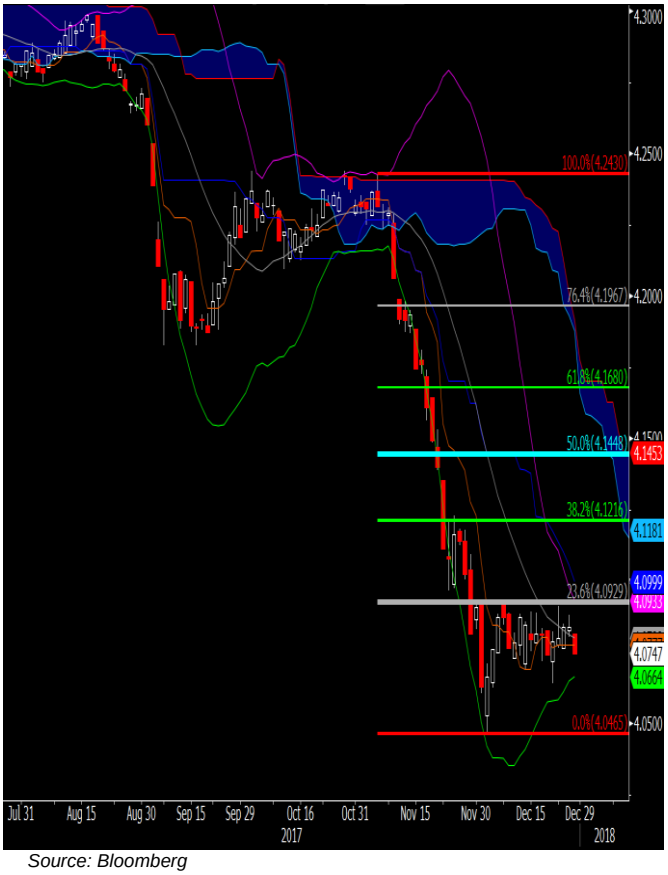
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

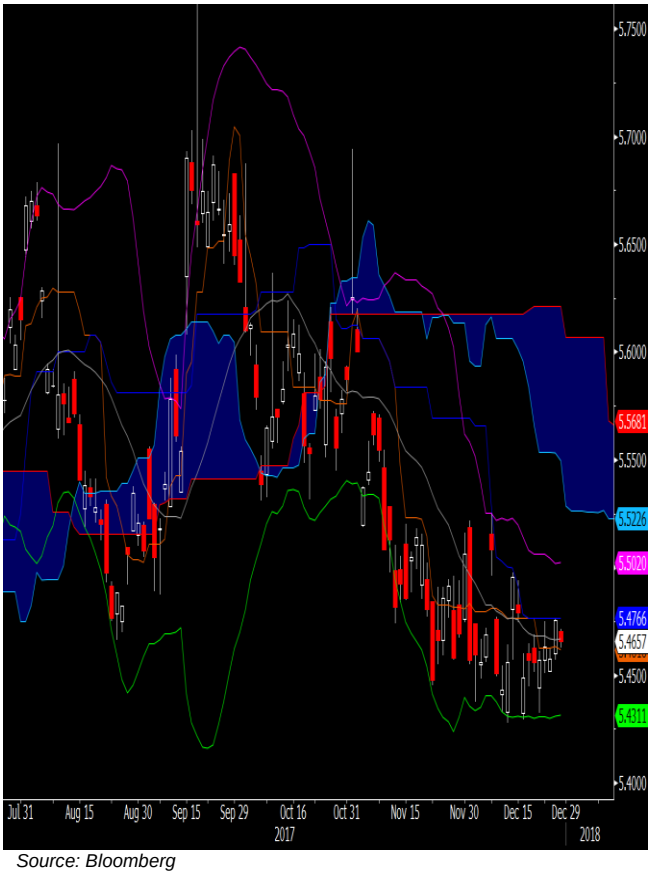
Indicative USDMYR 4.0747



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bullish** as buying interest in MYR is capped by subdued risk appetite in the markets.
- **Weekly and monthly outlook neutral**.
- Technical outlook remains firm for USDMYR, providing room for some upsides in the near term and possibly test 4.0929 going forward. This view will be overturned if USDMYR closes below 4.0790 today.
- **Key resistances:** 4.0777 (R1), 4.0800 (R2), 4.0825 (R3)
- **Key supports:** 4.0750 (S1), 4.0729 (S2), 4.0700 (S3)
- **Expected range for the day:** 4.0720 – 4.0850

Indicative GBPMYR 5.4657

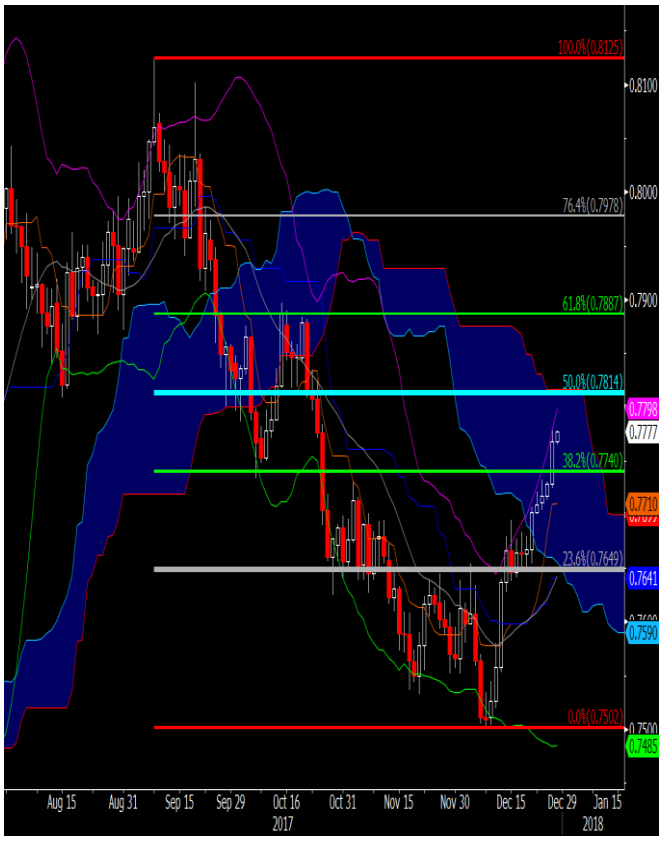


Source: Bloomberg

- GBPMYR opened 53pips lower at 5.4704. **Daily outlook slightly bearish**, anticipating a soft GBP in European trade.
- **Weekly and monthly outlook bearish**.
- GBPMYR is negotiating 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.
- **GBPMYR is now unlikely to decline to 5.4059**.
- **Key resistances**: 5.4668 (R1), 5.4717 (R2), 5.4766 (R3)
- **Key supports**: 5.4633 (S1), 5.4600 (S2), 5.4560 (S3)
- **Expected range for the day:** 5.4630 – 5.4760

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

Indicative AUDUSD 0.7777

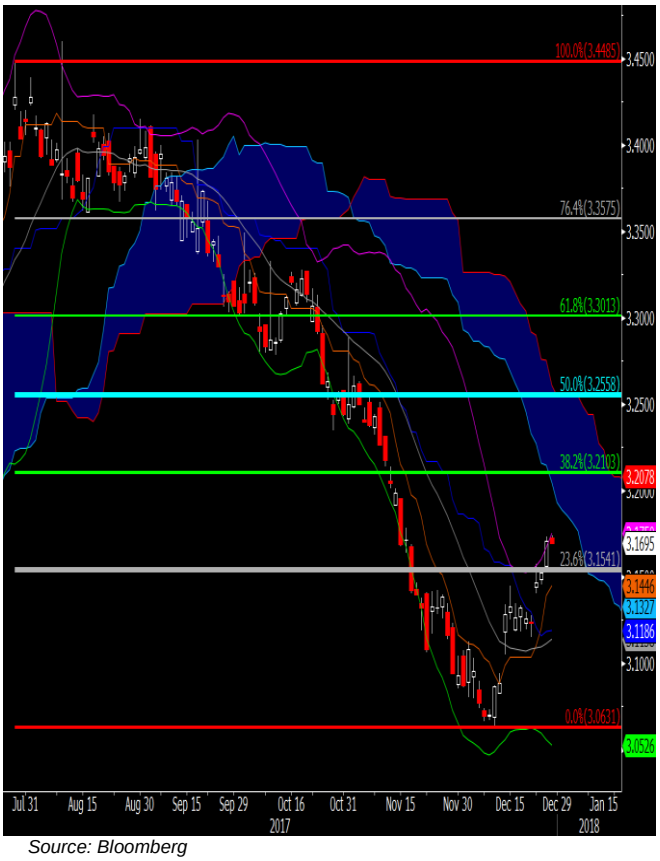


Source: Bloomberg

- AUDUSD opened unchanged at 0.7768. **Daily outlook slightly bullish** on the back of a soft USD, supported by continually firm performance in commodities.
- **Weekly and monthly outlook bullish**.
- AUDUS strongly broke 0.7740 and is now likely headed for a test at 0.7814 in the next leg higher. Do not rule out slip-ups in between but as long as the pair holds above 0.7740, overall direction is likely upward.
- **AUDUSD expectedly climbed to 0.7740**.
- **Key resistances:** 0.7784 (R1), 0.7798 (R2), 0.7814 (R3)
- **Key supports:** 0.7750 (S1), 0.7740 (S2), 0.7720 (S3)
- **Expected range for the day:** 0.7760 – 0.7820

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

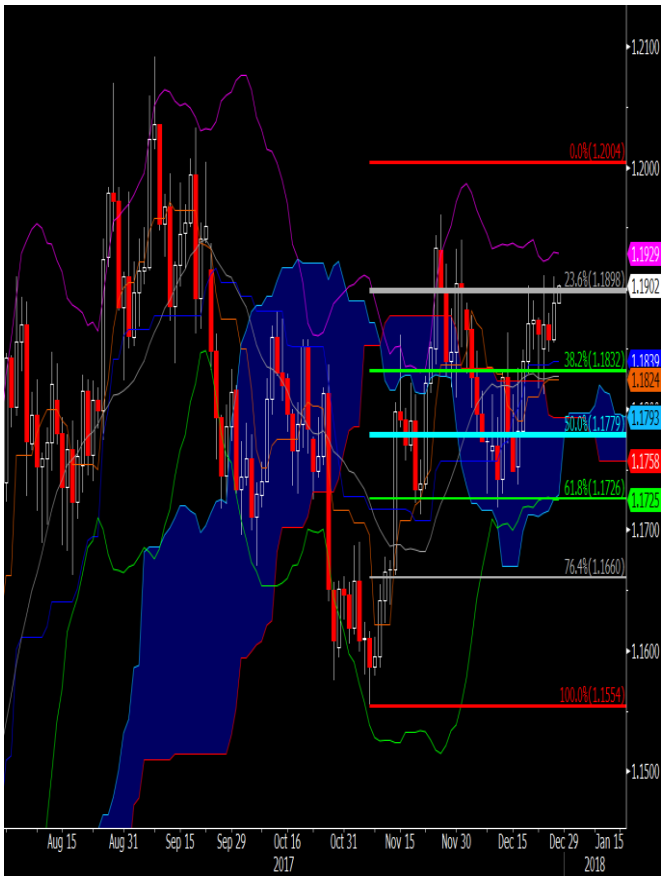
Indicative AUDMYR 3.1695



Source: Bloomberg

- AUDMYR opened 19pips higher at 3.1727. **Daily outlook slightly bullish**, supported by a firmer AUD.
- **Weekly and monthly outlook bullish**.
- Technical outlook is still constructive amid gains in upside momentum. Holding above 3.1541 continues to keep this outlook intact and encourages a move to 3.1957.
- **Continue expect a potential advance to 3.1780**.
- **Key resistances:** 3.1758 (R1), 3.1785 (R2), 3.1800 (R3)
- **Key supports:** 3.1700 (S1), 3.1677 (S2), 3.1638 (S3)
- **Expected range for the day:** 3.1670 – 3.1780

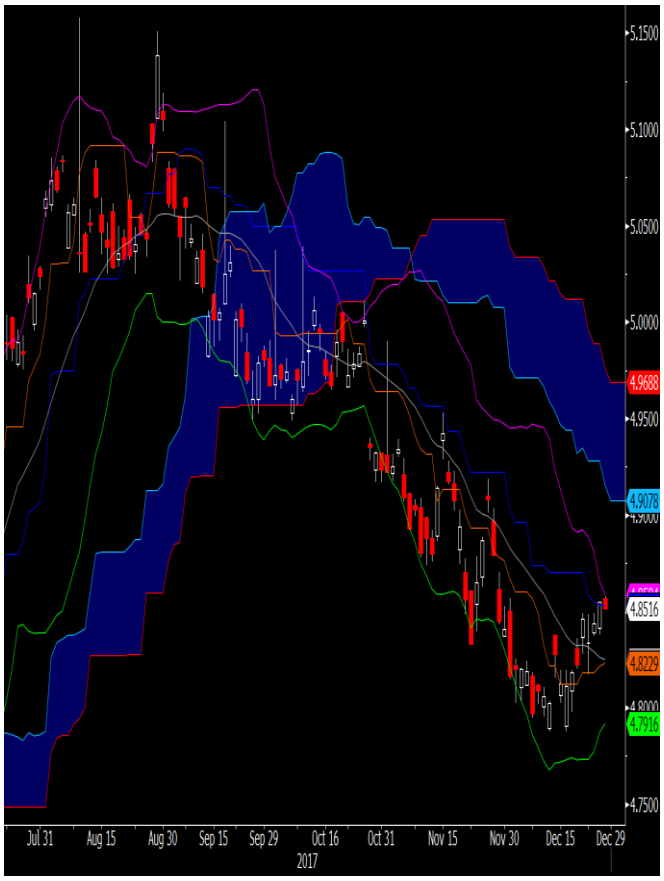
Indicative EURUSD 1.1902



Source: Bloomberg

- EURUSD opened unchanged at 1.1888. **Daily outlook slightly bullish** on the back of a soft USD.
- **Weekly and monthly outlook bullish**.
- Bullish bias prevails after bouncing off 1.1858; EURUSD is still tilted to the upside with scope to climb to 1.1961 – 1.2004 next. Caution that this move risks a rejection approaching the upper bound of this range that could see a decline t 1.1832 in due time, though bypassing this resistance range opens up a move to 1.2092.
- **Continue expect a potential advance to 1.1940**.
- **Key resistances:** 1.1910 (R1), 1.1928 (R2), 1.1961 (R3)
- **Key supports:** 1.1898 (S1), 1.1878 (S2), 1.1858 (S3)
- **Expected range for the day:** 1.1880 – 1.1960

Indicative EURMYR 4.8516



Source: Bloomberg

- EURMYR opened 18pips higher at 4.8568. **Daily outlook slightly bullish** as EUR has potential to advance further in European trade.
- **Weekly and monthly outlook bullish**.
- EURMYR upside bias continues to be sustained by rising positive momentum and from holding above 4.8421. EURMYR is likely eyeing a move to 4.8789 next.
- **EURMYR expectedly advanced to 4.8578** in early trade; expect a potential climb to 4.8789, otherwise curbed by a close below 4.8421.
- **Key resistances:** 4.8530 (R1), 4.8594 (R2), 4.8625 (R3)
- **Key supports:** 4.8530 (S1), 4.8300 (S2), 4.8288 (S3)
- **Expected range for the day:** 4.8500 – 4.8620

** 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.