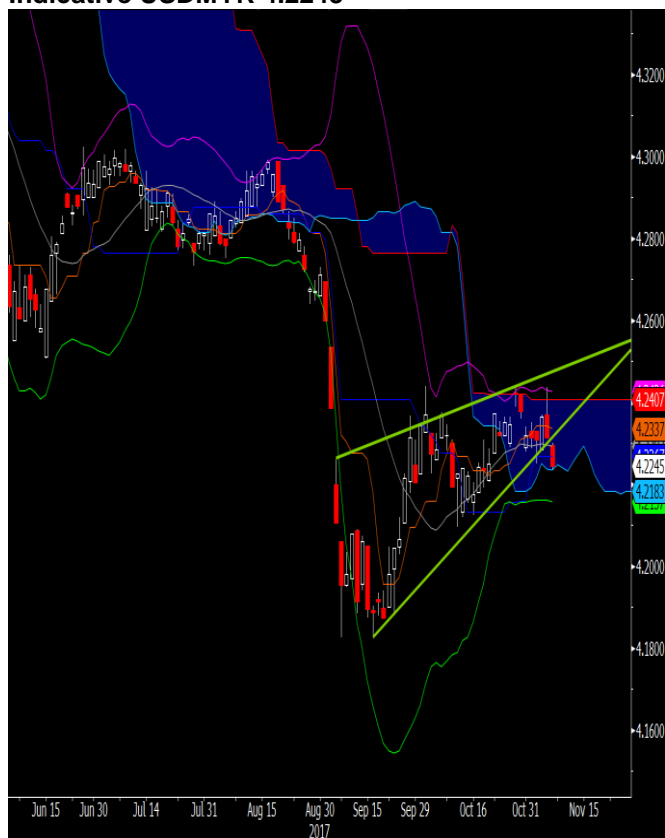
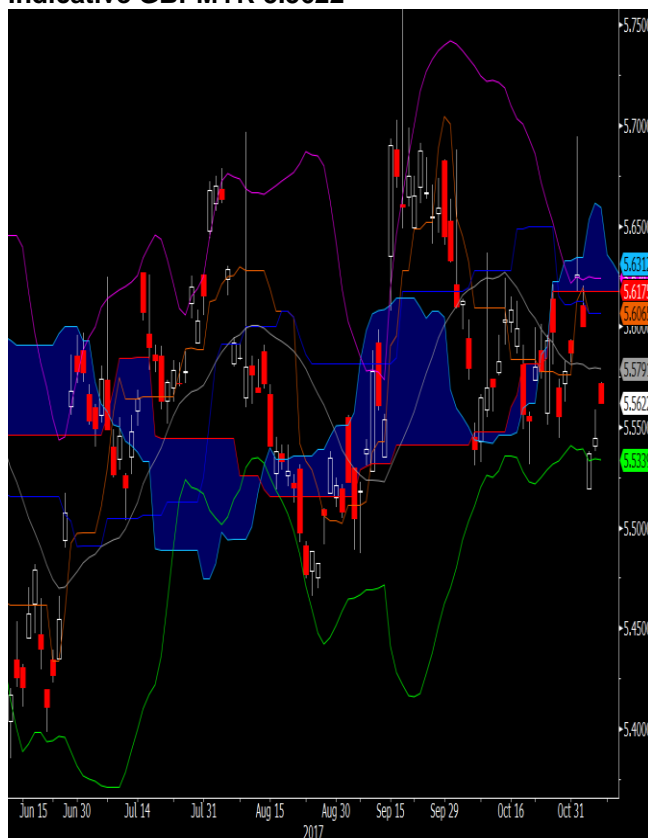


Global Markets Research
FX Strategy
Daily Currency Outlook – 11am edition
Indicative USDMYR 4.2245


Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish** on the back of a soft USD, while MYR is supported by firmer risk sentiment in the markets and rising oil prices.
- **Weekly outlook bearish, monthly outlook neutral.**
- USDMYR appears to have been rejected by key levels and currently completing a bearish pattern. The pair is now tilted downwards. Caution that closing below 4.2224 will trigger further losses to circa 4.2156.
- **Key resistances:** 4.2267 (R1), 4.2292 (R2), 4.2337 (R3)
- **Key supports:** 4.2233 (S1), 4.2225 (S2), 4.2200 (S3)
- **Expected range for the day:** 4.2230 – 4.2310

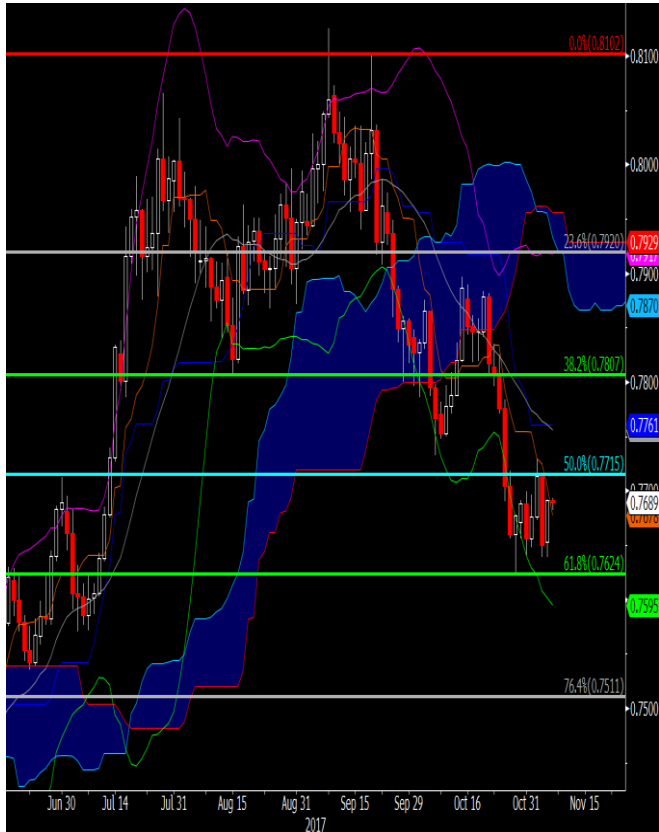
Indicative GBPMYR 5.5622


Source: Bloomberg

- GBPMYR opened 272 pips higher at 5.5717. **Daily outlook slightly bullish**, lifted by the sharply higher opening but gains are likely narrowed going into European trade.
- **Weekly and monthly outlook bearish.**
- Despite a sharp gap up at opening, bearish bias still prevails thus we maintain that GBPMYR remains inclined to the downside. We reckon that there is room for the pair to fall to 5.5210.
- **Continue to expect a potential decline to 5.5210**, otherwise curbed by a close above 5.5764.
- **Key resistances:** 5.5680 (R1), 5.5738 (R2), 5.5792 (R3)
- **Key supports:** 5.5600 (S1), 5.5566 (S2), 5.5500 (S3)
- **Expected range for the day:** 5.5550 – 5.5720

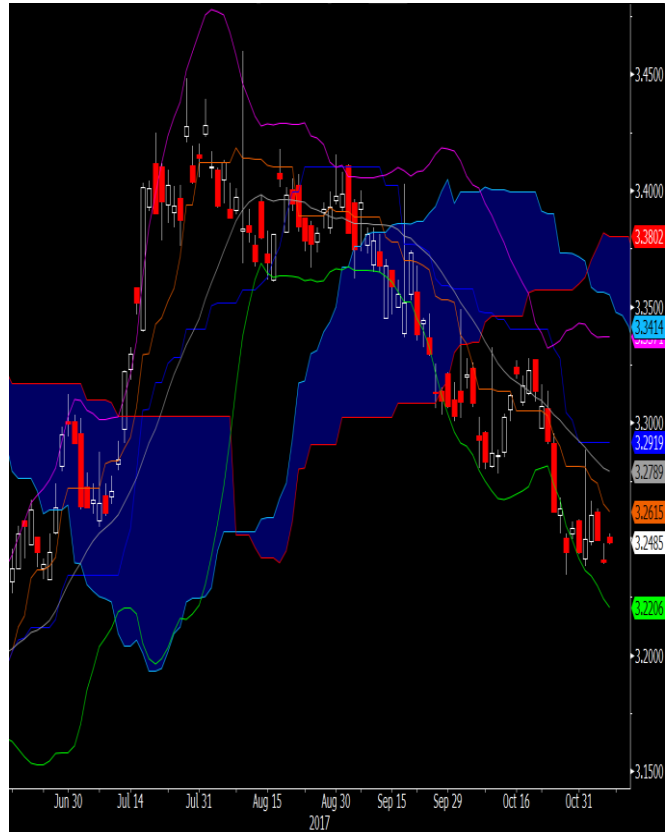
* levels are quoted based on spot prices at the time of writing, bid/ask prices may vary

Indicative AUDUSD 0.7689



Source: Bloomberg

Indicative AUDMYR 3.2485



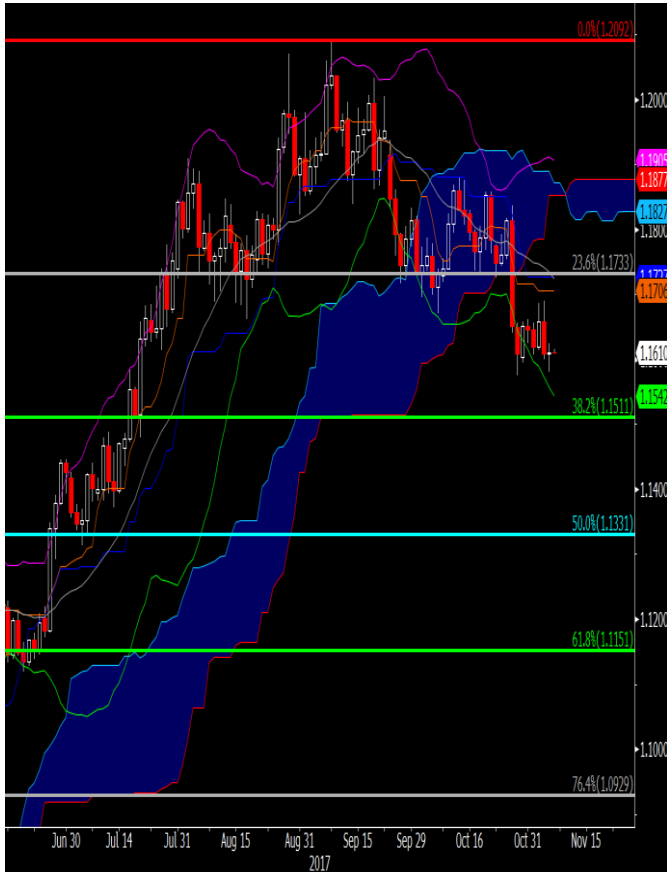
Source: Bloomberg

- AUDUSD opened unchanged at 0.7691. **Daily outlook bullish**; barring any dovish statements from RBA, firmer risk appetite and commodities suggest extended upside support to AUD.
- **Weekly outlook bearish, monthly outlook bullish.**
- AUDUSD appears to be attempting another rebound, which we currently view will likely be terminated by a rejection at circa 0.7715 – 0.7730. The resulting rejection will push AUDUSD lower to 0.7603.
- **Key resistances:** 0.7700 (R1), 0.7715 (R2), 0.7730 (R3)
- **Key supports:** 0.7675 (S1), 0.7656 (S2), 0.7624 (S3)
- **Expected range for the day:** 0.7650 – 0.7720

- AUDMYR opened 111 pips higher at 3.2510. **Daily outlook slightly bearish**, anticipating a firmer MYR to overturn current gains.
- **Weekly outlook bearish, monthly outlook bullish.**
- We maintain that, unless AUDMYR closes above 3.2666, we continue to set sights on the pair sliding lower, potentially back to circa 3.2300.
- **Continue to expect a potential decline to 3.2200**, otherwise curbed by a close above 3.2550.
- **Key resistances:** 3.2497 (R1), 3.2522 (R2), 3.2615 (R3)
- **Key supports:** 3.2396 (S1), 3.2346 (S2), 3.2300 (S3)
- **Expected range for the day:** 3.2350 – 3.2520

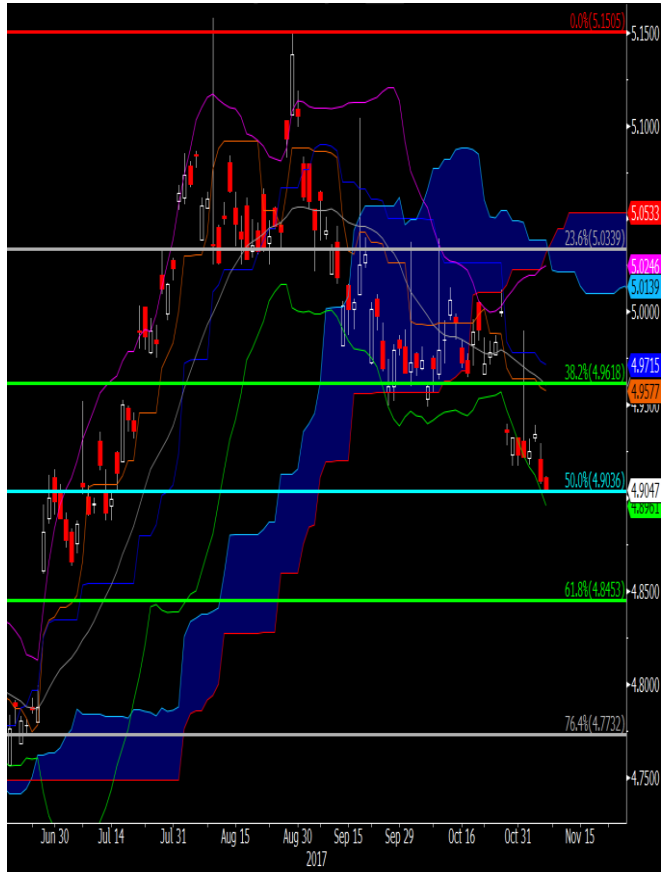
* levels are quoted based on spot prices at the time of writing, bid/ask prices may vary

Indicative EURUSD 1.1610



Source: Bloomberg

Indicative EURMYR 4.9047



Source: Bloomberg

- EURUSD opened unchanged at 1.1610. **Daily outlook bearish** on the back a firm USD, more so if Eurozone data disappoints.
- **Weekly and monthly outlook bearish.**
- We continue to set sights on a drop to 1.1511 in the next leg lower as part of a move suggested by chart pattern completion. Rebounds are possibly but likely restricted below 1.1670 before sliding lower thereafter.
- **Continue to expect a potential decline to 1.1511**, otherwise curbed by a close above 1.1670.
- **Key resistances:** 1.1619 (R1), 1.1633 (R2), 1.1670 (R3)
- **Key supports:** 1.1594 (S1), 1.1575 (S2), 1.1556 (S3)
- **Expected range for the day:** 1.1600 – 1.1650

- EURMYR opened 15pips higher at 4.9110. **Daily outlook bearish**, in anticipation of a firmer MYR.
- **Weekly and monthly outlook bearish.**
- Bearish bias continues to build, pushing EURMYR lower. EURMYR is now poised to slide below 4.9036 going forward, below which a drop to 4.8877 is highly likely.
- **EURMYR expectedly declined to 4.9036** in early trade.
- **Key resistances:** 4.9100 (R1), 4.9167 (R2), 4.9200 (R3)
- **Key supports:** 4.9036 (S1), 4.9000 (S2), 4.8967 (S3)
- **Expected range for the day:** 4.9000 – 4.9120

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

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Menara Hong Leong

6, Jalan Damanlela

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: HLMarkets@hlbb.hongleong.com.my**DISCLAIMER**

This report is for information purposes only and does not take into account the investment objectives, financial situation or particular needs of any particular recipient. The information contained herein does not constitute the provision of investment advice and is not intended as an offer or solicitation with respect to the purchase or sale of any of the financial instruments mentioned in this report and will not form the basis or a part of any contract or commitment whatsoever.

The information contained in this publication is derived from data obtained from sources believed by Hong Leong Bank Berhad ("HLBB") to be reliable and in good faith, but no warranties or guarantees, representations are made by HLBB with regard to the accuracy, completeness or suitability of the data. Any opinions expressed reflect the current judgment of the authors of the report and do not necessarily represent the opinion of HLBB or any of the companies within the Hong Leong Bank Group ("HLB Group"). The opinions reflected herein may change without notice and the opinions do not necessarily correspond to the opinions of HLBB. HLBB does not have an obligation to amend, modify or update this report or to otherwise notify a reader or recipient thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate.

HLB Group, their directors, employees and representatives do not have any responsibility or liability to any person or recipient (whether by reason of negligence, negligent misstatement or otherwise) arising from any statement, opinion or information, expressed or implied, arising out of, contained in or derived from or omission from the reports or matter. HLBB may, to the extent permitted by law, buy, sell or hold significantly long or short positions; act as investment and/or commercial bankers; be represented on the board of the issuers; and/or engage in 'market making' of securities mentioned herein. The past performance of financial instruments is not indicative of future results. Whilst every effort is made to ensure that statements of facts made in this report are accurate, all estimates, projections, forecasts, expressions of opinion and other subjective judgments contained in this report are based on assumptions considered to be reasonable as of the date of the document in which they are contained and must not be construed as a representation that the matters referred to therein will occur. Any projections or forecasts mentioned in this report may not be achieved due to multiple risk factors including without limitation market volatility, sector volatility, corporate actions, the unavailability of complete and accurate information. No assurance can be given that any opinion described herein would yield favorable investment results. Recipients who are not market professional or institutional investor customer of HLBB should seek the advice of their independent financial advisor prior to taking any investment decision based on the recommendations in this report.

HLBB may provide hyperlinks to websites of entities mentioned in this report, however the inclusion of a link does not imply that HLBB endorses, recommends or approves any material on the linked page or accessible from it. Such linked websites are accessed entirely at your own risk. HLBB does not accept responsibility whatsoever for any such material, nor for consequences of its use.

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. This report is for the use of the addressees only and may not be redistributed, reproduced or passed on to any other person or published, in part or in whole, for any purpose, without the prior, written consent of HLBB. The manner of distributing this report may be restricted by law or regulation in certain countries. Persons into whose possession this report may come are required to inform themselves about and to observe such restrictions. By accepting this report, a recipient hereof agrees to be bound by the foregoing limitations.