April 5, 2019

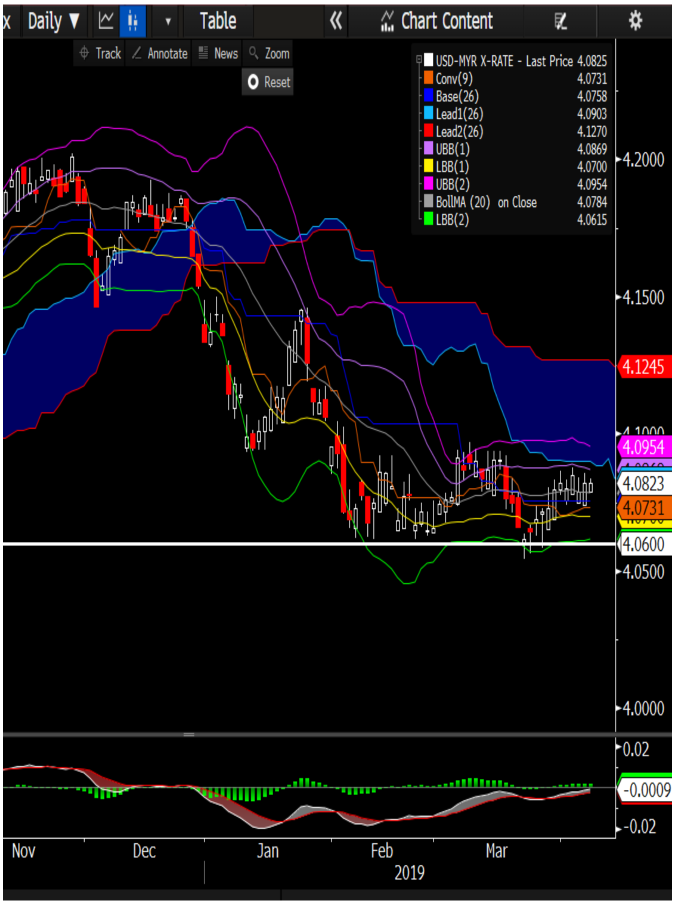
Hong Leong Bank

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

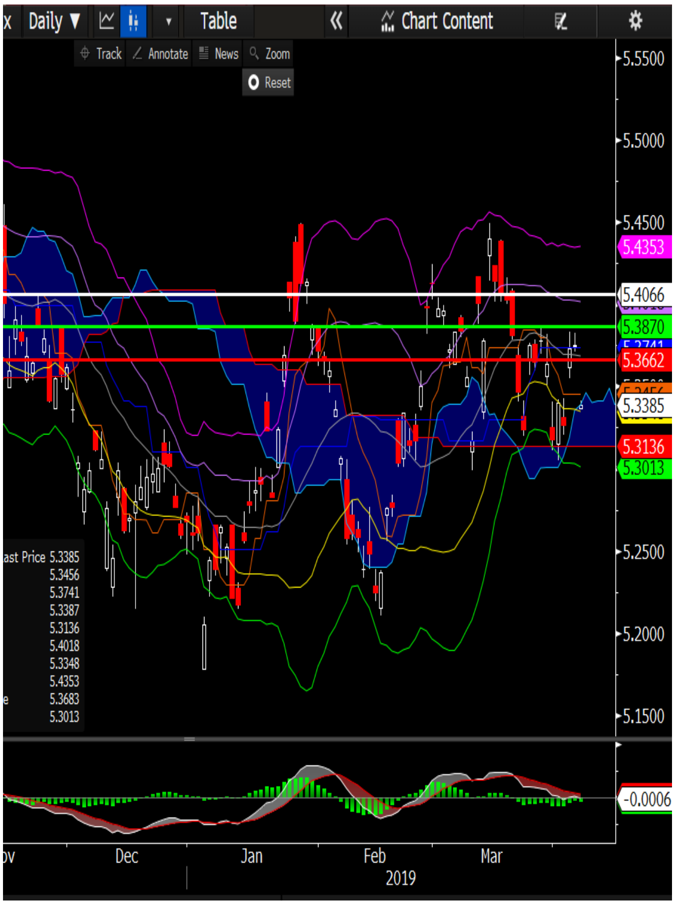
Indicative USDMYR 4.0840



Source: Bloomberg

- USDMYR opened almost unchanged at 4.0825 today. **Daily outlook neutral to slightly bullish.**
- **Weekly outlook bullish and monthly outlook bearish**.
- Lackluster trading likely to dominate today with no real push / pull factor here as most market participants are sidelined while awaiting NFP and trade talk outcome.
- **Key resistances:** 4.0880 (R1), 4.0950 (R2), 4.1000 (R3)
- **Key supports:** 4.0750 (S1), 4.0650 (S2), 4.0550 (S3)
- **Expected range for the day:** 4.0700 – 4.0900

Indicative GBPMYR 5.3430

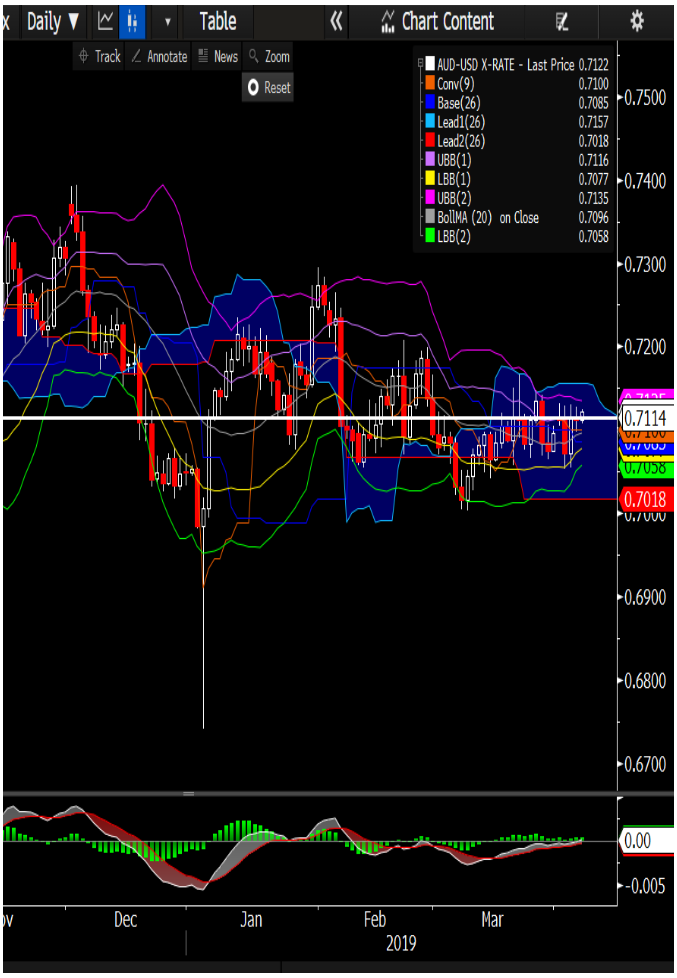


Source: Bloomberg

- GBPMYR opened 0.03% higher at 5.3751 today. **Daily outlook bearish**.
- **Weekly and monthly outlook neutral**.
- GBP got sold as Parliament still seems to be deadlocked in coining a deal even after both Labour and Conservative parties sat down for close to 5 hours hashing together a deal with little to show for. However, we turn bullish GBPUSD over the medium term as a deal is likely to be hashed out soon to avoid a no-deal Brexit.
- **Key resistances**: 5.3640 (R1), 5.3980 (R2), 5.4230 (R3)
- **Key supports**: 5.3210 (S1), 5.2950 (S2), 5.2790 (S3)
- **Expected range for the day:** 5.3000 – 5.3700

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

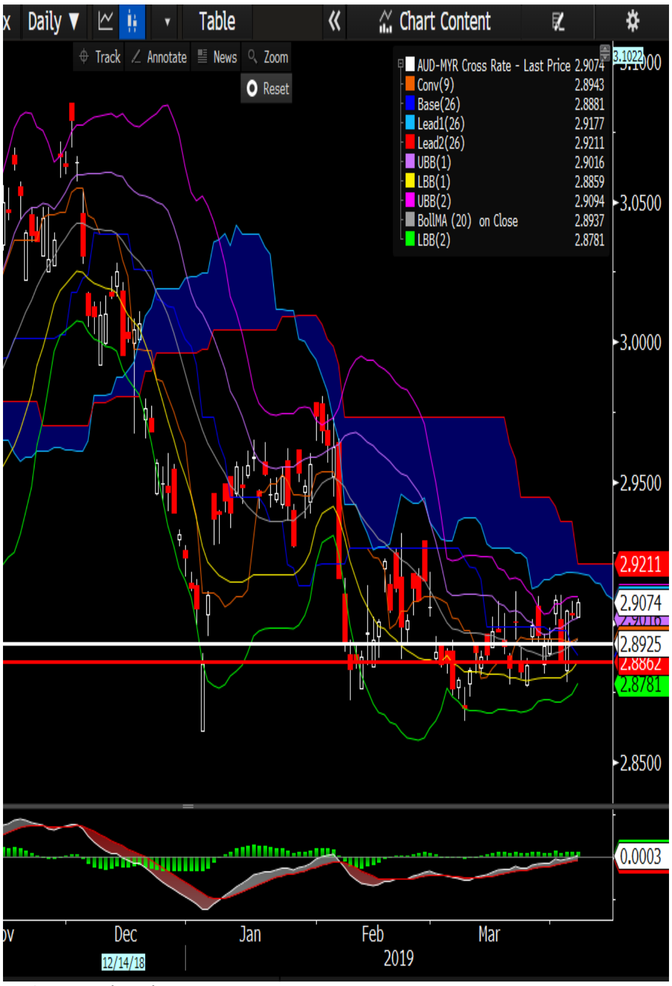
Indicative AUDUSD 0.7118



Source: Bloomberg

- AUDUSD opened 0.001% weaker at 0.7112 today. **Daily outlook neutral** as traded range continues to be limited ahead of NFP.
- **Weekly outlook neutral, monthly outlook slightly bearish**.
- **We remain neutral on AUD** as short term indicators not providing much clues ahead of NFP.
- **Key resistances:** 0.7150 (R1), 0.7200 (R2), 0.7230 (R3)
- **Key supports:** 0.7050 (S1), 0.7000 (S2), 0.6970 (S3)
- **Expected range for the day:** 0.7080 – 0.7180

Indicative AUDMYR 2.9077



Source: Bloomberg

- AUDMYR opened 0.05% lower at 2.9028 today. **Daily outlook neutral to slightly bullish** against a neutral AUDUSD vs a slightly bullish USDMYR.
- **Weekly outlook neutral and monthly outlook bearish**.
- The pair now trading close to Bollinger top and inside the Ichimoku cloud. NFP likely to either give the pair a boost towards 2.92 or break lower back towards recent familiar ranges.
- **Key resistances:** 2.9100 (R1), 2.9160 (R2), 2.9287 (R3)
- **Key supports:** 2.8925 (S1), 2.8860 (S2), 2.8750 (S3)
- **Expected range for the day:** 2.9000 – 2.9200

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Indicative EURUSD 1.1224

Source: Bloomberg

- EURUSD opened lower by 0.11% at 1.1221 today against broadly stronger USD against the majors. **Daily outlook neutral to slightly bullish**.
- **Weekly and monthly outlook neutral**.
- **We maintain EUR bullishness** in the short term as the pair still manages to register higher lows over the last 3 sessions however we would need a convincing close above 1.1235 to validate this view on the week.
- **Key resistances:** 1.1285 (R1), 1.1305 (R2), 1.1340 (R3)
- **Key supports:** 1.1210 (S1), 1.1170 (S2), 1.1140 (S3)
- **Expected range for the day:** 1.1200 – 1.1300

Indicative EURMYR 4.5850

Source: Bloomberg

- EURMYR opened 0.11% lower at 4.5831 today. **Daily outlook bullish.**
- **Weekly outlook bearish, monthly outlook bearish**.
- EURMYR maintaining bullish technicals. NFP needed to confirm or reject the move.
- **Key resistances:** 4.6000 (R1), 4.6250 (R2), 4.6406 (R3)
- **Key supports:** 4.5720 (S1), 4.5655 (S2), 4.5560 (S3)
- **Expected range for the day:** 4.5800 – 4.6200

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