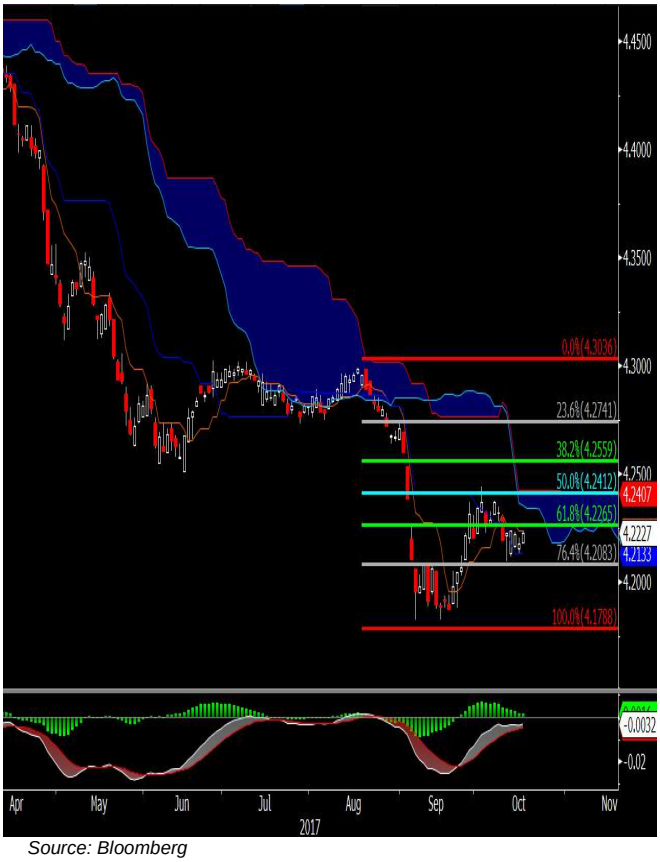
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.2227



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bullish** on the back of a rally in the greenback in early Asian trading.
- **Weekly outlook bearish, monthly outlook neutral**.
- Positive momentum in USDMYR is retreating and a close below 4.22 yesterday could open up the way for USDMYR to move lower again, targeting 4.2128 and probably 4.2083 next.
- **Key resistances:** 4.2240 (R1), 4.2265 (R2), 4.2309 (R3)
- **Key supports:** 4.2128 (S1), 4.2100 (S2), 4.2075 (S3)
- **Expected range for the day:** 4.2180 – 4.2260

Indicative GBPMYR 5.5939

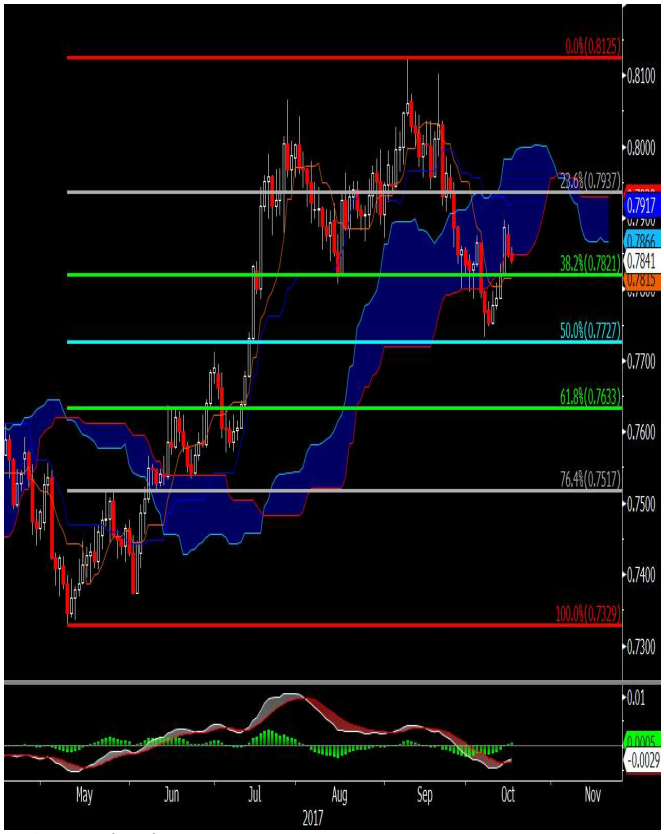


Source: Bloomberg

- GBPMYR opened 180pips lower at 5.5904. **Daily outlook bearish**, amid a much lower opening.
- **Weekly outlook bullish, monthly outlook bearish**.
- Negative momentum is softening, paving the way for GBPMYR to push higher. As long as the pair holds above 5.5836, it will likely test 5.6094 – 5.6279 in the next leg higher.
- **Continue to expect a potential climb to 5.6250**, invalidated by a close below 5.5800.
- **Key resistances**: 5.6043 (R1), 5.6094 (R2), 5.6126 (R3)
- **Key supports**: 5.5918 (S1), 5.5831 (S2), 5.5800 (S3)
- **Expected range for the day:** 5.5830 – 5.6100

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

Indicative AUDUSD 0.7841



Source: Bloomberg

- AUDUSD opened unchanged at 0.7851. **Daily outlook slightly bullish** but gains will likely be muted as RBA minutes reiterated risks of a stronger Aussie.
- **Weekly outlook bullish, monthly outlook bearish**.
- Momentum indicators continued to inch higher paving the way for AUDUSD to test 0.7900 next.
- **Key resistances:** 0.7900 (R1), 0.7928 (R2), 0.7937 (R3)
- **Key supports:** 0.7821 (S1), 0.7804 (S2), 0.7797 (S3)
- **Expected range for the day:** 0.7800 – 0.7860

Indicative AUDMYR 3.3112



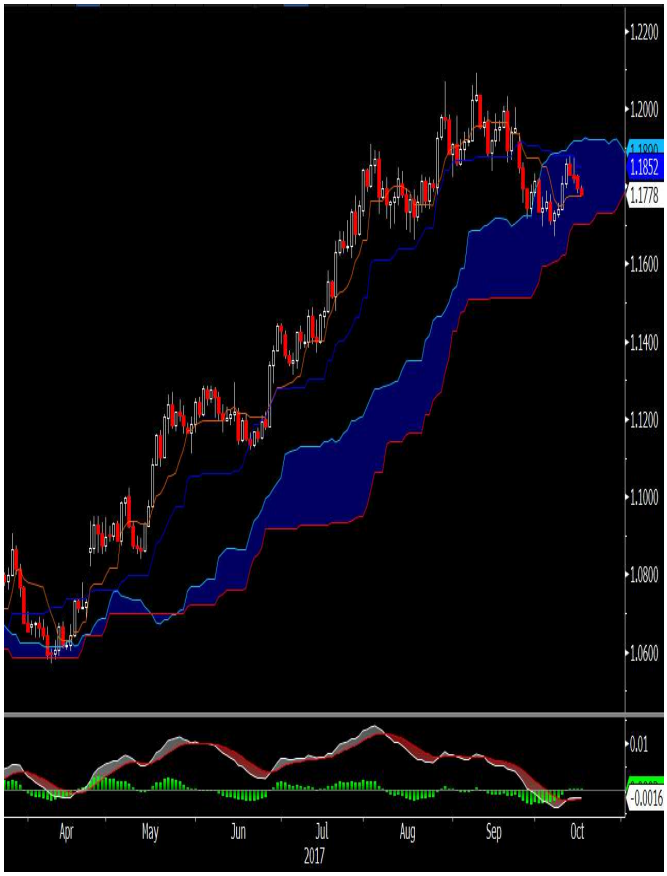
Source: Bloomberg

- AUDMYR opened 122pips lower at 3.3088. **Daily outlook bearish** despite a softer MYR following a lower opening and in anticipation of muted Aussie strength.
- **Weekly outlook bullish; monthly outlook bearish**.
- Even though technical remain bearish, momentum indicator is turning increasingly positive, reaffirming that the pair is on track to test 3.3253 in the next leg higher.
- **Key resistances:** 3.3135 (R1), 3.3220 (R2), 3.3256 (R3)
- **Key supports:** 3.3087 (S1), 3.3051 (S2), 3.3000 (S3)
- **Expected range for the day:** 3.3050 – 3.3133

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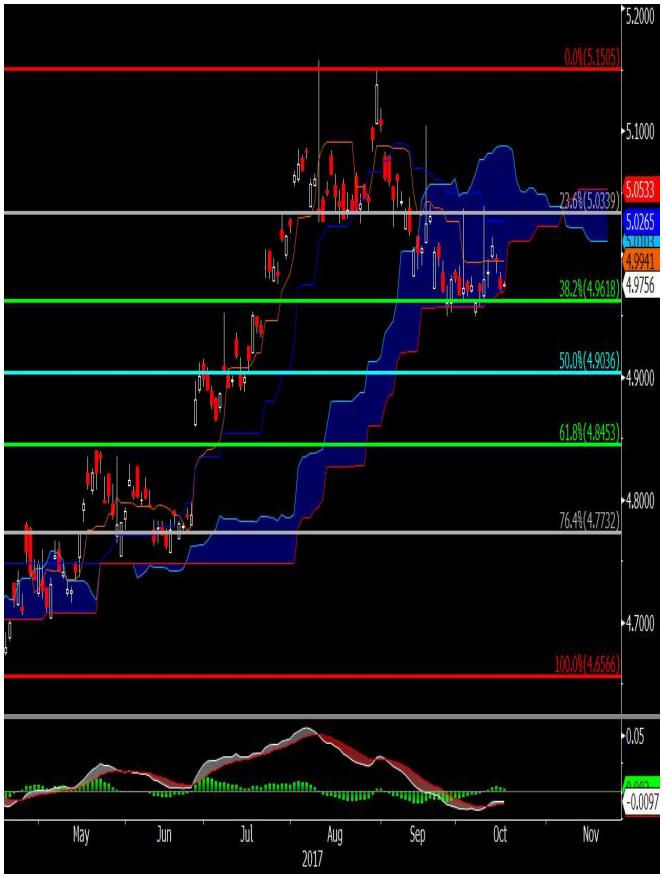
Indicative EURUSD 1.1778



Source: Bloomberg

- EURUSD opened unchanged at 1.1796. **Daily outlook slightly bearish** on the back of a firmer USD.
- **Weekly outlook bullish, monthly outlook bearish**.
- **EUR is turning less bullish in our view.** Extended closing below 1.1823 has dampened bullishness in the EUR. EURUSD could now move lower towards 1.1733 before its next move up again.
- **Key resistances:** 1.1802 (R1), 1.1844 (R2), 1.1859 (R3)
- **Key supports:** 1.1775 (S1), 1.1733 (S2), 1.1708 (S3)
- **Expected range for the day:** 1.1750 – 1.1800

Indicative EURMYR 4.9756



Source: Bloomberg

- EURMYR opened 15pips higher at 4.9742. **Daily outlook slightly bearish** in anticipation of greater weakness in EUR vis-à-vis MYR.
- **Weekly outlook bullish, monthly outlook bearish**.
- EURMYR remains technically bullish even though positive momentum continues to soften. The pair is likely taking aim at 5.0149, which if broken will set a course for 5.0339.
- **Our target for a climb to 5.0330 is negated** by yesterday's close below 4.9880.
- **Key resistances:** 4.9886 (R1), 4.9966 (R2), 5.0000 (R3)
- **Key supports:** 4.9749 (S1), 4.9659 (S2), 4.9618 (S3)
- **Expected range for the day:** 4.9660 – 4.9800

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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