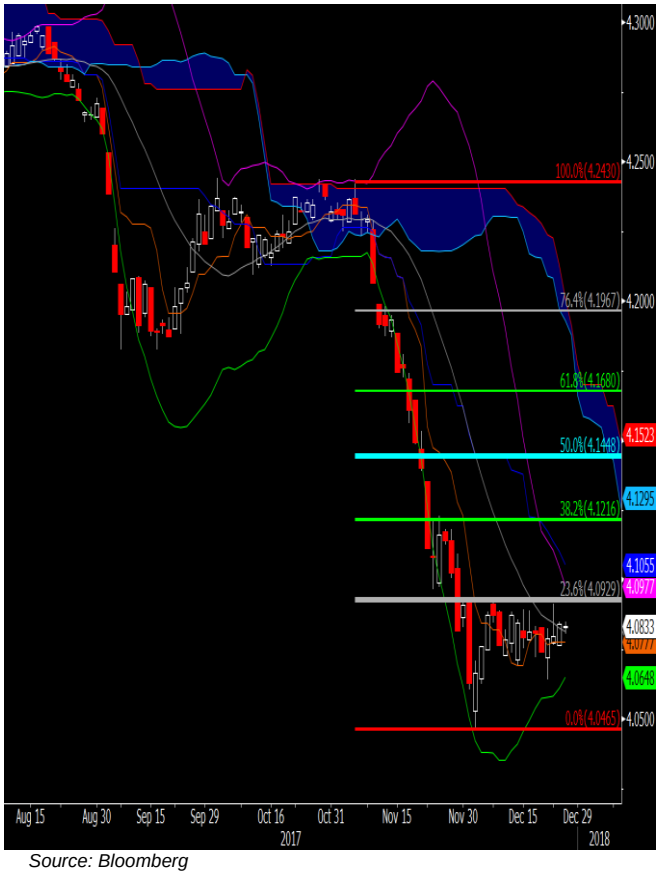
HongLeong Bank

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

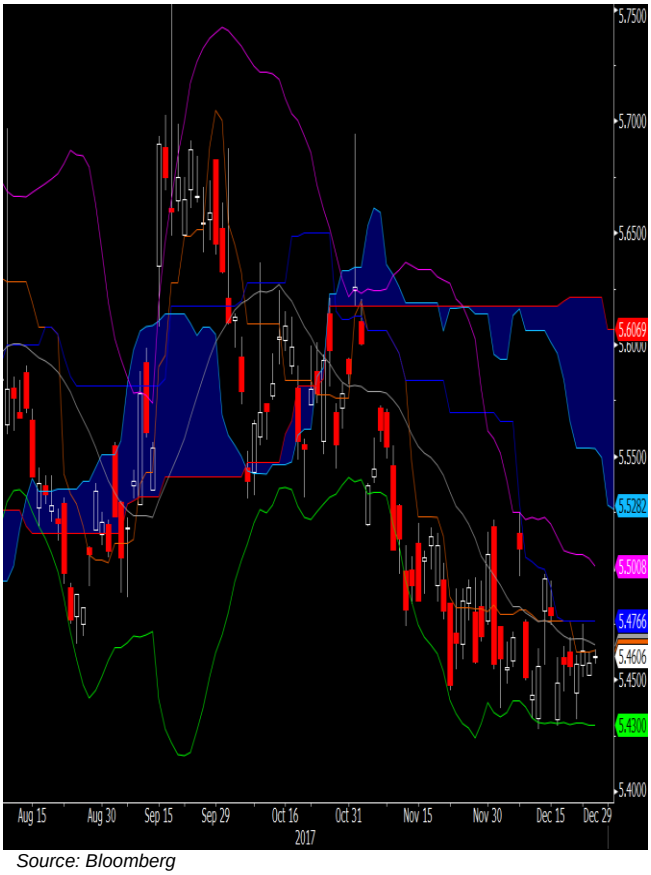
Indicative USDMYR 4.0833



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook slightly bullish** as buying interest in MYR is capped by subdued risk appetite in the markets.
- **Weekly outlook bearish, monthly outlook neutral**.
- Technical outlook has improved for USDMYR, providing room for some upsides in the near term and possibly test 4.0929 going forward. Nonetheless, this remains a strong resistance that risks a strong rejection lower.
- **Key resistances:** 4.0850 (R1), 4.885 (R2), 4.0900 (R3)
- **Key supports:** 4.0811 (S1), 4.0777 (S2), 4.0729 (S3)
- **Expected range for the day:** 4.0800 – 4.0920

Indicative GBPMYR 5.4606

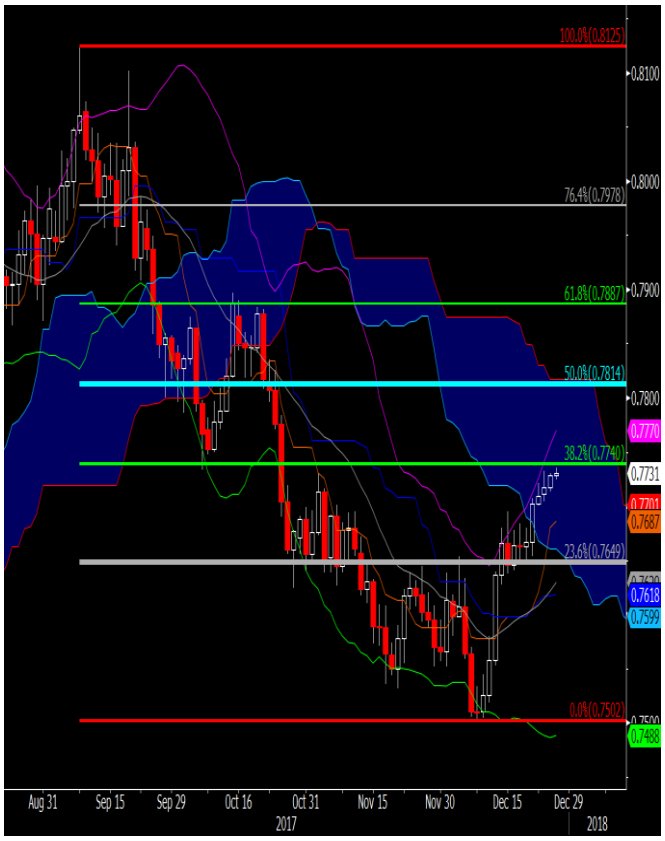


Source: Bloomberg

- GBPMYR opened 26pips higher at 5.4603. **Daily outlook slightly bearish**, anticipating a soft GBP in European trade.
- **Weekly and monthly outlook bearish**.
- GBPMYR is approaching 5.4656, a strong resistance that would determine if the pair could advance further. Bypassing this exposes a move to 5.4766, otherwise, a return to 5.4480 is highly likely.
- **Continue to expect a potential decline to 5.4059**, otherwise curbed by a close above 5.4690.
- **Key resistances**: 5.4633 (R1), 5.4653 (R2), 5.4700 (R3)
- **Key supports**: 5.4560 (S1), 5.4514 (S2), 5.4500 (S3)
- **Expected range for the day:** 5.4570 – 5.4680

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

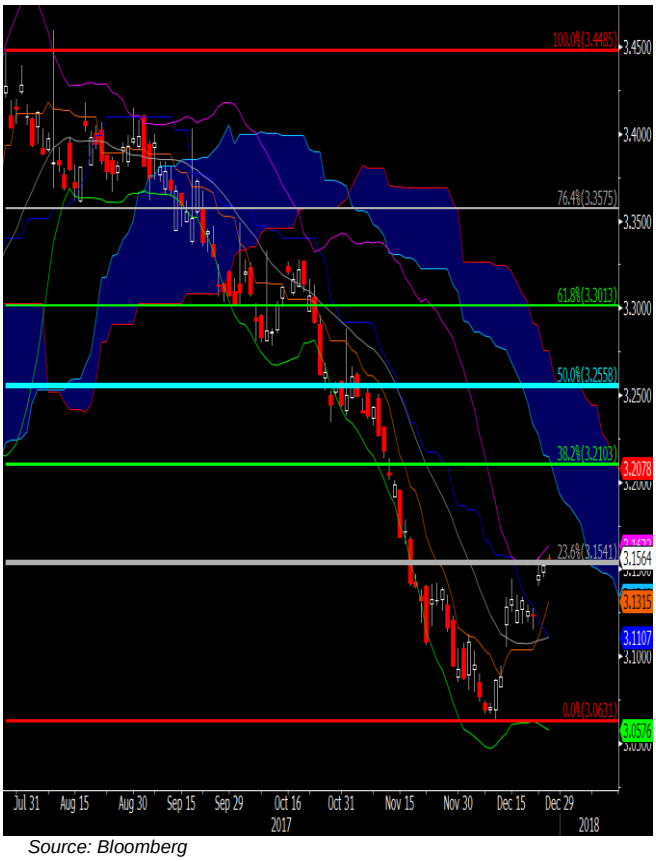
Indicative AUDUSD 0.7731



Source: Bloomberg

- AUDUSD opened unchanged at 0.7728. **Daily outlook slightly bullish** on the back of a soft USD, supported by continually firm performance in commodities.
- **Weekly and monthly outlook bullish**.
- AUDUS is still on track to test 0.7740, but caution that this is a strong resistance range that could potentially end current upside. Upward trajectory is sustained by holding above 0.7688.
- **Continue to expect a potential advance to 0.7740**.
- **Key resistances:** 0.7740 (R1), 0.7770 (R2), 0.7790 (R3)
- **Key supports:** 0.7720 (S1), 0.7700 (S2), 0.7688 (S3)
- **Expected range for the day:** 0.7700 – 0.7760

Indicative AUDMYR 3.1564

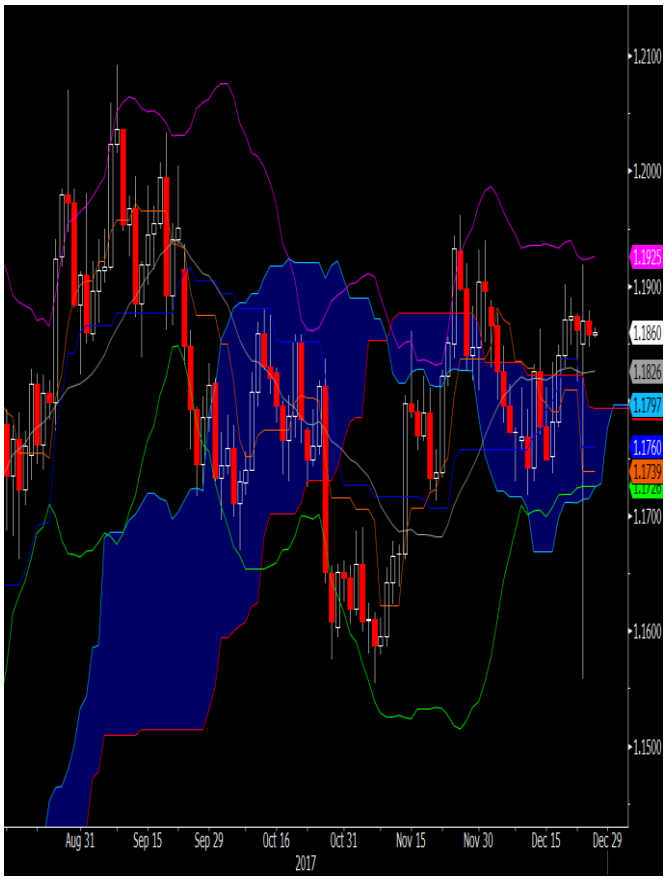


Source: Bloomberg

- AUDMYR opened 42pips higher at 3.1564. **Daily outlook slightly bullish**, supported by a firmer AUD.
- **Weekly and monthly outlook bullish**.
- Technical outlook is still constructive amid gains in upside momentum. AUDMYR broke above 3.1541 in early trade, and now risks an extended move to 3.1957.
- **Continue expect a potential advance to 3.1780**, otherwise curbed by a close below 3.1480.
- **Key resistances:** 3.1580 (R1), 3.1633 (R2), 3.1680 (R3)
- **Key supports:** 3.1541 (S1), 3.1500 (S2), 3.1452 (S3)
- **Expected range for the day:** 3.1540 – 3.1620

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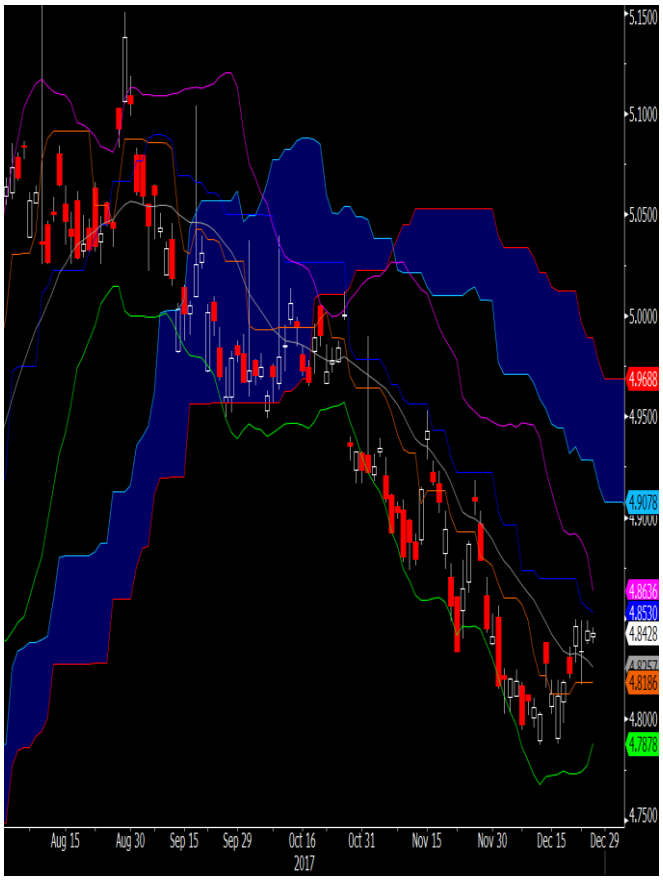
Indicative EURUSD 1.1860



Source: Bloomberg

- EURUSD opened unchanged at 1.1858. **Daily outlook slightly bullish** on the back of a soft USD.
- **Weekly and monthly outlook bullish**.
- Technically, EURUSD appears to be losing upside momentum. Climbing above 1.1875 is crucial to sustain current mild bullish bias; extended failure to so increasingly risk a drop to 1.1826, below which EURUSD will target 1.1794.
- **Continue expect a potential advance to 1.1940**, otherwise curbed by a close below 1.1830.
- **Key resistances:** 1.1875 (R1), 1.1902 (R2), 1.1925 (R3)
- **Key supports:** 1.1849 (S1), 1.1826 (S2), 1.1810 (S3)
- **Expected range for the day:** 1.1830 – 1.1890

Indicative EURMYR 4.8428



Source: Bloomberg

- EURMYR opened 28pips lower at 4.8412. **Daily outlook slightly bullish** as EUR has potential to advance further in European trade.
- **Weekly and monthly outlook bullish**.
- EURMYR upside bias is sustained by rising positive momentum and from holding above 4.8259. Upward trajectory could soon test 4.8578 next.
- **Continue to expect a potential advance to 4.8578**.
- **Key resistances:** 4.8444 (R1), 4.8493 (R2), 4.8552 (R3)
- **Key supports:** 4.8358 (S1), 4.8300 (S2), 4.8288 (S3)
- **Expected range for the day:** 4.8350 – 4.8520

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