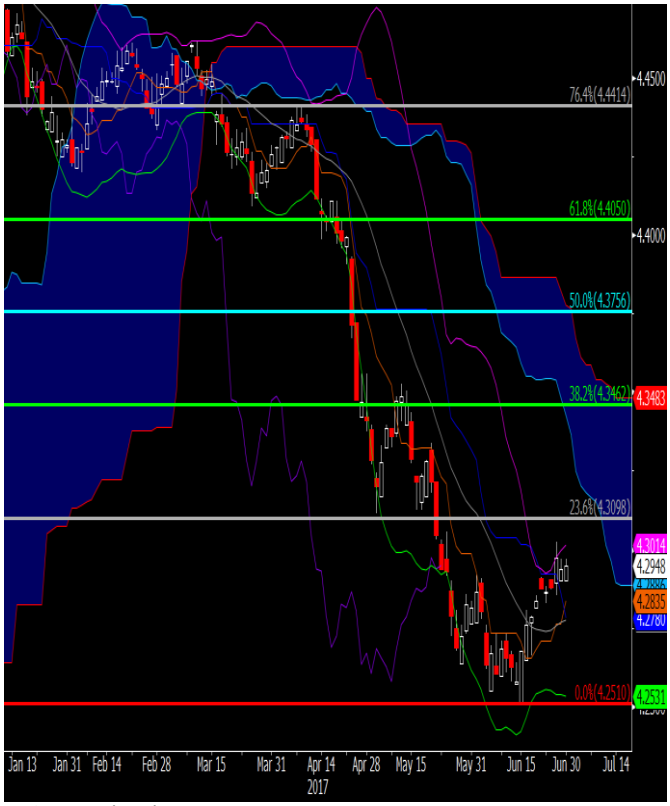
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

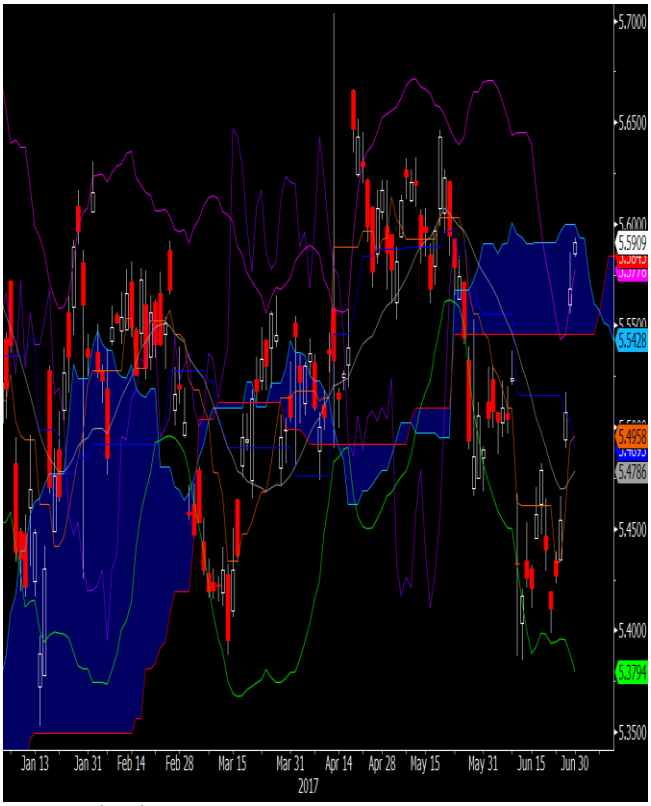
Indicative USDMYR 4.2948



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bullish** as MYR bids remain hampered by soft local market sentiment and risk aversion going into the weekend.
- **Weekly and monthly outlook bullish**.
- USDMYR is still inclined to higher levels, though we reckon that on the back of softening upside momentum, gains appear to be nearing top unless the pair manages to beat 4.3030. Then, USDMYR will be exposed to a move to 4.3098.
- **Continue to expect a potential advance to 4.3030**.
- **Key resistances:** 4.2997 (R1), 4.3022 (R2), 4.3098 (R3)
- **Key supports:** 4.2900 (S1), 4.2882 (S2), 4.2835 (S3)
- **Expected range for the day:** 4.2900 – 4.3030

Indicative GBPMYR 5.5909

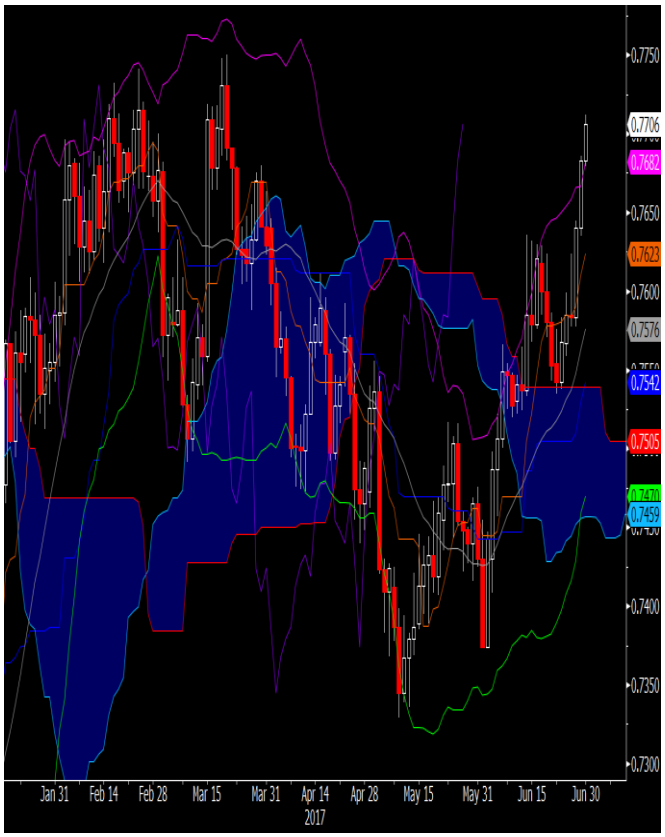


Source: Bloomberg

- GBPMYR opened 172pips higher at 5.5852. **Daily outlook bullish**, lifted by the sharply higher opening and potentially stronger GBP going into European trade.
- **Weekly and monthly outlook bullish**.
- GBPMYR is poised to test 5.6000, but we remain skeptical that extended upsides can sustain thereafter. We set sights on a failure near 5.6000 to push GBPMYR lower to circa 5.5450.
- **Continue to expect a potential climb to 5.6000**.
- **Key resistances**: 5.6000 (R1), 5.6050 (R2), 5.6100 (R3)
- **Key supports**: 5.5900 (S1), 5.5781 (S2), 5.5680 (S3)
- **Expected range for the day:** 5.5780 – 5.6050

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

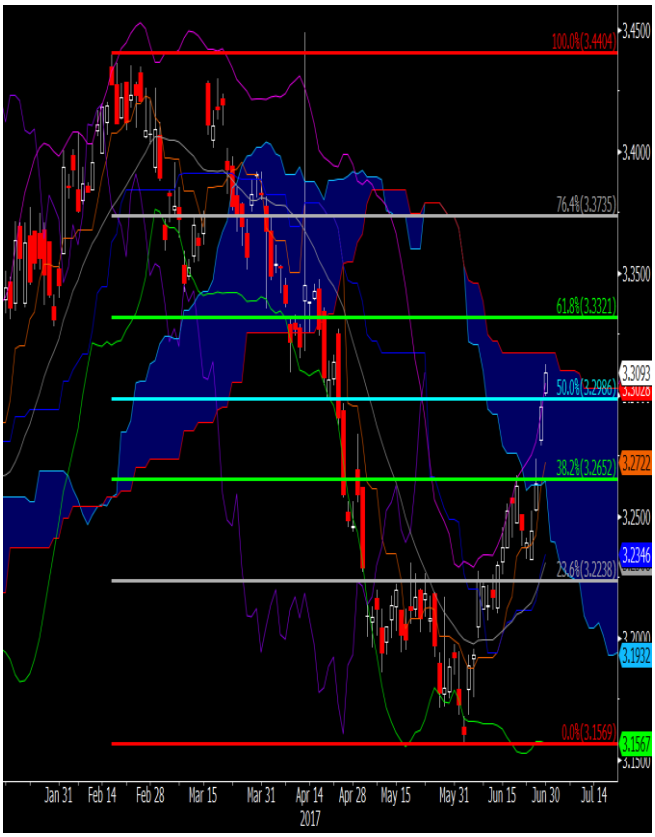
Indicative AUDUSD 0.7706



Source: Bloomberg

- AUDUSD opened unchanged at 0.7683. **Daily outlook bullish** on the back of a soft USD as well as support for AUD amid recovery in commodities.
- **Weekly and monthly outlook bullish**.
- Expect AUDUSD to soon test 0.7720 – 0.7750. Closing above 0.7720 is possible, but likely unsustainable as it is a firm reversion level that could trigger a near-term decline below it whenever it is surpassed.
- **Key resistances:** 0.7708 (R1), 0.7720 (R2), 0.7750 (R3)
- **Key supports:** 0.7679 (S1), 0.7627 (S2), 0.7600 (S3)
- **Expected range for the day:** 0.7660 – 0.7720

Indicative AUDMYR 3.3093

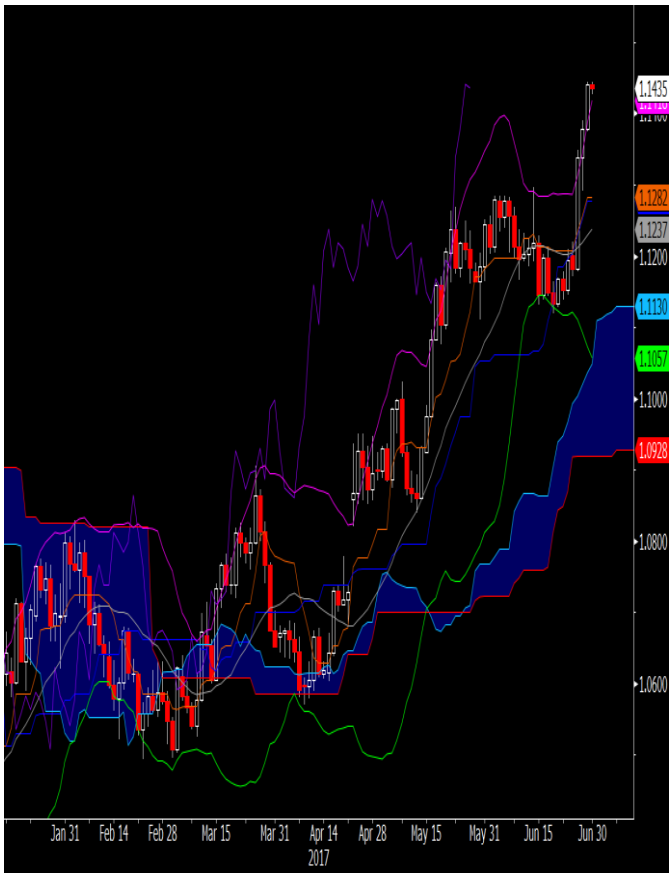


Source: Bloomberg

- AUDMYR opened 59pips higher at 3.3007. **Daily outlook bullish**, supported renewed interest in AUD amid firmer commodities.
- **Weekly and monthly outlook bullish**.
- Bullish bias improved further on another gap up at opening, and continues to pine for further gains. AUDMYR is now poised to test 3.3172; failure here is likely the onset of a reversal towards 3.2652, otherwise expect a climb to 3.3321 in the next leg higher.
- **AUDMYR expectedly climbed to 3.3100** in early trade.
- **Key resistances:** 3.3123 (R1), 3.3170 (R2), 3.3200 (R3)
- **Key supports:** 3.3046 (S1), 3.3000 (S2), 3.2986 (S3)
- **Expected range for the day:** 3.2990 – 3.3180

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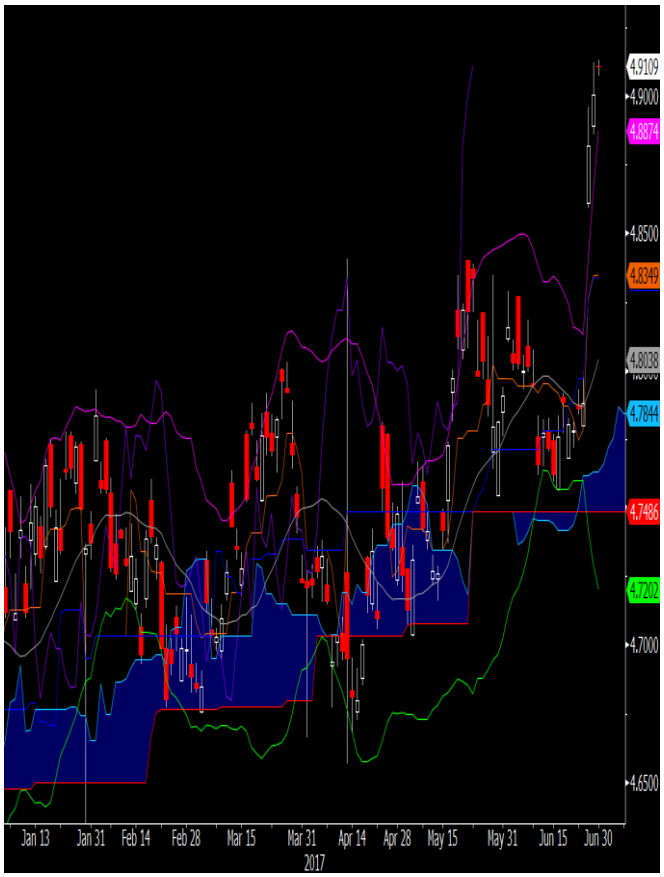
Indicative EURUSD 1.1435



Source: Bloomberg

- EURUSD opened unchanged at 1.1441. **Daily outlook bullish** amid a weak USD and extended interest in European majors; surprise uptick in Eurozone CPI will boost EUR.
- **Weekly and monthly outlook bullish**.
- We maintain that EURUSD is still vulnerable to rejections approaching 1.1450, and a rejection here could push the pair back to circa1.1255. Clearing 1.1450 exposes a climb to 1.1526.
- **Key resistances:** 1.1450 (R1), 1.1480 (R2), 1.1500 (R3)
- **Key supports:** 1.1418 (S1), 1.1400 (S2), 1.1361 (S3)
- **Expected range for the day:** 1.1400 – 1.1460

Indicative EURMYR 4.9109



Source: Bloomberg

- EURMYR opened 107pips higher at 4.9111. **Daily outlook bullish**, lifted by the higher opening and potential for a firmer EUR in European trade.
- **Weekly and monthly outlook bullish**.
- We remain skeptical that recent surges are sustainable and will likely unravel going forward, but maintain that EURMYR will push higher first before reversing. At test at 4.9334 – 4.9530 cannot be ruled out.
- **Continue to expect a potential climb to 4.9350**, otherwise curbed by a close below 4.8960.
- **Key resistances:** 4.9120 (R1), 4.9150 (R2), 4.9180 (R3)
- **Key supports:** 4.9000 (S1), 4.8962 (S2), 4.8880 (S3)
- **Expected range for the day:** 4.9000 – 4.9220

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Hong Leong Bank Berhad
Fixed Income & Economic Research, Global Markets
Level 6, Wisma Hong Leong
18, Jalan Perak
50450 Kuala Lumpur
Tel: 603-2773 0469
Fax: 603-2164 9305
Email: HLMarkets@hlbb.hongleong.com.my

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