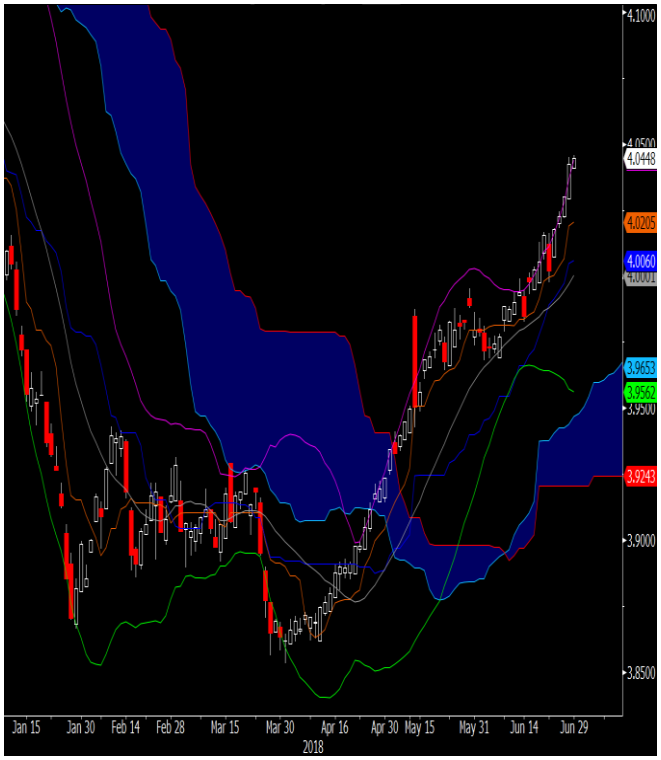
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

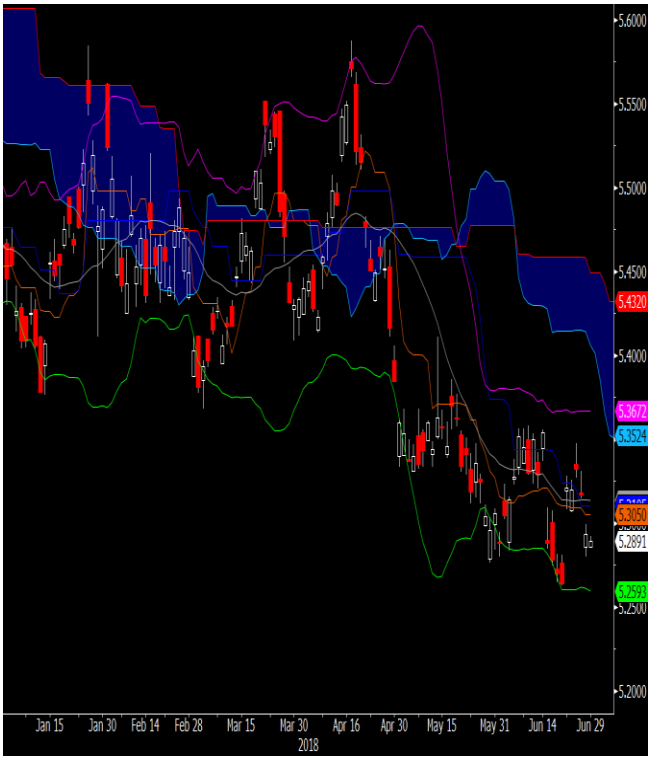
Indicative USDMYR 4.0448



Source: Bloomberg

- USDMYR opened slightly lower today. **Daily outlook bullish**, weighed down by risk aversion in the markets going into the week's close.
- **Weekly and monthly outlook bullish**.
- USDMYR remains on an upward trajectory after beating 4.0400 and could be soon testing 4.0480 – 4.0500. Caution that this is a strong resistance range that could trigger a reversal going forward.
- **Key resistances:** 4.0450 (R1), 4.0480 (R2), 4.0500 (R3)
- **Key supports:** 4.0420 (S1), 4.0400 (S2), 4.0380 (S3)
- **Expected range for the day:** 4.0400 – 4.0480

Indicative GBPMYR 5.2891

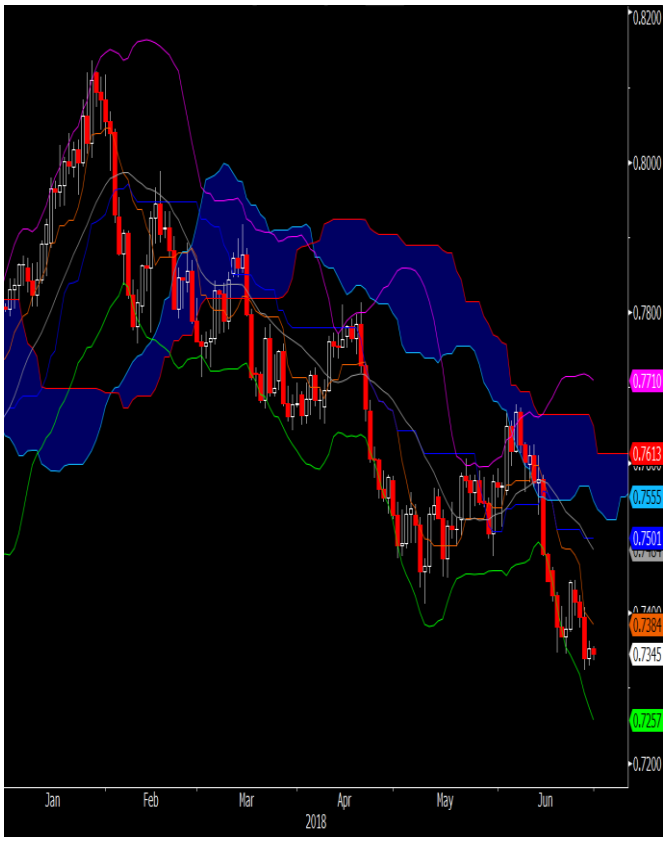


Source: Bloomberg

- GBPMYR opened 78pips lower at 5.2856 today. **Daily outlook slightly bearish** in anticipation of further losses.
- **Weekly outlook bearish, monthly outlook bullish**.
- GBPMYR remains under pressure while below 5.3133 and bearish bias still prevails. There is room to test 5.2617 in the next leg lower.
- **Key resistances**: 5.2925 (R1), 5.2950 (R2), 5.3000 (R3)
- **Key supports**: 5.2868 (S1), 5.2800 (S2), 5.2743 (S3)
- **Expected range for the day:** 5.2800 – 5.3020

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

Indicative AUDUSD 0.7345

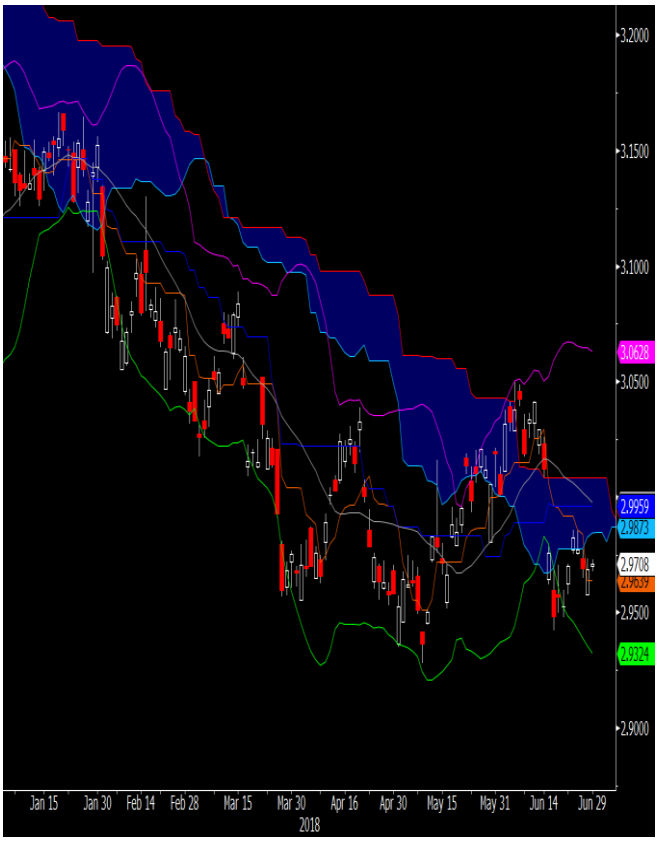


Source: Bloomberg

- AUDUSD opened unchanged at 0.7352 today. **Daily outlook bearish** as risk appetite in the markets is likely to retreat going into the week's close.
- **Weekly and monthly outlook bearish**.
- AUDUSD remains tilted to the downside and further losses are likely, possibly to circa 0.7273, unless AUDUSD manages to recapture 0.7379.
- **Key resistances:** 0.7360 (R1), 0.7384 (R2), 0.7400 (R3)
- **Key supports:** 0.7320 (S1), 0.7300 (S2), 0.7280 (S3)
- **Expected range for the day:** 0.7320 – 0.7370

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

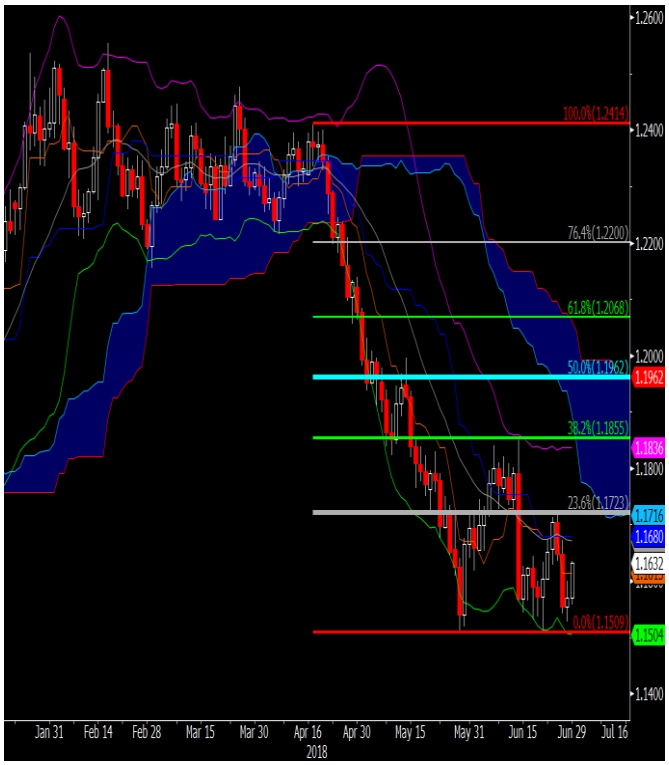
Indicative AUDMYR 2.9708



Source: Bloomberg

- AUDMYR opened 17pips lower at 2.9703 today. **Daily outlook slightly bearish** in anticipation of a softer AUD going into European session.
- **Weekly and monthly outlook bearish**.
- AUDMYR is attempting a rebound but we reckon that advances are likely to be rejected by 2.9815 – 2.9843 range. Bearish trend suggests AUDMYR is likely to close below 2.9686 going forward.
- **Key resistances:** 2.9732 (R1), 2.9774 (R2), 2.9843 (R3)
- **Key supports:** 2.9650 (S1), 2.9639 (S2), 2.9577 (S3)
- **Expected range for the day:** 2.9620 – 2.9820

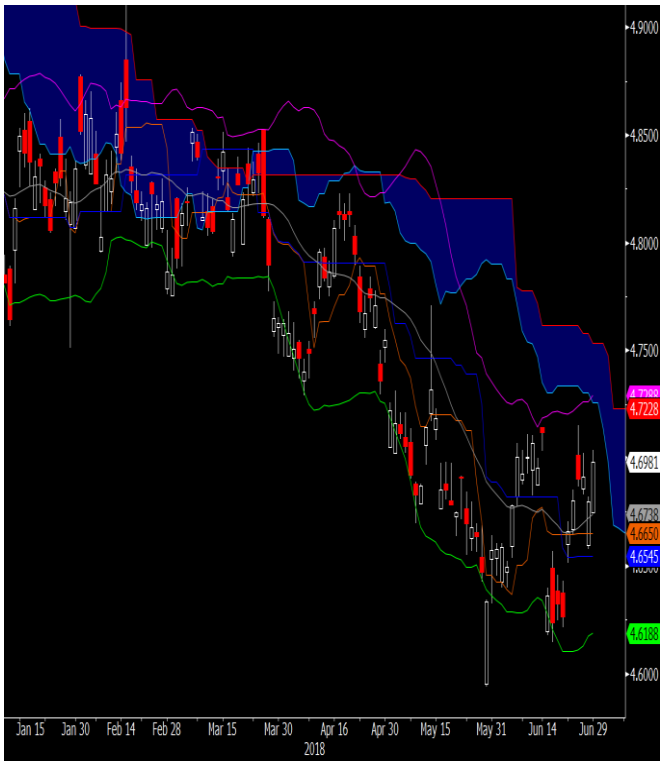
Indicative EURUSD 1.1632



Source: Bloomberg

- EURUSD opened unchanged at 1.1569 today. **Daily outlook slightly bullish** in anticipation of a soft USD; caution that softer Eurozone CPI readings will trigger further losses.
- **Weekly and monthly outlook bearish**.
- EURUSD remains in a bearish trend but there is room for some recovery to circa 1.1680 before resuming its declines that could test 1.1509 – 1.1527. A close above 1.1648 next Monday will end the current bearish trend.
- **Key resistances:** 1.1648 (R1), 1.1680 (R2), 1.1700 (R3)
- **Key supports:** 1.1615 (S1), 1.1600 (S2), 1.1587 (S3)
- **Expected range for the day:** 1.1550 – 1.1650

Indicative EURMYR 4.6983



Source: Bloomberg

- EURMYR opened 50pips lower at 4.6746 today. **Daily outlook bullish**, in anticipation of a firmer EUR going into European session.
- **Weekly and monthly outlook bullish**.
- A mild bullish trend prevails and suggests a close above 4.6906 going forward but caution that bullish trend will be nullified if EURMYR closes below 4.6804 today.
- **Continue to expect a potential climb to 4.7334**, otherwise curbed by a close below 4.6804.
- **Key resistances:** 4.7012 (R1), 4.7071 (R2), 4.7100 (R3)
- **Key supports:** 4.6930 (S1), 4.6868 (S2), 4.6827 (S3)
- **Expected range for the day:** 4.6750 – 4.7070

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

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

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.