

Global Markets Research

FX Strategy

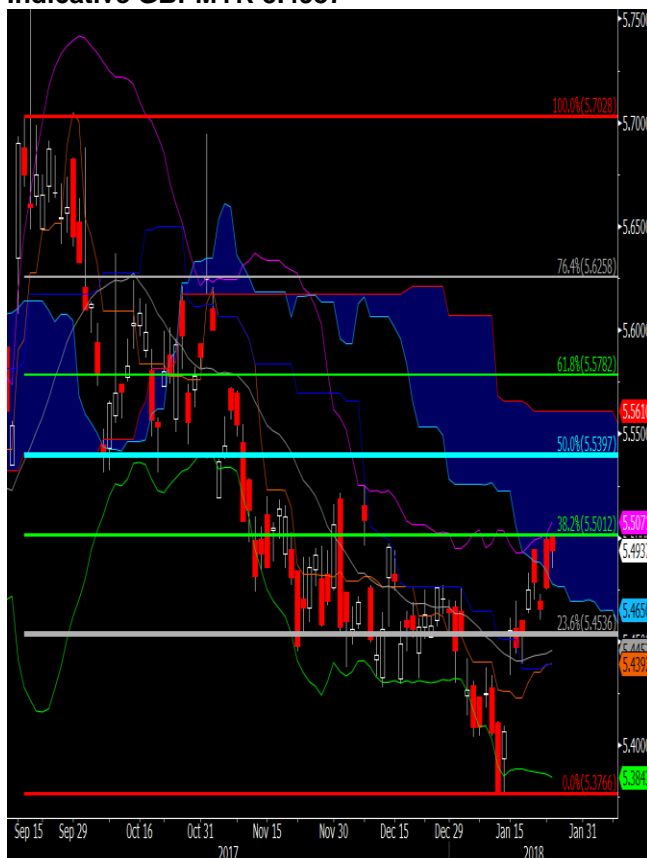
Daily Currency Outlook – 11am edition

Indicative USDMYR 3.9173



Source: Bloomberg

Indicative GBPMYR 5.4937



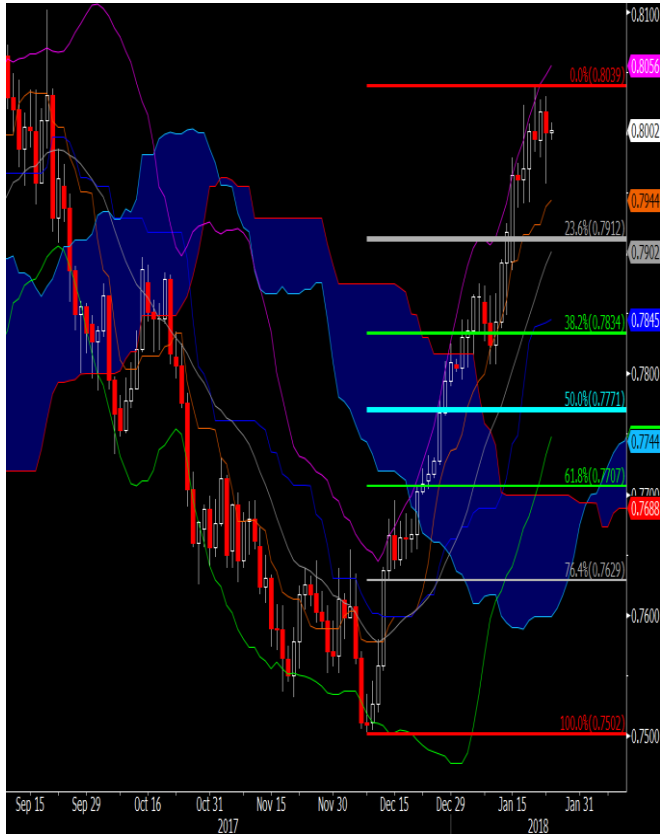
Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bullish** in anticipation of a rebounding USD, while buying interest in MYR could wane approaching BNM OPR decision.
- **Weekly outlook neutral, monthly outlook bearish.**
- We continue to caution that signs of rebound have strengthen and unless USDMYR closes below 3.9200 today, the pair could be testing 3.9488 in the next leg higher.
- **USDMYR expectedly declined to, and below, 3.9250** in early trade.
- **Key resistances:** 3.9200 (R1), 3.9250 (R2), 3.9262 (R3)
- **Key supports:** 3.9150 (S1), 3.9120 (S2), 3.9100 (S3)
- **Expected range for the day:** 3.9150 – 3.9220

- GBPMYR opened 257pips higher at 5.5018. **Daily outlook bullish**, supported by a sharply higher opening.
- **Weekly and monthly outlook bullish.**
- GBPMYR continues find difficult in breaking above 5.5000, evident from quick reversal below that psychological level as witnessed yesterday and today. Continued failure to break 5.5000 and more so 5.5012 will discourage the bulls and trigger a reversal to circa 5.4550 in the coming weeks.
- **Key resistances:** 5.4950 (R1), 5.5000 (R2), 5.5012 (R3)
- **Key supports:** 5.4900 (S1), 5.4885 (S2), 5.4774 (S3)
- **Expected range for the day:** 5.4850 – 5.5020

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

Indicative AUDUSD 0.8002

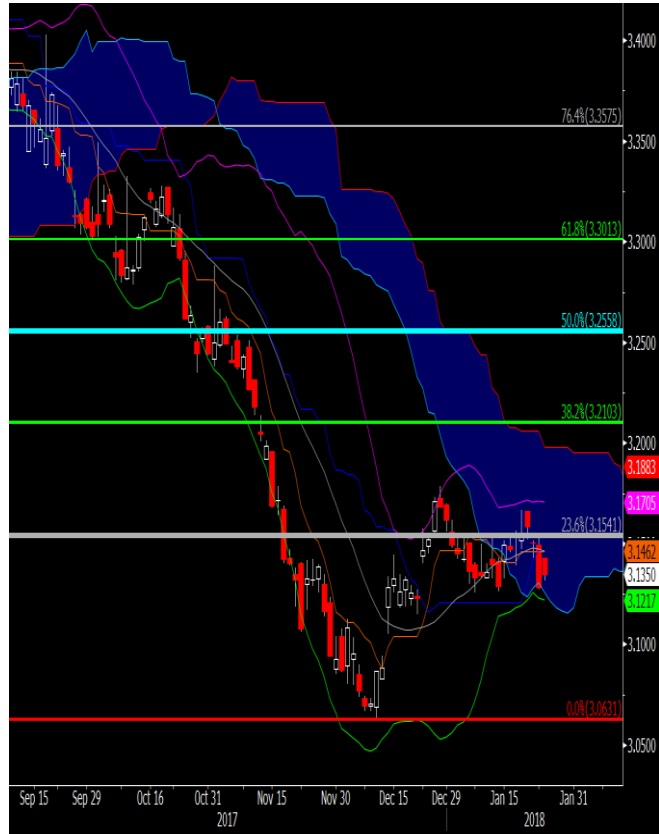


Source: Bloomberg

- AUDUSD opened unchanged at 0.8000. **Daily outlook bearish** in anticipation of a USD rebound and likelihood of extended retreat in risk appetite.
- **Weekly outlook bullish, monthly outlook neutral.**
- We view yesterday's decline as the onset of an extended weakness going forward. AUDUSD is likely taking aim at 0.7944 next, below which a drop to 0.7912 is expected.
- **Continue to expect a potential decline to 0.7900**, otherwise curbed by a close above 0.8039.
- **Key resistances:** 0.8007 (R1), 0.8023 (R2), 0.8039 (R3)
- **Key supports:** 0.8000 (S1), 0.7978 (S2), 0.7944 (S3)
- **Expected range for the day:** 0.7950 – 0.8030

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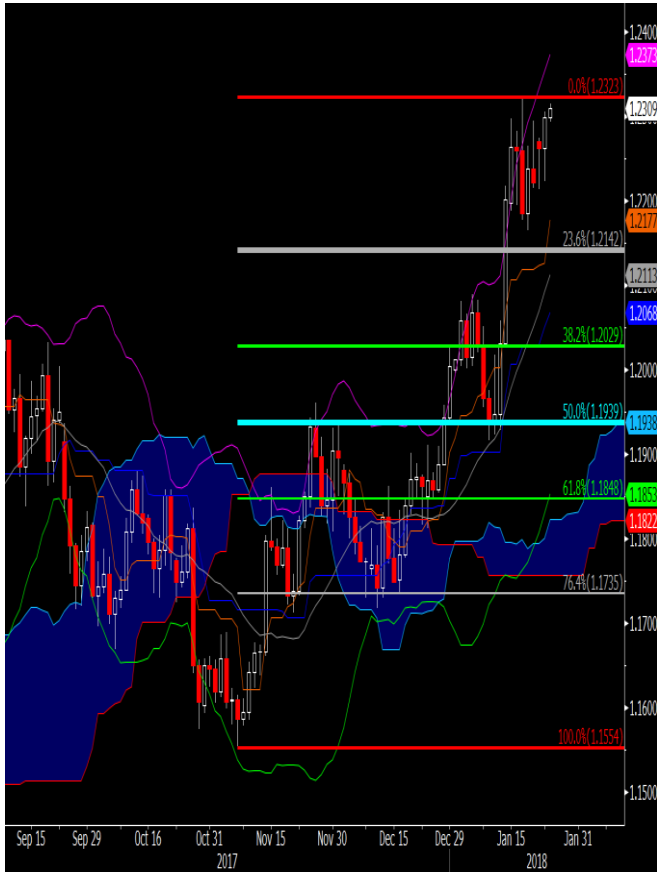
Indicative AUDMYR 3.1350



Source: Bloomberg

- AUDMYR opened 142pips higher at 3.1426. **Daily outlook slightly bearish** on the back of AUD weakness.
- **Weekly and monthly outlook bearish.**
- AUDMYR is technically bearish and is now targeting 3.1249 in the next leg lower.
- **Expect a potential decline to 3.1217**, otherwise curbed by a close above 3.1390.
- **Key resistances:** 3.1365 (R1), 3.1400 (R2), 3.1462 (R3)
- **Key supports:** 3.1340 (S1), 3.1300 (S2), 3.1256 (S3)
- **Expected range for the day:** 3.1250 – 3.1430

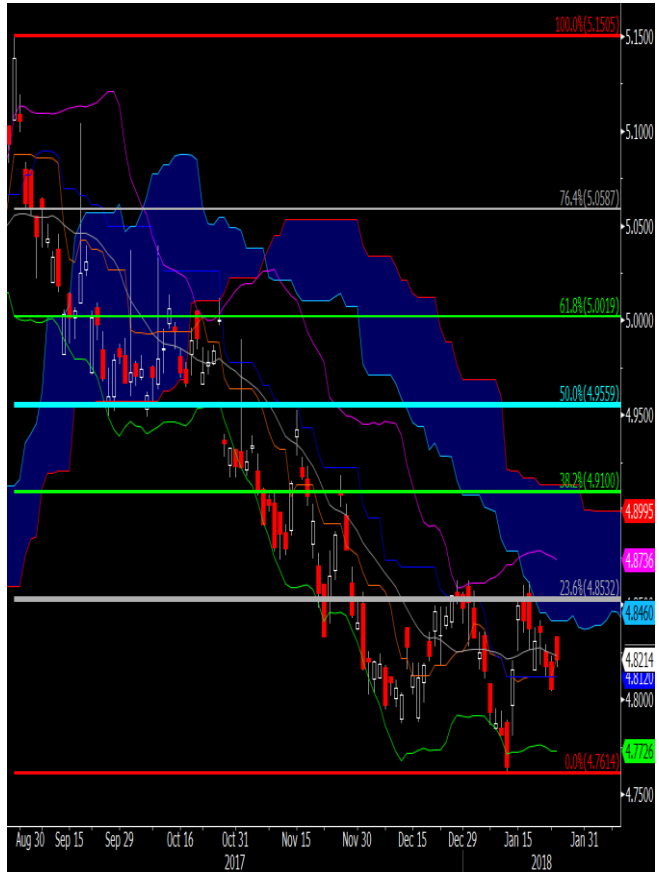
Indicative EURUSD 1.2309



Source: Bloomberg

- EURUSD opened unchanged at 1.2299. **Daily outlook bearish** in anticipation of a rebounding USD and waning buying interest in EUR heading into ECB policy decision.
- **Weekly and monthly outlook bullish.**
- The bullish technical outlook is still under threat from diminishing momentum. Continued failure to beat 1.2323 increases the risk of EURUSD sliding to 1.2218 going forward.
- **Continue to expect a potential decline to 1.2142**, otherwise curbed by a close above 1.2323.
- **Key resistances:** 1.2323 (R1), 1.2350 (R2), 1.2374 (R3)
- **Key supports:** 1.2300 (S1), 1.2285 (S2), 1.2244 (S3)
- **Expected range for the day:** 1.2250 – 1.2320

Indicative EURMYR 4.8214



Source: Bloomberg

- EURMYR opened 274pips higher at 4.8330. **Daily outlook slightly bearish** in anticipation of a softer EUR going into European trade to overturn current gains.
- **Weekly and monthly outlook bearish.**
- EURMYR remains tilted towards the downside while below 4.8260. The pair is now targeting a move to 4.7994 next, below which a passage to circa 4.7739.
- **Continue to expect a potential decline to 4.7994**, otherwise curbed by a close above 4.8260.
- **Key resistances:** 4.8231 (R1), 4.8260 (R2), 4.8349 (R3)
- **Key supports:** 4.8140 (S1), 4.8120 (S2), 4.8100 (S3)
- **Expected range for the day:** 4.8000 – 4.8330

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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**

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