

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

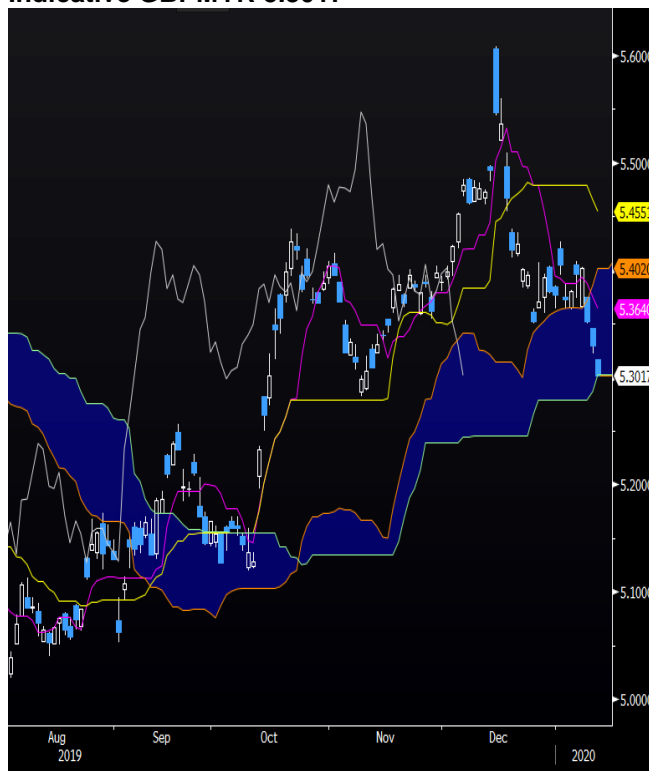
Indicative USDMYR 4.0670



Source: Bloomberg

- USDMYR opened little changed at 4.0730 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook bullish.**
- **Daily outlook for MYR is bullish on broader dollar weakness** with positive trade news likely to keep MYR supported in the short term. **MYR medium term outlook is still bearish**, expecting the USD to be well supported by solid data in 1Q20.
- **Key resistances:** 4.0700 (S1), 4.0800 (S2), 4.0900 (S3)
- **Key supports:** 4.0650 (R1), 4.0600 (R2), 4.0550 (R3)
- **Expected range for the day:** 4.0600 – 4.0800

Indicative GBPMYR 5.3017



Source: Bloomberg

- GBPMYR opened 0.26% lower at 5.3163 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook neutral.**
- **GBPMYR is expected to stay under pressure today on MYR strength as well as GBP's ongoing weakness against the USD** following BOE policy maker Gertjan Vlieghe's remark that he would back rate cut if data didn't improve. Key data to watch out for today are UK monthly GDP and industrial production. **Medium term outlook is neutral** now as PM Boris Johnson's Brexit bill is expected to be signed off by the House of Lords before going to the European Parliament that likely to lead Britain finally leaving the EU on 31 Jan.
- **Key resistances:** 5.3300 (R1), 5.3600 (R2), 5.3800 (R3)
- **Key supports:** 5.2800 (S1), 5.2650 (S2), 5.2400 (S3)
- **Expected range for the day:** 5.2800 – 5.3225

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

Indicative AUDUSD 0.6903



Source: Bloomberg

- AUDUSD opened slightly higher at 0.6894 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **AUD daily outlook is neutral and is likely trade within 0.6890 to 0.6910** despite trade optimism as markets continue to weigh the impact of wildfire has on the economy. **Medium term outlook is bearish** on rising possibility of an RBA rate cut as early as February.
- **Key resistances:** 0.6915 (R1), 0.6940 (R2), 0.6950 (R3)
- **Key supports:** 0.6900 (S1), 0.6880 (S2), 0.6850 (S3)
- **Expected range for the day:** 0.6880 – 0.6915

Indicative AUDMYR 2.8071



Source: Bloomberg

- AUDMYR opened 0.31% higher at 2.8120 today. **Daily outlook neutral to slightly bullish.**
- **Weekly and monthly outlook bearish.**
- **AUDMYR cross is neutral to slightly bullish today** on higher opening with both AUD and MYR remain strong against the USD. **Medium term outlook is bearish** on rising possibility of an RBA rate cut in early February.
- **Key resistances:** 2.8200 (R1), 2.8270 (R2), 2.8380 (R3)
- **Key supports:** 2.8030 (S1), 2.8005 (S2), 2.7950 (S3)
- **Expected range for the day:** 2.8030– 2.8150

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Indicative EURUSD 1.1118



Source: Bloomberg

- EURUSD opened barely changed at 1.1122 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **Daily outlook remains neutral** for now and is expected to be kept within a tight range of 1.1100 – 1.1130 on lack of key driver. **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 4.5216



Source: Bloomberg

- EURMYR opened 0.18% higher at 4.5311 today. **Daily outlook bearish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **EURMYR cross is bearish today on stronger MYR component while EUR is expected to trade neutral against the USD. 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:** 4.5400 (R1), 4.5500 (R2) 4.5600 (R3)
- **Key supports:** 4.5200 (S1), 4.5150 (S2), 4.5100 (S3)
- **Expected range for the day:** 4.5200– 4.5400

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