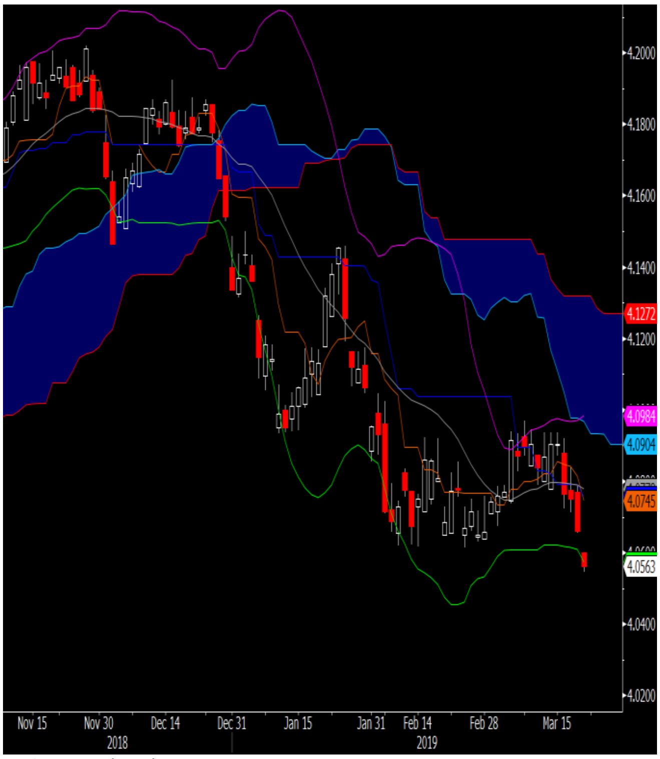
March 21, 2019

Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

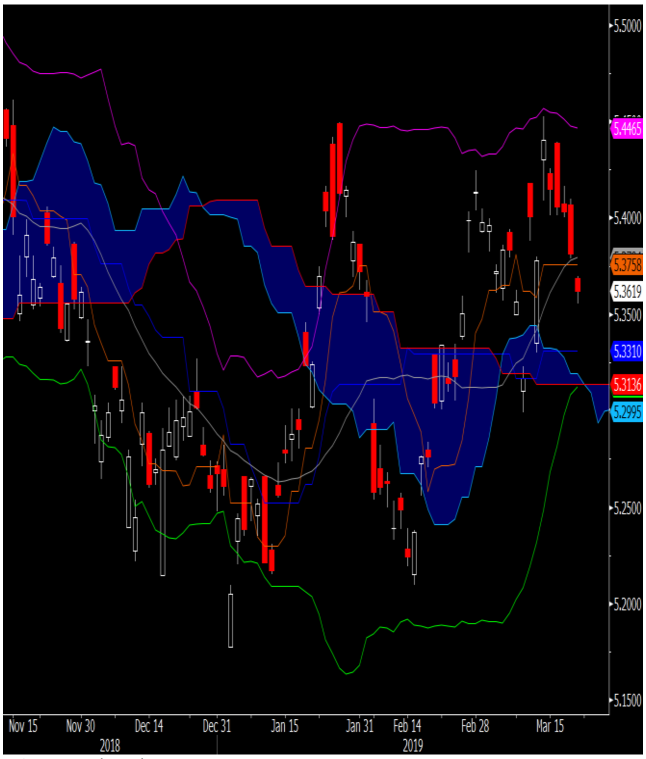
Indicative USDMYR 4.0563



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bearish** on the back of a weak USD.
- **Weekly and monthly outlook bearish**.
- USDMYR has broken below 4.0710 and downsides are likely to extend. It is now poised to test 4.0500, which if successful could be the onset of a move that could test 4.0360.
- **Key resistances:** 4.0570 (R1), 4.0590 (R2), 4.0600 (R3)
- **Key supports:** 4.0550 (S1), 4.0520 (S2), 4.0500 (S3)
- **Expected range for the day:** 4.0480 – 4.0600

Indicative GBPMYR 5.3619

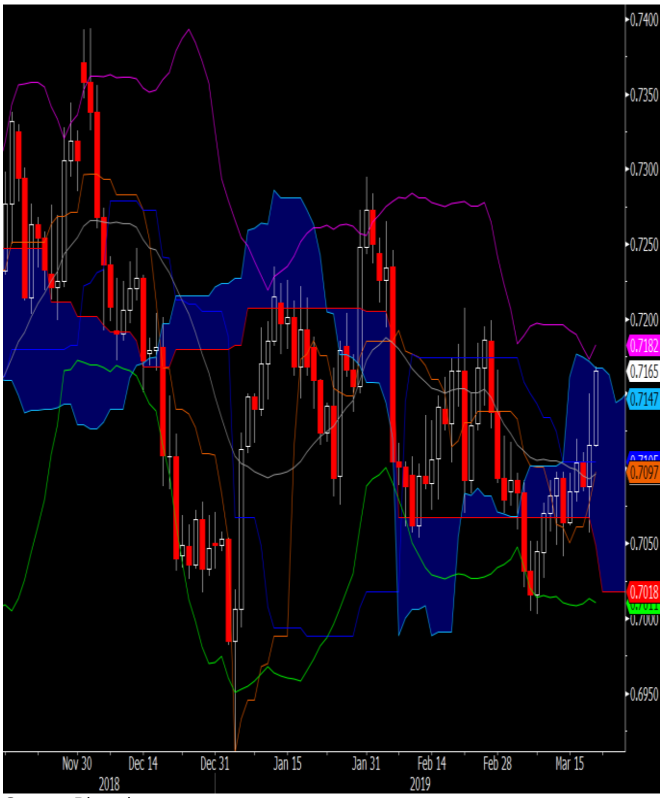


Source: Bloomberg

- GBPMYR opened 125 pips lower at 5.3689 today. **Daily outlook bearish**, weighed down by the sharply lower opening and growing Brexit uncertainties.
- **Weekly and monthly outlook bearish**.
- GBPMYR remains entrenched in a bearish trend. Losses are likely to prevail going forward, with room to test 5.3461. Rebounds cannot be ruled out after recent slew of gap-downs, but likely limited to below 5.3848.
- **Key resistances**: 5.3678 (R1), 5.3700 (R2), 5.3758 (R3)
- **Key supports**: 5.3609 (S1), 5.3557 (S2), 5.3500 (S3)
- **Expected range for the day:** 5.3500 – 5.3700

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

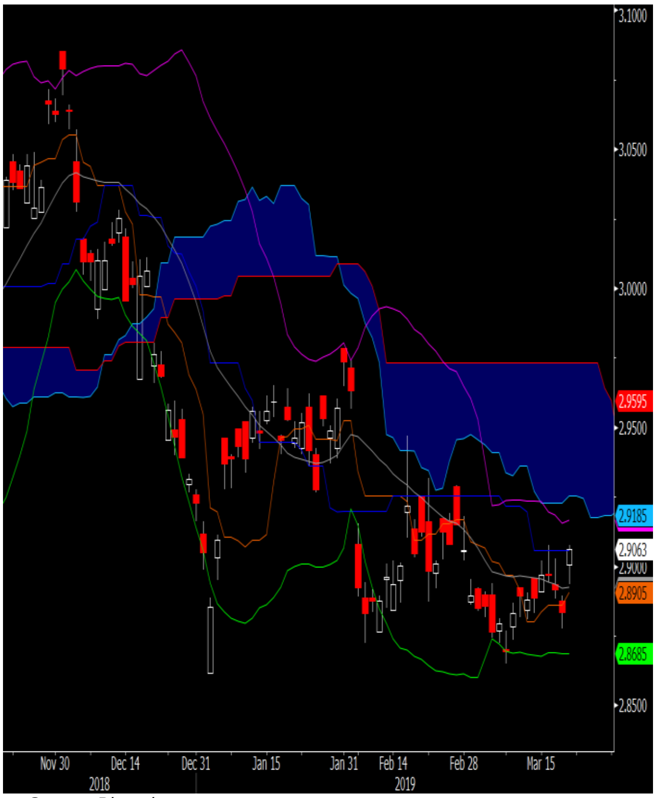
Indicative AUDUSD 0.7165



Source: Bloomberg

- AUDUSD opened unchanged at 0.7116. **Daily outlook bullish** on the back of a soft USD and supported by unexpected drop in Australian unemployment rate.
- **Weekly and monthly outlook bullish**.
- AUDUSD remains in a bullish trend, more so after breaking above 0.7139. It is likely plotting a next move towards 0.7181, above which it would likely head towards 0.7229.
- **Key resistances:** 0.7167 (R1), 0.7181 (R2), 0.7200 (R3)
- **Key supports:** 0.7145 (S1), 0.7114 (S2), 0.7105 (S3)
- **Expected range for the day:** 0.7110 – 0.7170

Indicative AUDMYR 2.9063



Source: Bloomberg

- AUDMYR opened 168pips higher at 2.9005 today. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- Today's gap-up has returned AUDMYR to a bullish bias. A break above 2.9075 is needed to sustain further gains, which could climb to as high as 2.9254. Otherwise, AUDMYR remains vulnerable to the downsides.
- **Key resistances:** 2.9075 (R1), 2.9107 (R2), 2.9156 (R3)
- **Key supports:** 2.9046 (S1), 2.9000 (S2), 2.8953 (S3)
- **Expected range for the day:** 2.8930 – 2.9090

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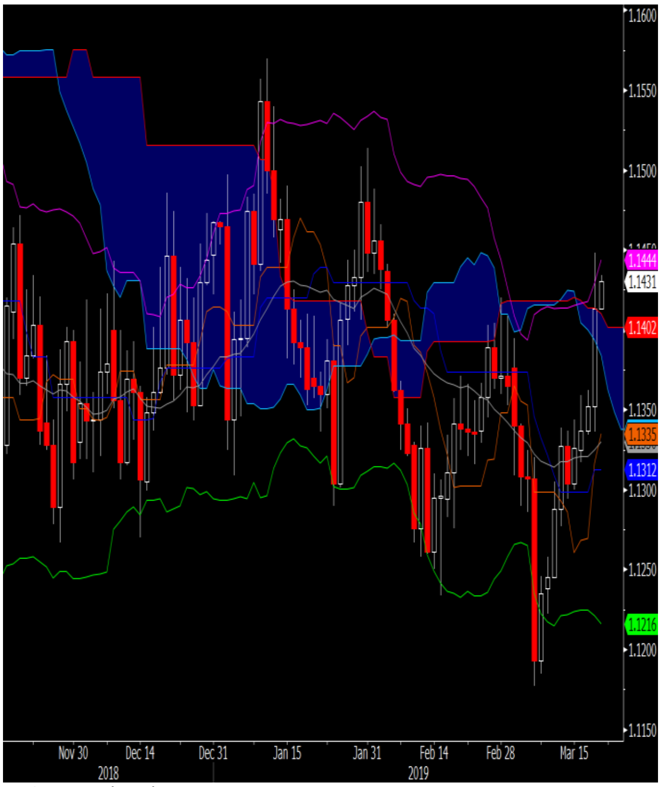
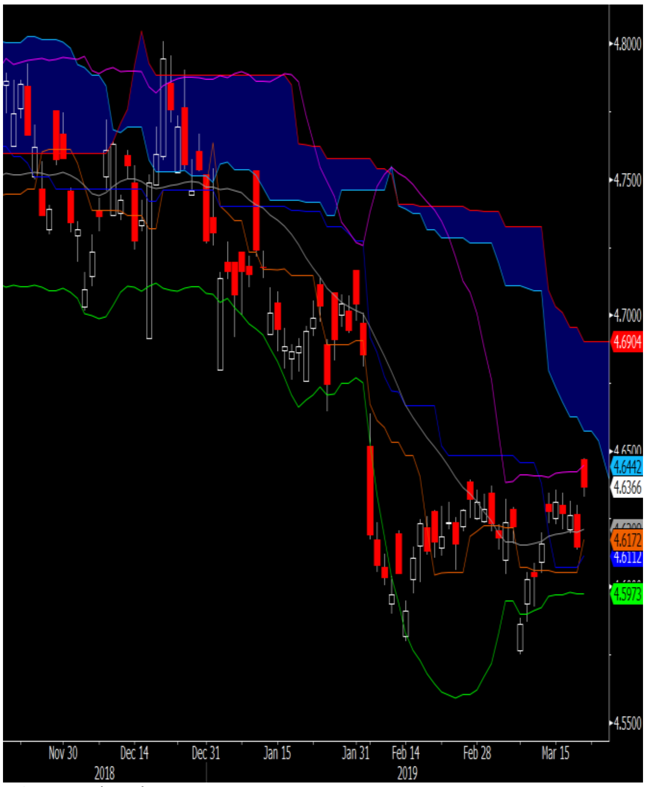
Indicative EURUSD 1.1431



Source: Bloomberg

- EURUSD opened unchanged at 1.1413. **Daily outlook slightly bearish**, expecting a mild pullback after overnight rally.
- **Weekly outlook bullish, monthly outlook neutral**.
- A bullish trend is now more entrenched in EURUSD, suggesting further push higher. EURUSD is now targeting 1.1473 next, above which 1.1500 will be challenged. Pullback, if any, will likely hold above 1.1386.
- **Key resistances:** 1.1443 (R1), 1.1475 (R2), 1.1500 (R3)
- **Key supports:** 1.1410 (S1), 1.1400 (S2), 1.1386 (S3)
- **Expected range for the day:** 1.1390 – 1.1450

Indicative EURMYR 4.6366



Source: Bloomberg

- EURMYR opened 324pips higher at 4.6469 today. **Daily outlook bullish**, lifted by the sharply higher opening.
- **Weekly and monthly outlook bullish**.
- EURMYR has broken above 4.6278, further strengthening its bullish trend and ability to sustain additional gains. EUREMYR is likely headed for a 4.6574, but there may first be a modest pullback to circa 4.6300.
- **Key resistances:** 4.6400 (R1), 4.6420 (R2), 4.6448 (R3)
- **Key supports:** 4.6356 (S1), 4.6329 (S2), 4.6300 (S3)
- **Expected range for the day:** 4.6330 – 4.6480

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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