still slightly bullish** expecting the local currency to benefit from renewed trade optimism but gains were likely limited as market turns slightly cautious ahead of tonight's NFP job report heading into the weekend. 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 5.3378



Source: Bloomberg

- GBPMYR opened slightly lower at 5.3464 today. **Daily outlook is slightly bearish.**
- **Weekly outlook bearish and monthly outlook neutral.**
- **GBPMYR outlook is slightly bearish** as the sterling remains pressured in a strong dollar environment and is driven by multiple factors namely the Commons' vote on PM Boris Johnson's Brexit bill and the release of UK monthly GDP and industrial production data. **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:** 5.3300 (S1), 5.3000 (S2), 5.2880 (S3)
- **Expected range for the day:** 5.3200 – 5.3500

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

**Indicative AUDUSD 0.6863**



Source: Bloomberg

- AUDUSD opened unchanged at 0.6858 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bearish.**
- **Daily outlook is bullish** as AUD is expected to recover some recent losses following better than expected retail sales data released just this morning while simultaneously aided by trade optimism. **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 – 0.6880

**Indicative AUDMYR 2.8032**



Source: Bloomberg

- AUDMYR opened slightly lower at 2.8036 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **AUDMYR cross is bearish today** on stronger MYR component that exceeds the retail sales-inspired AUD gain. **Medium term outlook is bearish** on rising possibility of an RBA rate cut in early February.
- **Key resistances:** 2.8100 (R1), 2.8200 (R2), 2.8270 (R3)
- **Key supports:** 2.8020 (S1), 2.8015 (S2), 2.8000 (S3)
- **Expected range for the day:** 2.8010– 2.8110

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Indicative EURUSD 1.1105



Source: Bloomberg

- EURUSD opened unchanged at 1.1106 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **Daily outlook remains neutral** for now and is kept within a tight range of 1.1100 – 1.1120 ahead of tonight’s US NFP job report. A solid NFP number risks pushing EURUSD back below 1.1000 to a range of 1.0950-1.0980. **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:** 1.0950-1.1120

Indicative EURMYR 4.5379



Source: Bloomberg

- EURMYR opened little changed at 4.5447 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EURMYR cross is neutral** in a likely muted session lacking in key driver just ahead of the weekend. **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:** 4.5500 (R1), 4.5600 (R2) 4.5700 (R3)
- **Key supports:** 4.5350 (S1), 4.5300 (S2), 4.5200 (S3)
- **Expected range for the day:** 4.5350– 4.5480

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

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