March 13, 2019

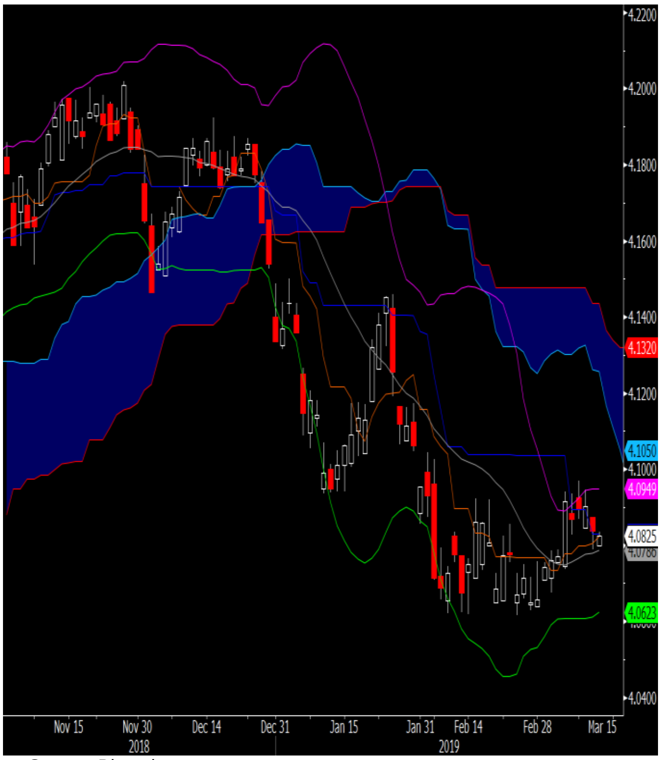
![Hong Leong Bank]

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

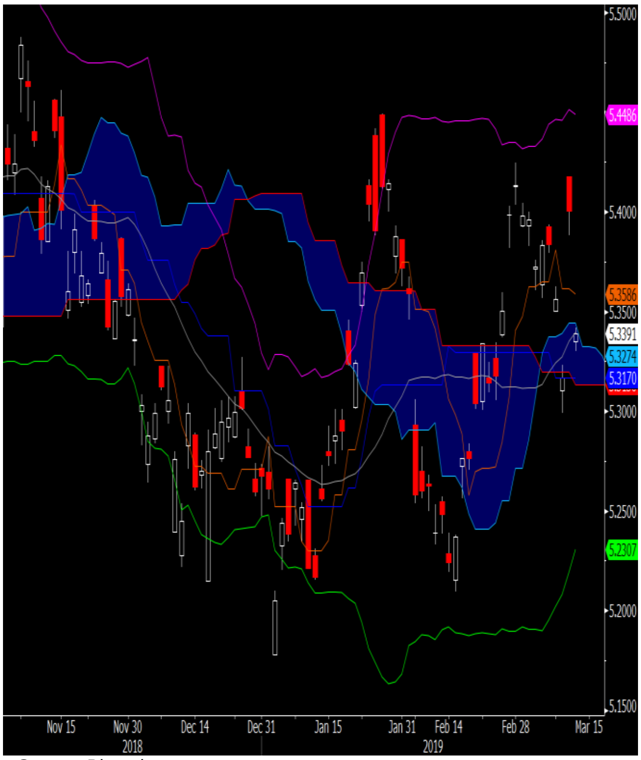
Indicative USDMYR 4.0825



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook slightly bullish** in anticipation of pressure on MYR from risk aversion in the markets.
- **Weekly outlook neutral, monthly outlook bullish**.
- Despite signs of a retreat, we maintain that USDMYR remains bullish and continue to target 4.0965. Beating this, USDMYR is likely headed towards 4.1038.
- **Key resistances:** 4.0850 (R1), 4.0870 (R2), 4.0885 (R3)
- **Key supports:** 4.0825 (S1), 4.0800 (S2), 4.0785 (S3)
- **Expected range for the day:** 4.0800 – 4.0880

Indicative GBPMYR 5.3391

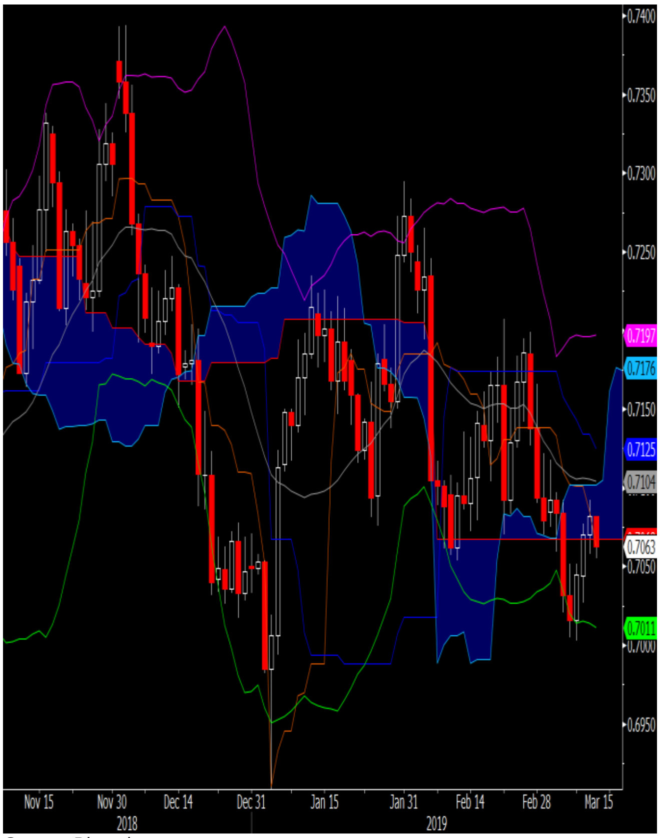


Source: Bloomberg

- GBPMYR opened 657pips lower at 5.3351 today. **Daily outlook bearish**, weighed down by the sharply lower opening.
- **Weekly and monthly outlook bearish**.
- GBPMYR tumbled at opening, suggesting that recent upside strength was untenable. GBPMYR is now inclined to the downsides, with room to break below 5.3136 next, below which 5.2852 will be targeted.
- **Key resistances**: 5.3400 (R1), 5.3444 (R2), 5.3480 (R3)
- **Key supports**: 5.3344 (S1), 5.3300 (S2), 5.3250 (S3)
- **Expected range for the day:** 5.3250 – 5.3420

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

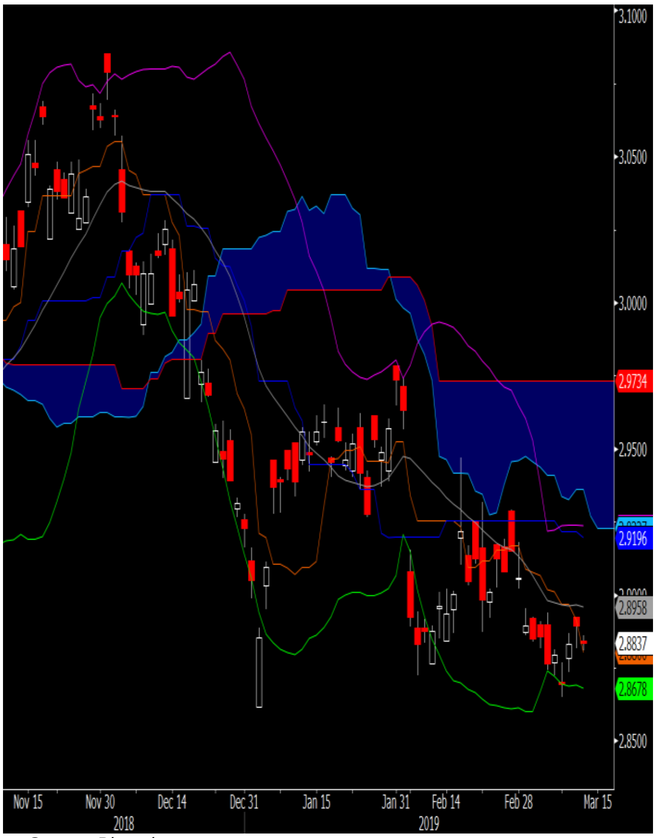
Indicative AUDUSD 0.7063



Source: Bloomberg

- AUDUSD opened unchanged at 0.7082 today. **Daily outlook slightly bearish**, pressured by lingering risk-off in the markets.
- **Weekly outlook bearish, monthly outlook neutral**.
- Despite recent bounces higher, we maintain that AUDUSD is still vulnerable to losses while below 0.7104. Losing 0.7068 will put AUDUSD under more pressure, potentially pushing it lower to circa 0.7000 – 0.7012.
- **Key resistances:** 0.7068 (R1), 0.7084 (R2), 0.7092 (R3)
- **Key supports:** 0.7058 (S1), 0.7052 (S2), 0.7020 (S3)
- **Expected range for the day:** 0.7030 – 0.7080

Indicative AUDMYR 2.8837



Source: Bloomberg

- AUDMYR opened 53pips lower at 2.8842 today. **Daily outlook slightly bearish** amid a soft AUD pressured by risk aversion in the markets.
- **Weekly outlook bullish, monthly outlook neutral**.
- Even as a bullish trend lingers, AUDMYR remains at risk of further losses if it closes below 2.8818 today. On the upside, breaking above 2.8818 will be required to keep current upside strength sustainable.
- **Key resistances:** 2.8869 (R1), 2.8910 (R2), 2.8958 (R3)
- **Key supports:** 2.8818 (S1), 2.8800 (S2), 2.8769 (S3)
- **Expected range for the day:** 2.8800 – 2.8880

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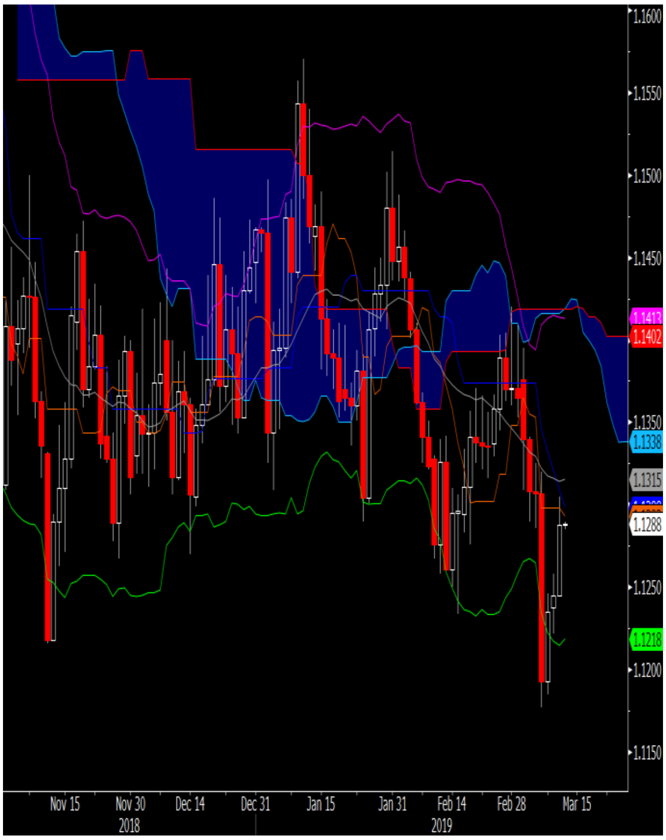
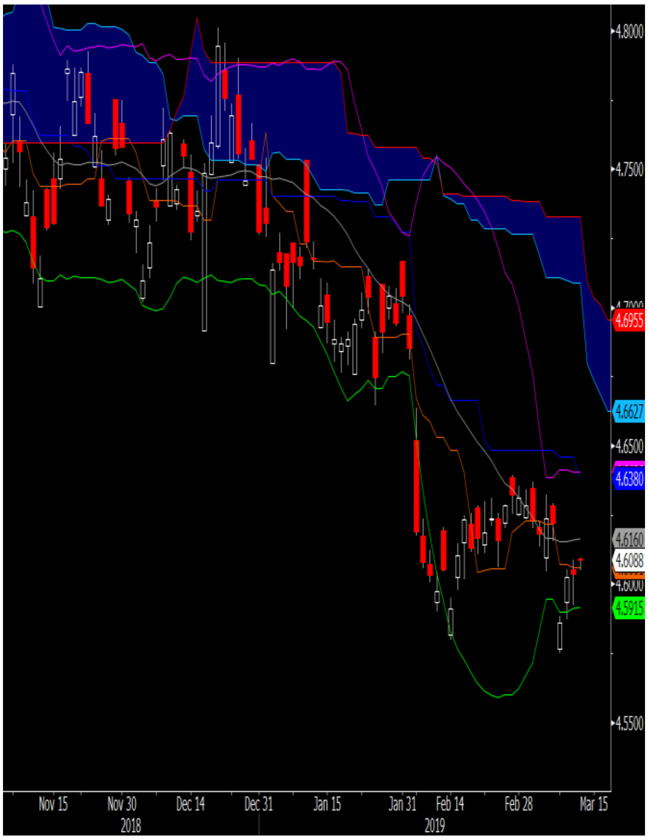
Indicative EURUSD 1.1288



Source: Bloomberg

Indicative EURMYR 4.6088



Source: Bloomberg

- EURUSD opened unchanged at 1.1245 today. **Daily outlook slightly bearish** as we anticipate some risk aversion ahead of UK parliamentary votes on no-deal Brexit and Brexit deadline postponement.
- **Weekly outlook neutral, monthly outlook neutral**.
- A bearish trend still prevails, which exposes EURUSD to a potential break below 1.1193 today. Failure to do so will encourage the bulls to take EURUSD higher to 1.1315, above which 1.1364 – 1.1373 will be targeted.
- **Key resistances:** 1.1298 (R1), 1.1316 (R2), 1.1325 (R3)
- **Key supports:** 1.1276 (S1), 1.1267 (S2), 1.1250 (S3)
- **Expected range for the day:** 1.1220 – 1.1300

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

- EURMYR opened 55pips higher at 4.6091 today. **Daily outlook slightly bearish** in anticipation of a softer EUR.
- **Weekly outlook neutral, monthly outlook bullish**.
- Despite extended bounces higher, EURMYR remains in a bearish trend and is likely to break below 4.5860 going forward. Below this, EURMYR could push lower to circa 4.5750 before mounting a rebound.
- **Key resistances:** 4.6100 (R1), 4.6111 (R2), 4.6122 (R3)
- **Key supports:** 4.6061 (S1), 4.6038 (S2), 4.6000 (S3)
- **Expected range for the day:** 4.6000 – 4.6100

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