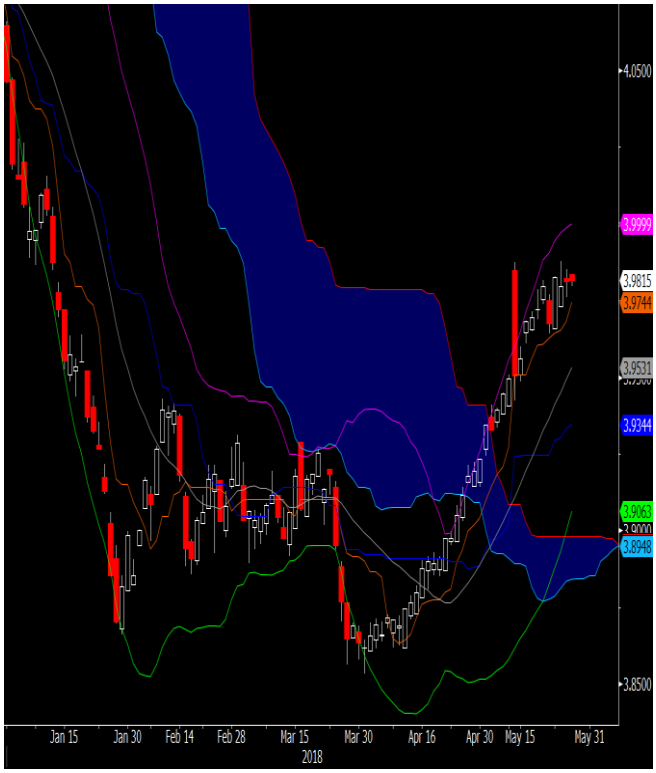
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

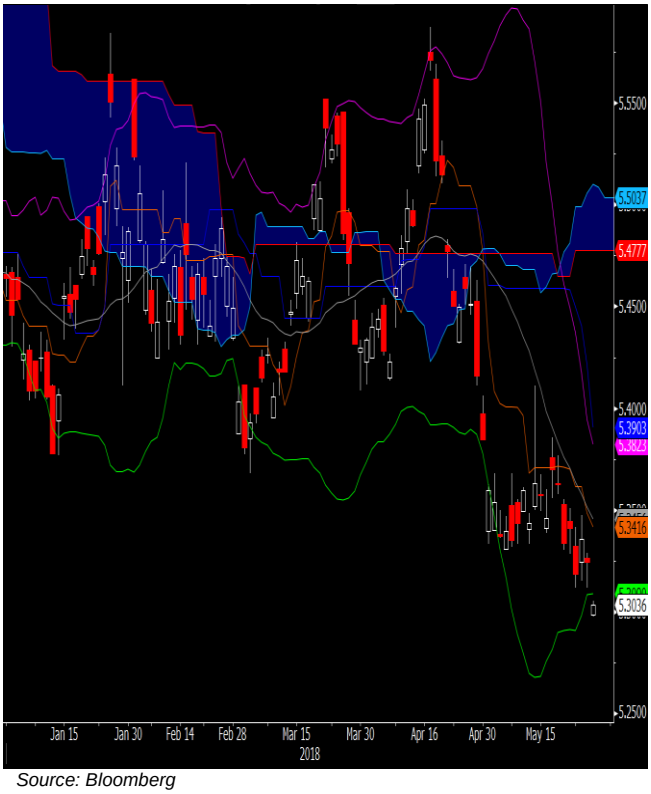
Indicative USDMYR 3.9815



Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook neutral**, likely with minor losses as we anticipate a lack of buying interest in USD from closure of US markets today.
- **Weekly outlook neutral, monthly outlook bullish**.
- We reiterate that DXY's bullish trend has ended and we set sights on a decline going forward, possibly testing 93.10 in the next leg lower. A close above 94.25 is still highly likely tomorrow, but even so, our bearish view does not change.
- **Key resistances:** 3.9852 (R1), 3.9878 (R2), 3.9900 (R3)
- **Key supports:** 3.9815 (S1), 3.9800 (S2), 3.9766 (S3)
- **Expected range for the day:** 3.9770 – 3.9850

Indicative GBPMYR 5.3036

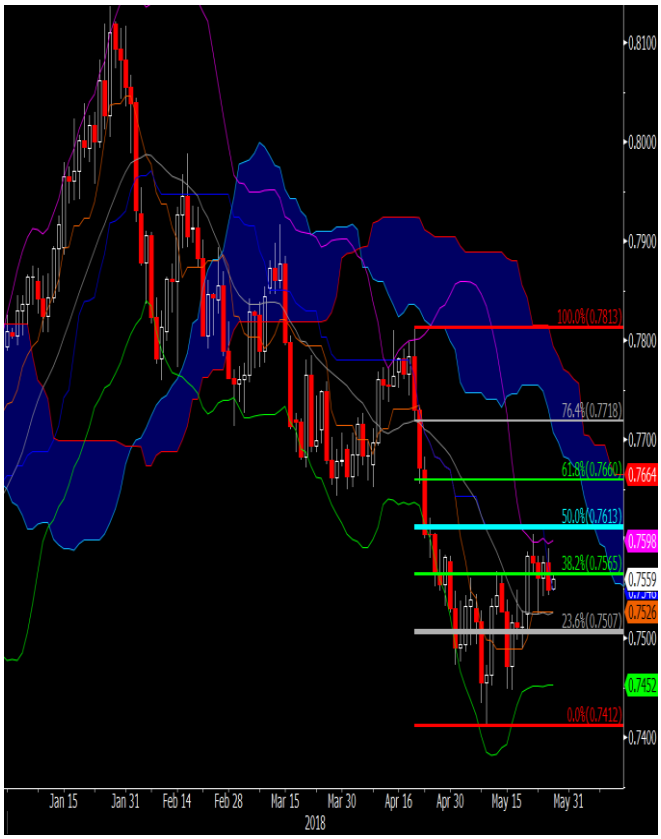


Source: Bloomberg

- GBPMYR opened 256pips lower at 5.2987 today. **Daily outlook slightly bearish**, weighed down by the lower opening though losses may narrow going into European session.
- **Weekly outlook neutral, monthly outlook bearish**.
- We maintain that GBPMYR remains deep in bearish territory. The pair's direction remains down but after recent losses, do not be surprised by a modest rebound.
- **Key resistances**: 5.3091 (R1), 5.3117 (R2), 5.3151 (R3)
- **Key supports**: 5.3000 (S1), 5.2950 (S2), 5.2920 (S3)
- **Expected range for the day:** 5.2970 – 5.3120

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

Indicative AUDUSD 0.7559

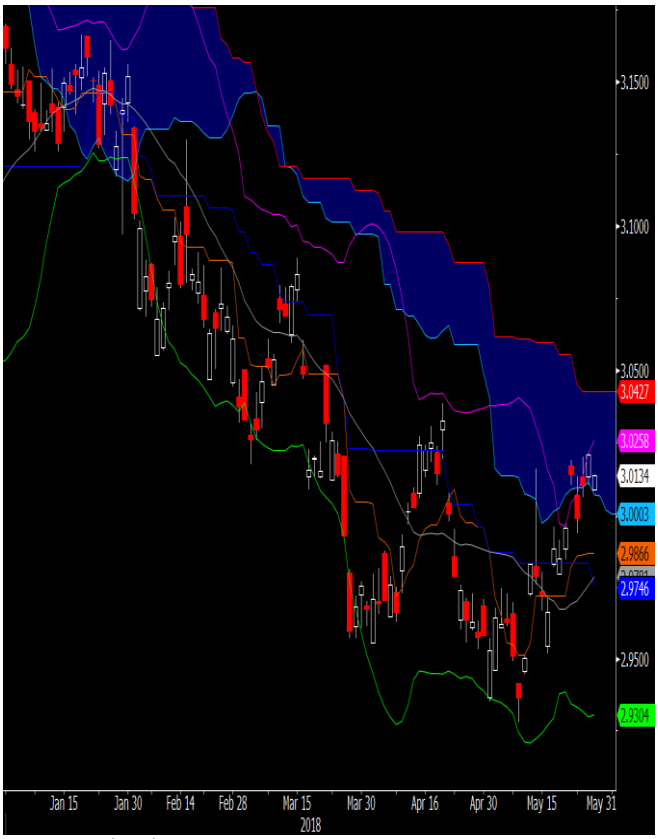


Source: Bloomberg

- AUDUSD opened unchanged at 0.7549. **Daily outlook slightly bullish** on the back of a soft USD, further supported by likelihood of recovery in market risk appetite.
- **Weekly and monthly outlook bullish**.
- Upside momentum is fading and this puts in doubt the potential for further advances. But unless AUDUSD closes below 0.7507, we continue to expect AUDUSD to break 0.7613 soon and set course for 0.7660.
- **Continue to expect a potential advance to 0.7660**, otherwise curbed by a close below 0.7526.
- **Key resistances:** 0.7565 (R1), 0.7583 (R2), 0.7600 (R3)
- **Key supports:** 0.7548 (S1), 0.7526 (S2), 0.7507 (S3)
- **Expected range for the day:** 0.7530 – 0.7600

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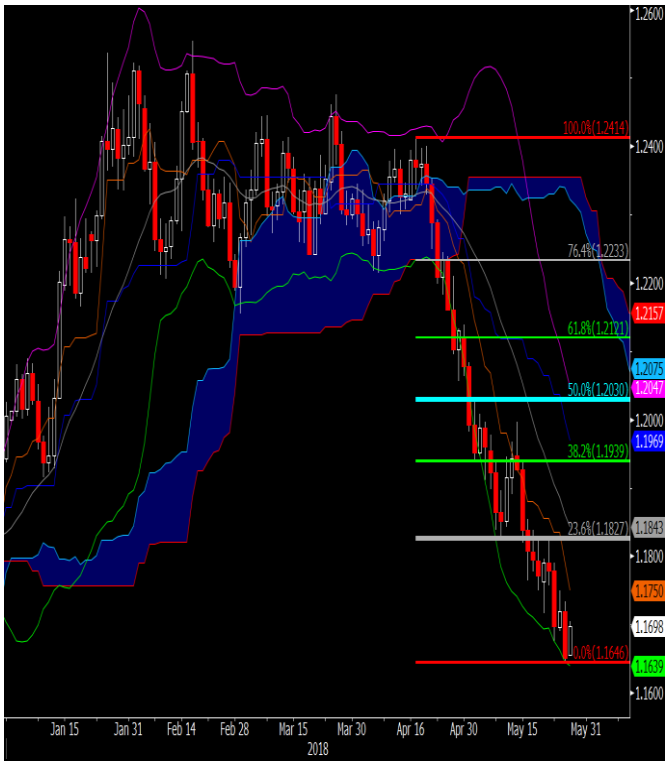
Indicative AUDMYR 3.0134



Source: Bloomberg

- AUDMYR opened 123pips lower at 3.0085. **Daily outlook slightly bullish** in anticipation of a firmer AUD from improved risk appetite in the markets.
- **Weekly and monthly outlook bullish**.
- Upside momentum continues to rise, tilting AUDMYR towards the upside. We maintain that holding above 3.0096 allows AUDMYR to target 3.0307 – 3.0387.
- **Continue to expect a potential advance to 3.0307**, otherwise curbed by a close below 3.0050.
- **Key resistances:** 3.0152 (R1), 3.0182 (R2), 3.0200 (R3)
- **Key supports:** 3.0100 (S1), 3.0068 (S2), 3.0050 (S3)
- **Expected range for the day:** 3.0050 – 3.0250

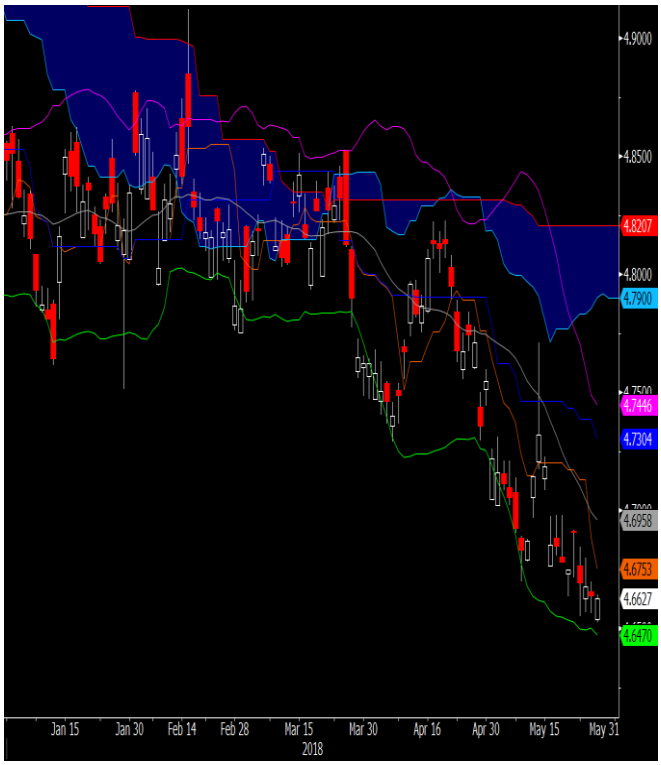
Indicative EURUSD 1.1698



Source: Bloomberg

- EURUSD opened 4pips higher at 1.1656. **Daily outlook slightly bullish** on the back of a retreating USD.
- **Weekly outlook bullish, monthly outlook bearish**.
- We maintain that EURUSD is still vulnerable to a rebound going forward after another failure last Fri to break below the lower Bollinger. Expect a climb to circa 1.1740 in the next leg higher.
- **Key resistances:** 1.1742 (R1), 1.1750 (R2), 1.1796 (R3)
- **Key supports:** 1.1676 (S1), 1.1646 (S2), 1.1640 (S3)
- **Expected range for the day:** 1.1650 – 1.1730

Indicative EURMYR 4.6624



Source: Bloomberg

- EURMYR opened 100pips lower at 4.6539. **Daily outlook neutral** as we expect a firmer EUR in European session to narrow losses from the lower opening.
- **Weekly outlook neutral, monthly outlook bearish**.
- Downside momentum continues to diminish, lifting the pressure on EURMYR. While declines may still prevail going forward, we reckon that losses may be softer.
- **Key resistances:** 4.6638 (R1), 4.6695 (R2), 4.6714 (R3)
- **Key supports:** 4.6600 (S1), 4.6568 (S2), 4.6525 (S3)
- **Expected range for the day:** 4.6525 – 4.6680

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Hong Leong Bank Berhad
Fixed Income & Economic Research, Global Markets
Level 8, Hong Leong Tower
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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