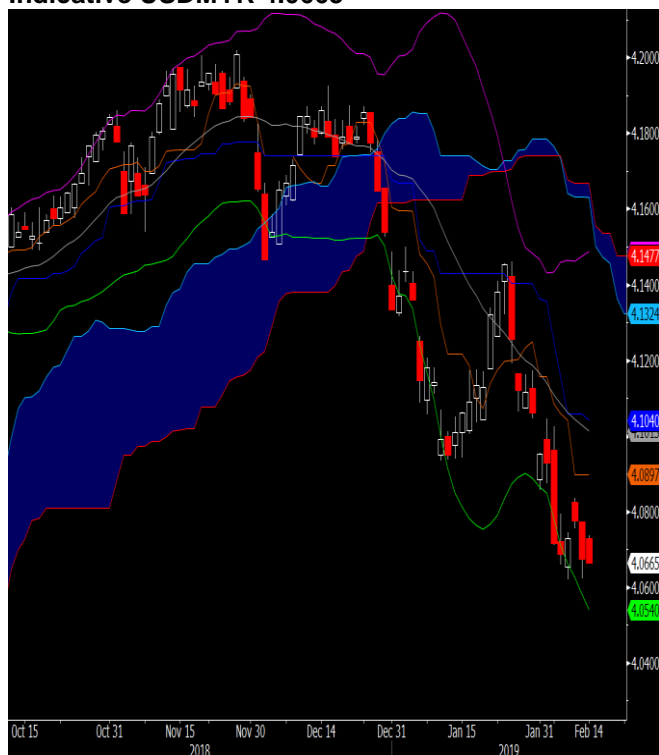


Global Markets Research

FX Strategy

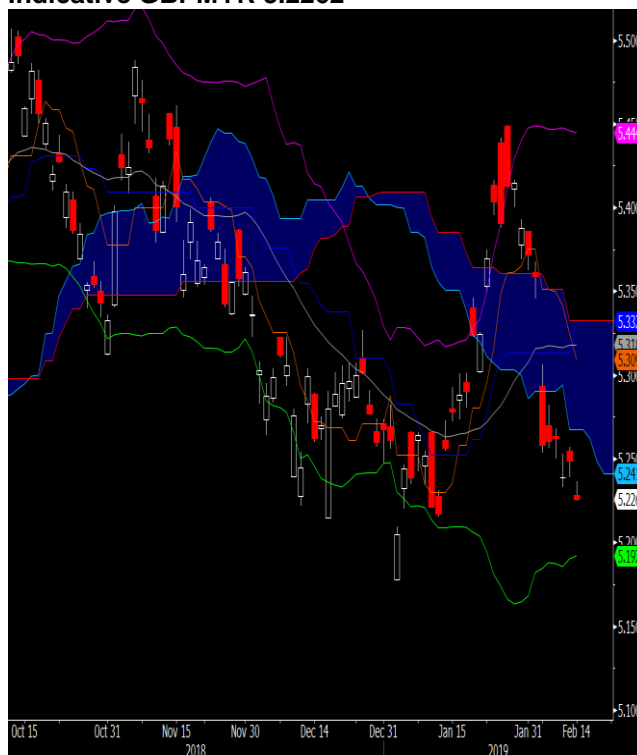
Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0665



Source: Bloomberg

Indicative GBPMYR 5.2262



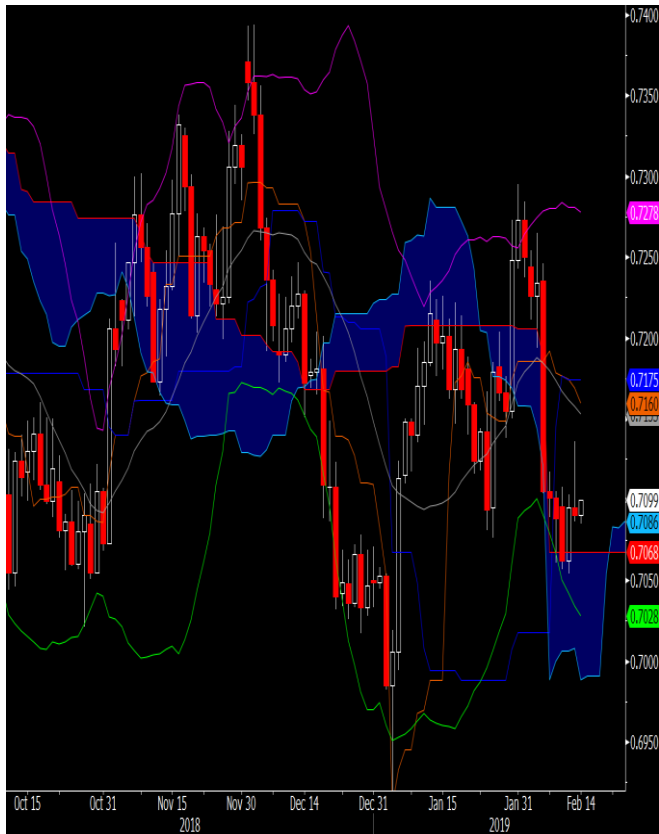
Source: Bloomberg

- USDMYR opened higher today. **Daily outlook neutral** with room for mild gains amid likelihood of a firmer USD going into European session.
- **Weekly outlook bullish, monthly outlook bearish.**
- We maintain that there is still room for the unravelling of price-momentum divergence, which could push USDMYR higher going forward. Expect a test at 4.0795 – 4.0850 range going forward, while beating 4.0850 will expose a move to 4.1060 in the next leg higher.
- **Key resistances:** 4.0710 (R1), 4.0745 (R2), 4.0785 (R3)
- **Key supports:** 4.0650 (S1), 4.0620 (S2), 4.0600 (S3)
- **Expected range for the day:** 4.0620 – 4.0740

- GBPMYR opened 201 pips lower at 5.2285 today. **Daily outlook bearish** following the sharply lower opening and potential for further GBP weakness.
- **Weekly and monthly outlook bearish.**
- Downside momentum continue to rise, thus expect GBPMYR to remain subdued. The 5.2258 level has been tested, and GBPMYR is now likely to set sights on 5.2153. However, we caution that it will be increasingly challenging for GBPMYR to push further below 5.2153, and doing so increases the chance of a rebound back above 5.2564.
- **Key resistances:** 5.2300 (R1), 5.2332 (R2), 5.2366 (R3)
- **Key supports:** 5.2246 (S1), 5.2220 (S2), 5.2200 (S3)
- **Expected range for the day:** 5.2220 – 5.2370

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

Indicative AUDUSD 0.7099

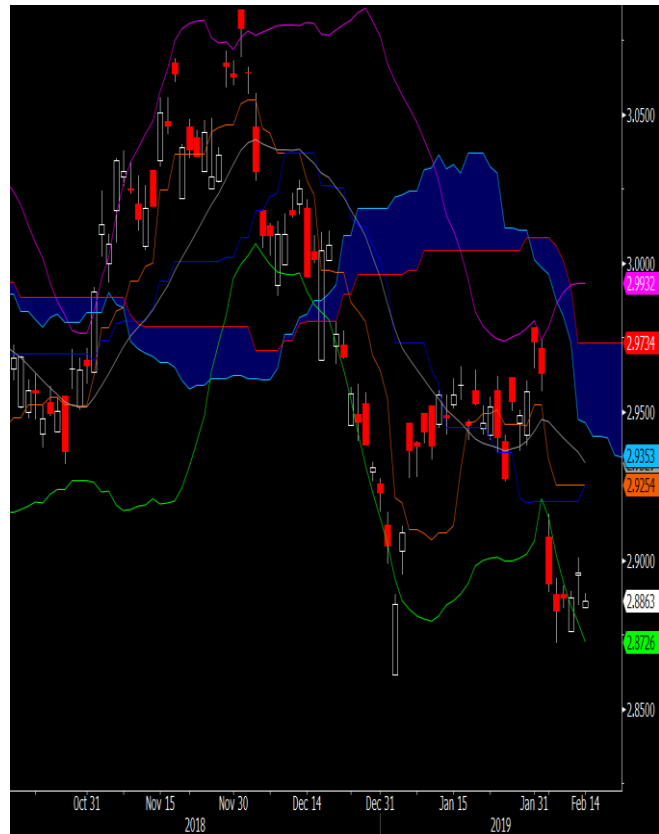


Source: Bloomberg

- AUDUSD opened unchanged at 0.7090 today. **Daily outlook bearish** as buying interest is likely weighed down by risk aversion ahead of Chinese data; downside surprises will pressure AUD.
- **Weekly outlook bullish, monthly outlook neutral.**
- AUDUSD remains vulnerable to a drop below 0.7062 before the week is out, but could be carving out a minor rebound amid ease in downward momentum. Rebounds, if any, could target 0.7120 – 0.7136.
- **Key resistances:** 0.7108 (R1), 0.7120 (R2), 0.7136 (R3)
- **Key supports:** 0.7091 (S1), 0.7081 (S2), 0.7068 (S3)
- **Expected range for the day:** 0.7070 – 0.7110

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

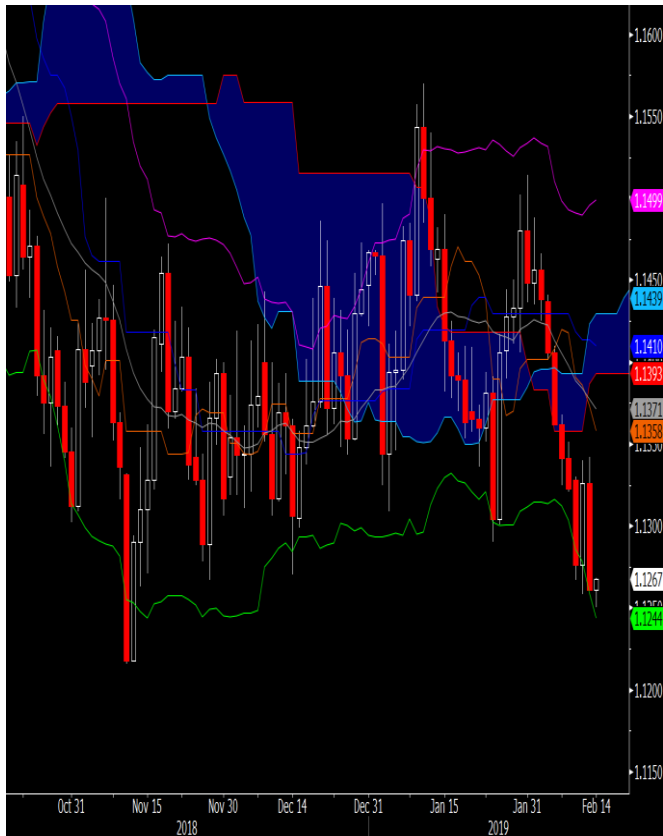
Indicative AUDMYR 2.8863



Source: Bloomberg

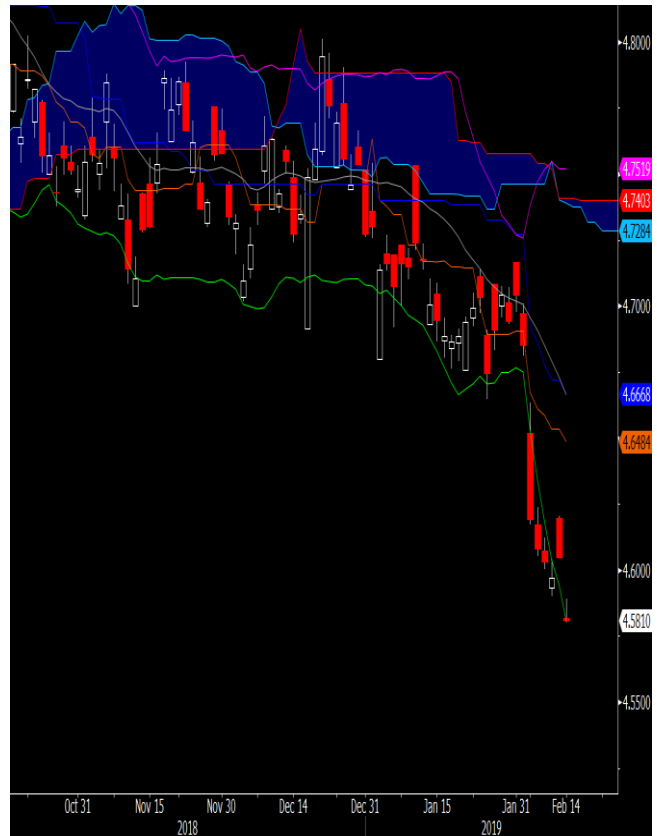
- AUDMYR opened 117pips lower at 2.8844 today. **Daily outlook slightly bearish**, following the sharply lower opening.
- **Weekly outlook bullish, monthly outlook bearish.**
- Despite a daily bearish outlook, we continue to caution potential for a rebound, especially after AUDMYR closed above 2.8923. Holding above 2.8700 is likely to keep the bears from accelerating.
- **Continue to expect a potential advance to 2.9200**, otherwise curbed by a close below 2.8700.
- **Key resistances:** 2.8896 (R1), 2.8917 (R2), 2.8941 (R3)
- **Key supports:** 2.8837 (S1), 2.8800 (S2), 2.8773 (S3)
- **Expected range for the day:** 2.8820 – 2.8955

Indicative EURUSD 1.1267



Source: Bloomberg

Indicative EURMYR 4.5810



Source: Bloomberg

- EURUSD opened unchanged at 1.1261 today. **Daily outlook slightly bearish** in line with our view of a firmer USD.
- **Weekly outlook bearish, monthly outlook bullish.**
- As noted yesterday, EURUSD dropped below 1.1276 and is likely to close below this level tomorrow. Nevertheless, we expect EURUSD to bounce higher approaching 1.1200 – 1.1218 range, and continue to set sights on recapturing above 1.1367 in the coming week(s).
- **Key resistances:** 1.1276 (R1), 1.1290 (R2), 1.1308 (R3)
- **Key supports:** 1.1259 (S1), 1.1244 (S2), 1.1220 (S3)
- **Expected range for the day:** 1.1250 – 1.1280

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

- EURMYR opened 232pips lower at 4.5818 today. **Daily outlook slightly bearish** following the sharply lower opening.
- **Weekly outlook bearish, monthly outlook neutral.**
- EURMYR again tilted to the downside after losing 4.6000. Technical outlook suggests EURMYR is likely to stay subdued below 4.5972 in the coming 2 days, while potential for a rebound has diminished.
- **Key resistances:** 4.5850 (R1), 4.5891 (R2), 4.5920 (R3)
- **Key supports:** 4.5800 (S1), 4.5785 (S2), 4.5750 (S3)
- **Expected range for the day:** 4.5770 – 4.5890

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@hbb.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.