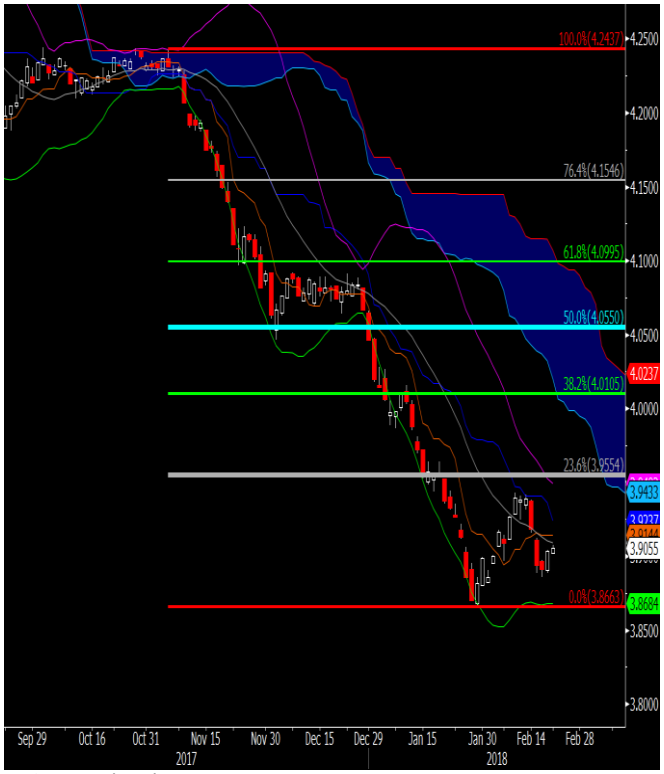
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

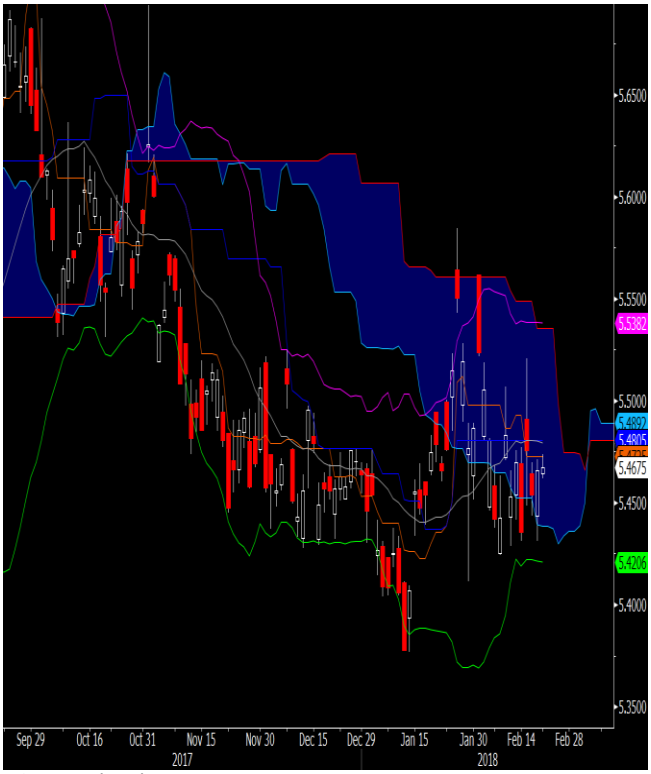
Indicative USDMYR 3.9055



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook bullish** in anticipation of retreat in risk appetite ahead of FOMC minutes to pressure MYR.
- **Weekly outlook bearish, monthly outlook neutral**.
- Bearish bias still prevails for USDMYR and sustaining current bearish bias is likely to push USDMYR below 3.8910 in the coming days. However, caution that a close above 3.9183 today will tilt the pair upwards.
- **Key resistances:** 3.9089 (R1), 3.9100 (R2), 3.9144 (R3)
- **Key supports:** 3.9050 (S1), 3.9000 (S2), 3.8972 (S3)
- **Expected range for the day:** 3.8990 – 3.9095

Indicative GBPMYR 5.4675

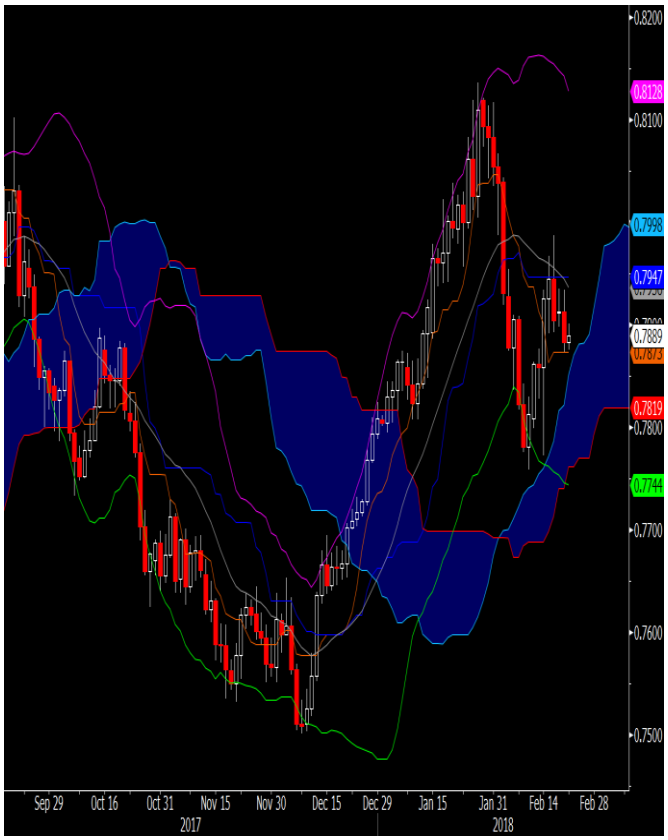


Source: Bloomberg

- GBPMYR opened 14pips lower at 5.4645. **Daily outlook slightly bullish** on technical reasons.
- **Weekly and monthly outlook bearish**.
- Yesterday's bounce off 5.4386 to recapture 5.4524 has allayed the downside pressure on GBPMYR. There is room to extend the rebound. Bullish bias will accelerate if the pair closes above 5.4795, otherwise it remains prone to a re-test at 5.4386.
- **GBPMYR is now unlikely to decline to 5.4068**.
- **Key resistances**: 5.4759 (R1), 5.4805 (R2), 5.4893 (R3)
- **Key supports**: 5.4629 (S1), 5.4524 (S2), 5.4502 (S3)
- **Expected range for the day:** 5.4600 – 5.4760

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

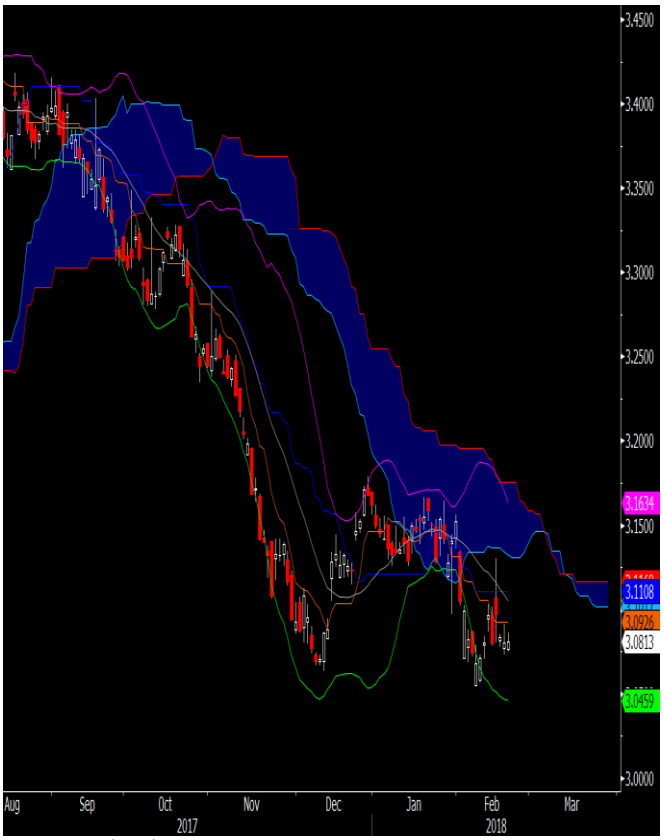
Indicative AUDUSD 0.7889



Source: Bloomberg

- AUDUSD opened unchanged at 0.7883. **Daily outlook bearish** as AUD is likely weighed down by risk aversion ahead of FOCM minutes.
- **Weekly outlook bullish, monthly outlook bearish**.
- AUDUSD failed to close above 0.7926 and is now tilted to the downside. The pair is likely taking aim at 0.7838 next, below which it would target 0.7743.
- **Key resistances:** 0.7898 (R1), 0.7919 (R2), 0.7935 (R3)
- **Key supports:** 0.7873 (S1), 0.7852 (S2), 0.7839 (S3)
- **Expected range for the day:** 0.7848 – 0.7900

Indicative AUDMYR 3.0813

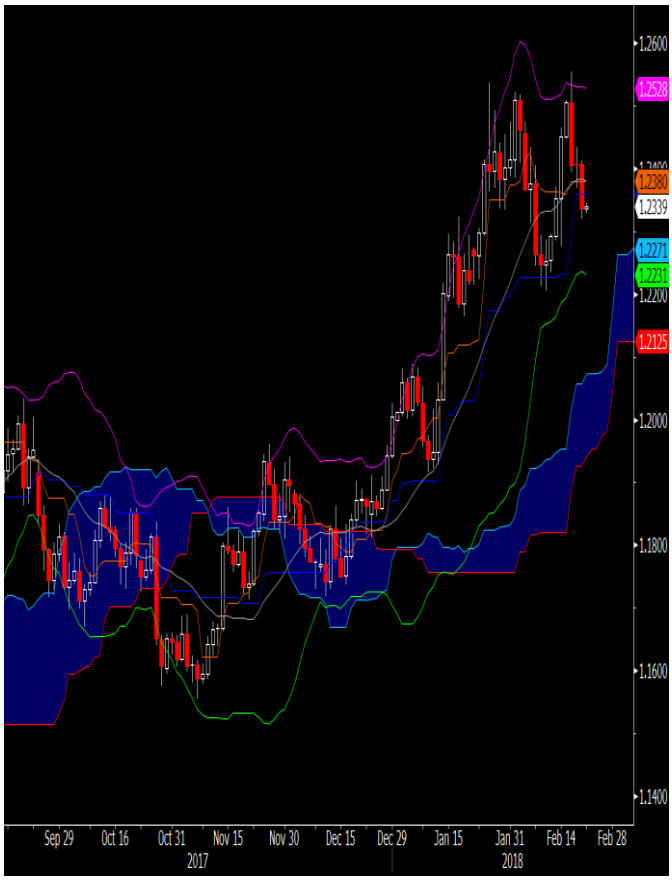


Source: Bloomberg

- AUDMYR opened 44pips lower at 3.0761. **Daily outlook slightly bearish** as risk aversion in the markets is likely to weigh down AUD more than MYR.
- **Weekly and monthly outlook bearish**.
- AUDMYR remains tilted to the downside, with scope to test 3.0562 in the next leg lower.
- **Continue to expect a potential decline to 3.0631**, otherwise curbed by a close above 3.0862.
- **Key resistances:** 3.0845 (R1), 3.0900 (R2), 3.0926 (R3)
- **Key supports:** 3.0752 (S1), 3.0731 (S2), 3.0700 (S3)
- **Expected range for the day:** 3.0700 – 3.0860

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Indicative EURUSD 1.2339

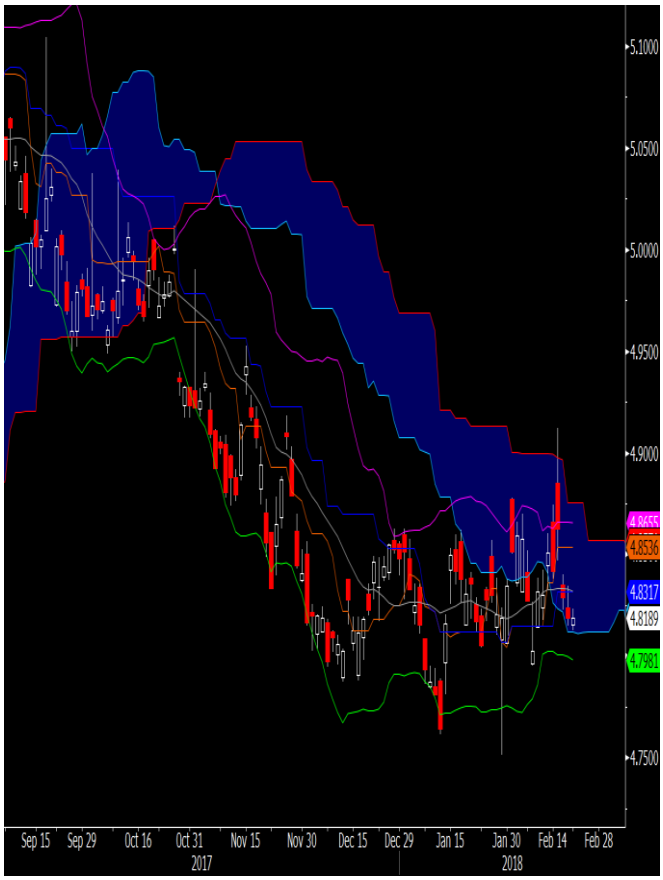


Source: Bloomberg

- EURUSD opened unchanged at 1.2337. **Daily outlook bearish** amid risk aversion ahead of FOMC minutes; firmer Eurozone data could spark a rebound but only if USD stays subdued.
- **Weekly and monthly outlook bearish**.
- EURUSD's failure to beat 1.2451 yesterday suggests it could test 1.2212 going forward. We reiterate that this move completes a bearish pattern that could send EURUSD towards 1.2020 in the coming weeks.
- **Expect a potential decline to 1.2230**, otherwise curbed by a close 1.2380.
- **Key resistances:** 1.2353 (R1), 1.2380 (R2), 1.2400 (R3)
- **Key supports:** 1.2320 (S1), 1.2305 (S2), 1.2287 (S3)
- **Expected range for the day:** 1.2300 – 1.2350

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Indicative EURMYR 4.8189



Source: Bloomberg

- EURMYR opened 35pips lower at 4.8152. **Daily outlook slightly bearish**, anticipating EUR weakness going into European session.
- **Weekly and monthly outlook bearish**.
- Negative momentum has emerged, tilting EURMYR towards the downside. Caution that losing 4.8120 will trigger further losses, potentially sliding to 4.7983.
- **Key resistances:** 4.8200 (R1), 4.8264 (R2), 4.8319 (R3)
- **Key supports:** 4.8152 (S1), 4.8120 (S2), 4.8100 (S3)
- **Expected range for the day:** 4.8100 – 4.8240

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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