

Global Markets Research
FX Strategy

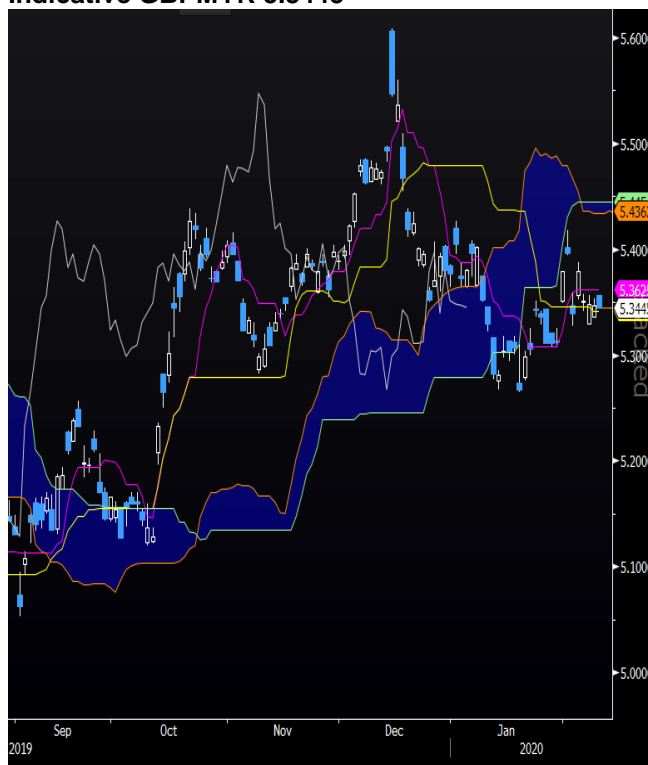
Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1390



Source: Bloomberg

Indicative GBPMYR 5.3445



Source: Bloomberg

- USDMYR opened little changed at 4.1440 today. **Daily outlook neutral to slightly bullish.**
- **Weekly and monthly outlook bullish.**
- **USDMYR outlook is neutral to slightly bullish today** as we reckon that there is still room for the pair to climb further amidst broadly strong USD with RSI still reciding slightly below the overbought level. A break above 4.1500 would give way for further gains before being pushed back to around 4.1400 in the short term if RSI is overbought. For now markets seem to be taking a break to assess the overall coronavirus outbreak situation. Daily range is likely at 4.1350-4.1500. **Medium term USDMYR outlook is bullish**, supported by relatively solid US data and ongoing uncertainties surrounding the virus outbreak.
- **Key resistances:** 4.1500 (S1), 4.1550 (S2), 4.1600 (S3)
- **Key supports:** 4.1300 (R1), 4.1200 (R2), 4.1100 (R3)
- **Expected range for the day:** 4.1350-4.1500

- GBPMYR opened 0.18% higher at 5.3563 today. **Daily outlook neutral.**
- **Weekly outlook and monthly outlook neutral.**
- **GBPMYR cross is neutral** as the cross is expected to continue trading within a tight range amidst a lack of driver for the sterling. GBPUSD also looks to be stabilizing above 1.2900 in the short term but ongoing dollar strength risks pulling the sterling back below this level. **Medium term outlook is neutral** for now given the uncertainties over US-EU trading relationship and likelihood that the BOE will hold rate for the rest of the year.
- **Key resistances:** 5.3624 (R1), 5.3876 (R2), 5.4000 (R3)
- **Key supports:** 5.3130 (S1), 5.2900 (S2), 5.2800 (S3)
- **Expected range for the day:** 5.3200- 5.3650

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

Indicative AUDUSD 0.6701



Source: Bloomberg

- AUDUSD opened unchanged at 0.6687 today. **Daily outlook is slightly bullish.**
- **Weekly outlook is bullish and monthly outlook bearish.**
- **AUDUSD is still flirting with the RSI oversold condition, indicating that a recovery back to 0.6700-0.6750 range is possible** when the market corrects, nonetheless the reportedly higher virus death tolls in China poses a major downside risk to the pair and could send the Aussie back to around 0.6660-0.6670 in the short term. **Medium term outlook is bearish** on grimmer and uncertain Australia growth outlook that is bound to be affected by the virus outbreak.
- **Key resistances:** 0.6700 (R1), 0.6730 (R2), 0.6750 (R3)
- **Key supports:** 0.6680 (S1), 0.6670 (S2), 0.6660 (S3)
- **Expected range for the day:** 0.6680 - 0.6717

Indicative AUDMYR 2.7727



Source: Bloomberg

- AUDMYR opened little changed at 2.7741 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **AUDMYR cross is neutral today** in a quiet market as investors monitor the development of the coronavirus outbreak. **Similarly for the medium term, outlook is bearish** on grimmer and uncertain Australia growth outlook that is bound to be affected by the virus outbreak.
- **Key resistances:** 2.7800 (R1), 2.7900 (R2), 2.8000 (R3)
- **Key supports:** 2.7650 (S1), 2.7500 (S2), 2.7400 (S3)
- **Expected range for the day:** 2.7650- 2.7800

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Indicative EURUSD 1.0915



Source: Bloomberg

- EURUSD opened unchanged at 1.0911 today. **Daily outlook neutral to slightly bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EURUSD daily outlook is still bearish** as the pair is looking to break 1.0900 figure support today on the back of a stronger dollar. However markets are hitting a pause for now in anticipation of Fed Chair Jerome Powell's testimony before the House Financial Services Committee tonight. **Medium term outlook is bearish** over weaker Eurozone growth versus a firmer US outlook.
- **Key resistances:** 1.0920 (R1), 1.0940 (R2), 1.0960 (R3)
- **Key supports:** 1.0900 (S1), 1.0880 (S2), 1.0860 (S3)
- **Expected range for the day:** 1.0890-1.0930

Indicative EURMYR 4.5198



Source: Bloomberg

- EURMYR opened 0.36% lower at 4.5246 today. **Daily outlook bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EURMYR cross is bearish today** after opening sharply lower as EURUSD extended further losses overnight. **Medium term outlook is bearish** over weaker Eurozone growth versus a firmer US outlook.
- **Key resistances:** 4.5284 (R1), 4.5359 (R2) 4.5500 (R3)
- **Key supports:** 4.5100 (S1), 4.5000 (S2), 4.4900 (S3)
- **Expected range for the day:** 4.5150- 4.5280

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