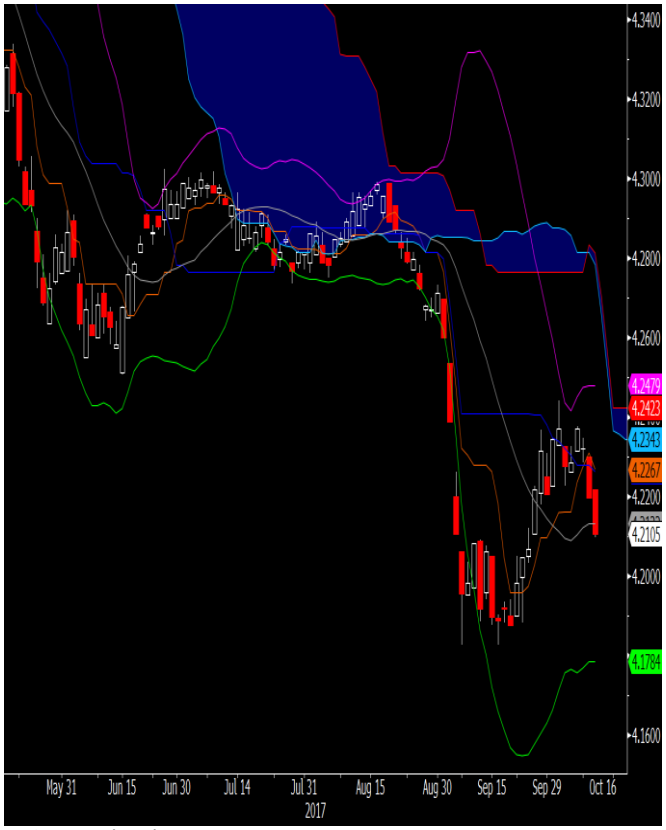
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

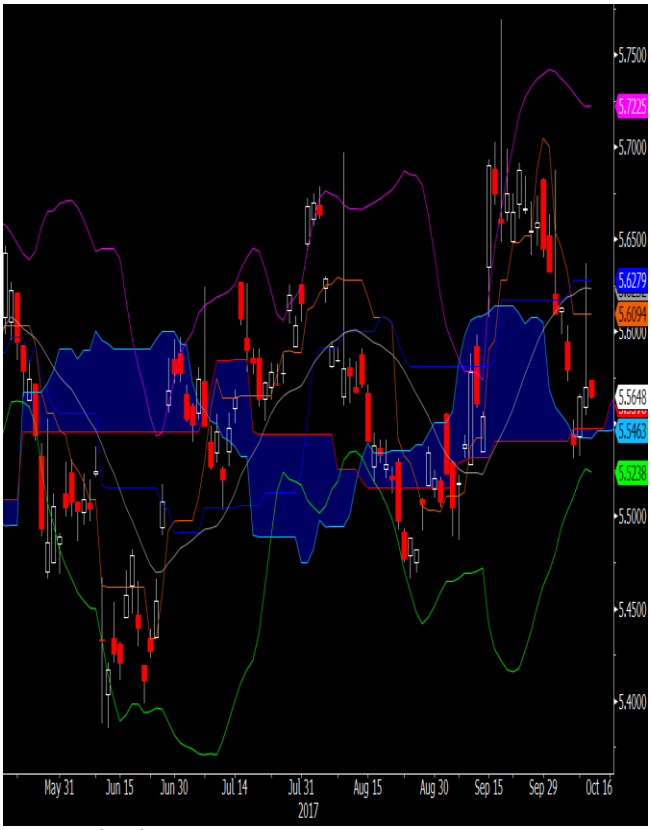
Indicative USDMYR 4.2105



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook bearish** on the back of a retreating USD.
- **Weekly outlook bearish, monthly outlook neutral**.
- USDMYR is still inclined to the downsides as bullish bias retreats. The pair is now poised to break below 4.2100, below which a drop to 4.1959 will be exposed.
- **Expect a potential decline to 4.1960**, otherwise curbed by a close above 4.2200.
- **Key resistances:** 4.2134 (R1), 4.2178 (R2), 4.2200 (R3)
- **Key supports:** 4.2100 (S1), 4.2075 (S2), 4.2050 (S3)
- **Expected range for the day:** 4.2075 – 4.2215

Indicative GBPMYR 5.5648

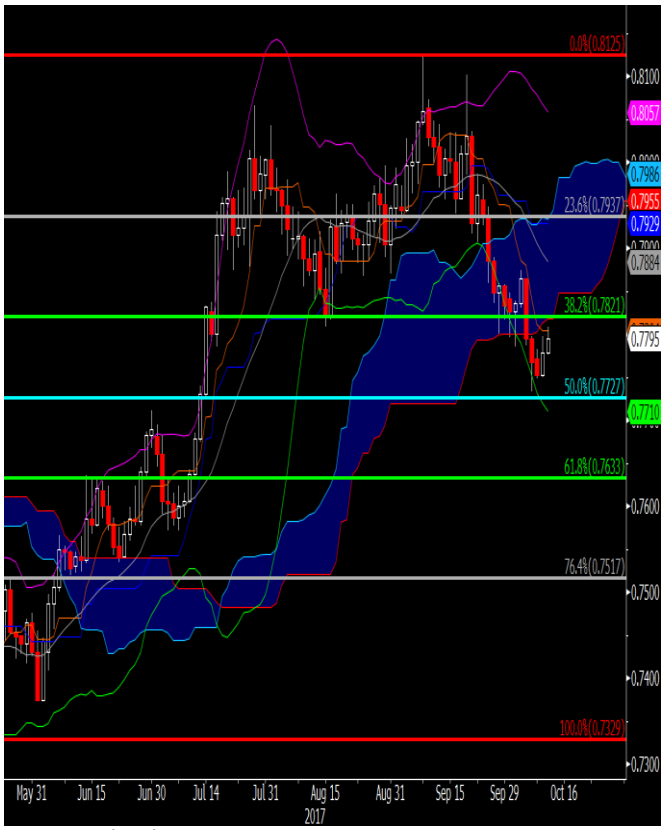


Source: Bloomberg

- GBPMYR opened 41pips higher at 5.5738. **Daily outlook slightly bullish** in anticipation of further GBP gains in European session to overturn current losses.
- **Weekly outlook bullish, monthly outlook bearish**.
- Technical signs remain bearish despite GBPMYR pushing higher. We maintain a bearish view currently, anticipating a slide to below 5.5436 on failure to break 5.5825.
- **Key resistances**: 5.5738 (R1), 5.5814 (R2), 5.5883 (R3)
- **Key supports**: 5.5630 (S1), 5.5549 (S2), 5.5474 (S3)
- **Expected range for the day:** 5.5550 – 5.5740

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

Indicative AUDUSD 0.7795

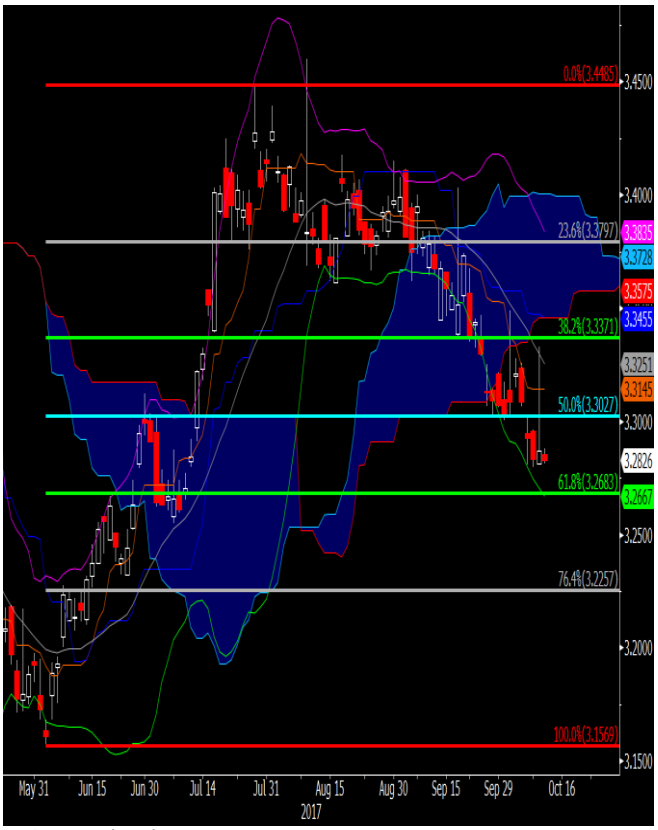


Source: Bloomberg

- AUDUSD opened unchanged at 0.7778. **Daily outlook bullish** on the back of a softer USD and firmer commodities.
- **Weekly and monthly outlook bearish**.
- Technical signals are now slightly bullish, tilting AUDUSD higher. Closing above 0.7804 will provide a lift to AUDUSD that could see it challenge 0.7863 – 0.7884. Otherwise, AUDUSD remains prone to a close below 0.7753 in the coming days.
- Despite a bullish daily view, **we continue to expect a potential decline to 0.7727**, otherwise curbed by a close above 0.7805.
- **Key resistances:** 0.7805 (R1), 0.7818 (R2), 0.7821 (R3)
- **Key supports:** 0.7784 (S1), 0.7750 (S2), 0.7727 (S3)
- **Expected range for the day:** 0.7760 – 0.7820

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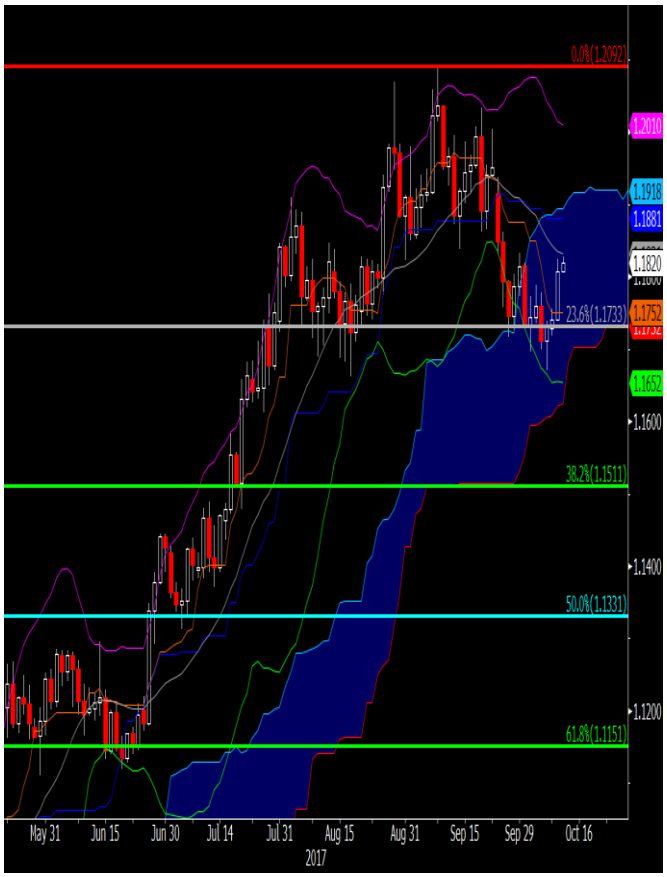
Indicative AUDMYR 3.2826



Source: Bloomberg

- AUDMYR opened 16pips lower at 3.2856. **Daily outlook slightly bearish** as we expect a firm MYR to offset gains in AUD.
- **Weekly and monthly outlook bearish**.
- AUDMYR is still inclined to the downsides in our view. We continue to set sights on AUDMYR sliding lower, with scope to test 3.2683 going forward.
- **Continue expect a potential decline to 3.2683**, otherwise curbed by a close above 3.2960.
- **Key resistances:** 3.2880 (R1), 3.2960 (R2), 3.3000 (R3)
- **Key supports:** 3.2810 (S1), 3.2750 (S2), 3.2720 (S3)
- **Expected range for the day:** 3.2800 – 3.2900

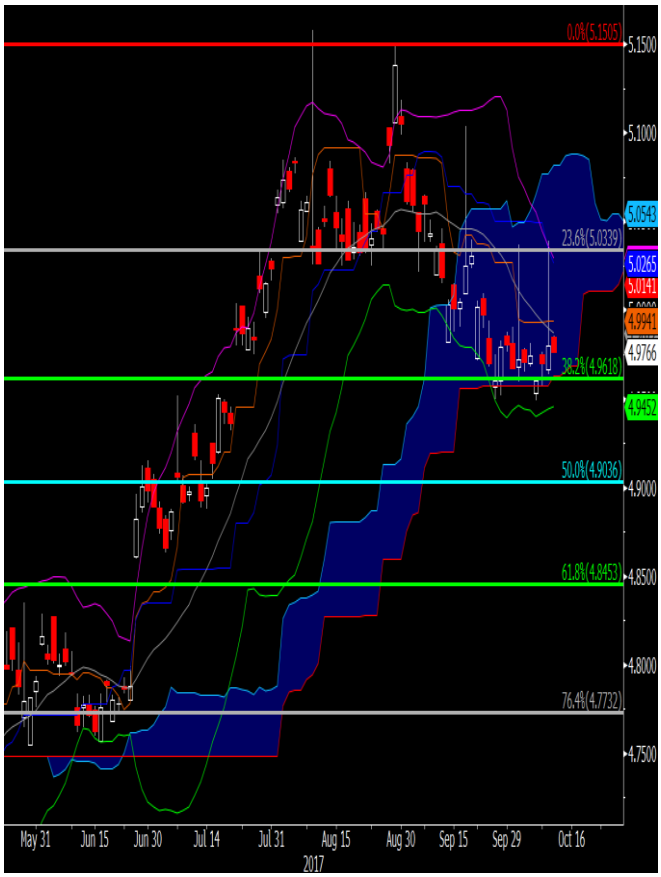
Indicative EURUSD 1.1820



Source: Bloomberg

- EURUSD opened unchanged at 1.1808. **Daily outlook slightly bullish** on the back of a softer USD and supported by continue ease in Spain's political woes.
- **Weekly outlook bullish, monthly outlook bearish**.
- Bypassing 1.1800 has given EURUSD extra room for upsides; the pair is on course for a test at 1.1862, above which it will target 1.1907 in the next leg higher.
- **Continue to expect a potential climb to 1.1830**.
- **Key resistances:** 1.1831 (R1), 1.1862 (R2), 1.1881 (R3)
- **Key supports:** 1.1800 (S1), 1.1772 (S2), 1.1752 (S3)
- **Expected range for the day:** 1.1780 – 1.1860

Indicative EURMYR 4.9766



Source: Bloomberg

- EURMYR opened 50pips higher at 4.9847. **Daily outlook slightly bullish** in anticipation of further EUR gains in European session.
- **Weekly outlook bullish, monthly outlook bearish**.
- Technical signs have turned mildly bullish on EURMYR. Holding above 4.9618 is now a likely case, and further gains to 5.0082 may be realized if 4.9872 is broken.
- **Expect a potential climb to 5.0050**, otherwise curbed by a close below 4.9618.
- **Key resistances:** 4.9873 (R1), 4.9941 (R2), 5.0000 (R3)
- **Key supports:** 4.9740 (S1), 4.9664 (S2), 4.9618 (S3)
- **Expected range for the day:** 4.9680 – 4.9870

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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

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