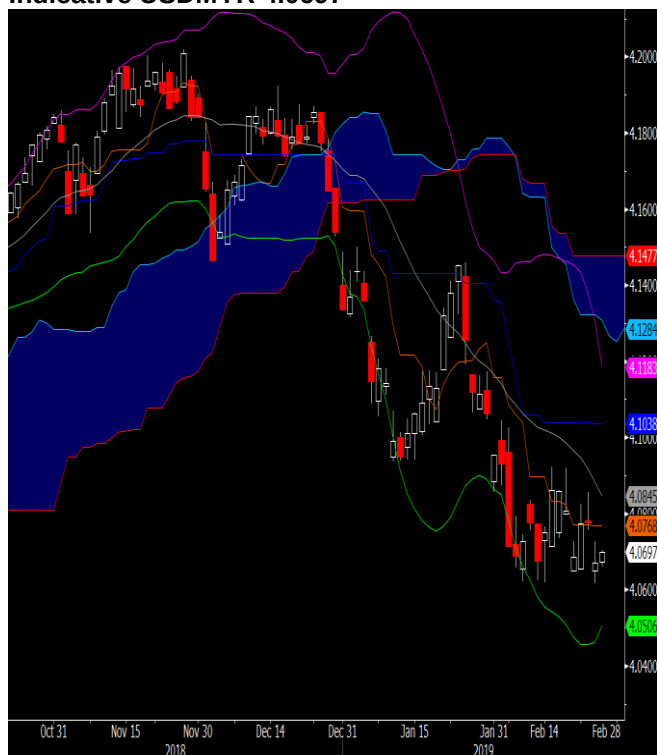


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

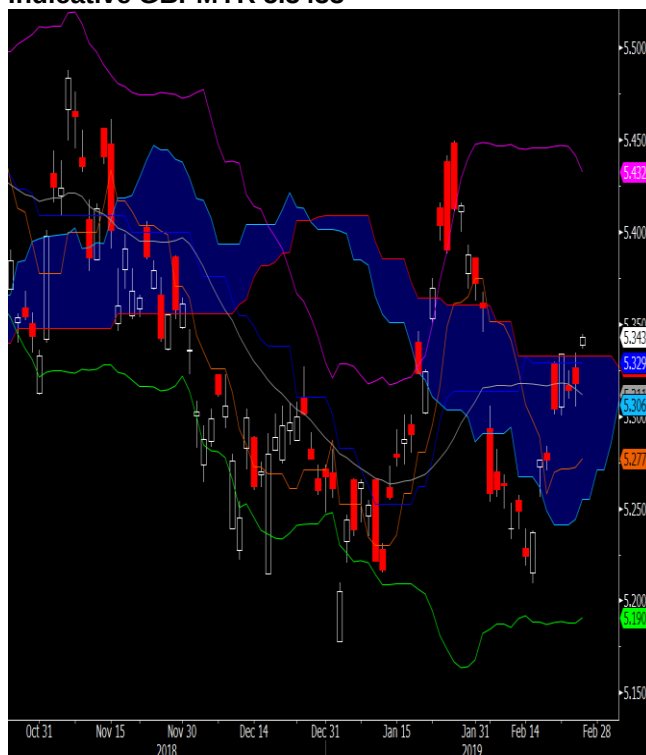
Indicative USDMYR 4.0697



Source: Bloomberg

- USDMYR opened mostly unchanged today. **Daily outlook slightly bullish** on technical reasons.
- **Weekly outlook bullish, monthly outlook bearish.**
- Technical outlook is positive on USDMYR; price-momentum divergence has emerged while a bullish reversal pattern lingers, both hinting that USDMYR could be heading higher going forward. We continue to caution that failure to push below 4.0500 is likely to encourage the bulls and spark a rally back to 4.0920 - 4.0965.
- **Key resistances:** 4.0715 (R1), 4.0735 (R2), 4.0750 (R3)
- **Key supports:** 4.0675 (S1), 4.0660 (S2), 4.0650 (S3)
- **Expected range for the day:** 4.0680 – 4.0740

Indicative GBPMYR 5.3433

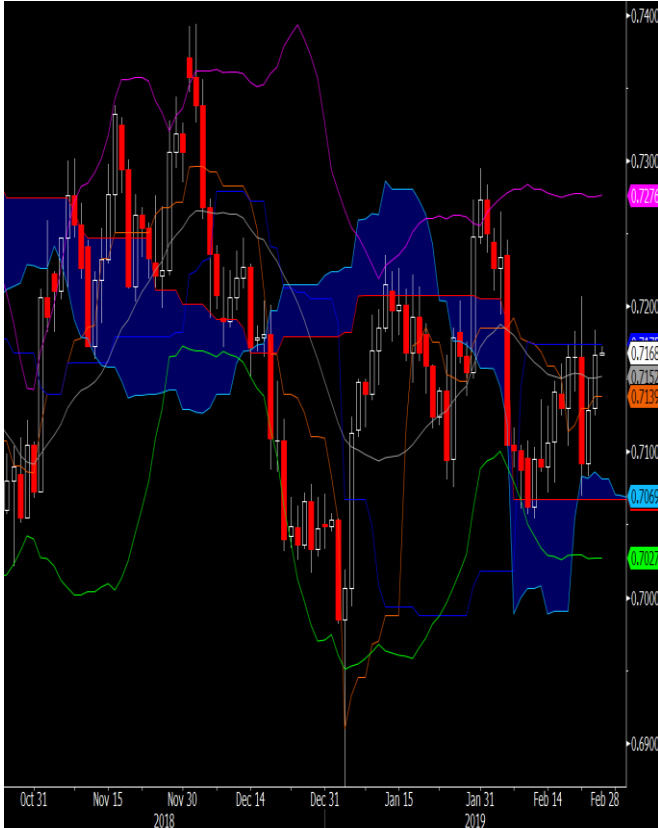


Source: Bloomberg

- GBPMYR opened 209pips higher at 5.3387 today. **Daily outlook bullish**, lifted by the sharply higher opening and in anticipation of firmer GBP.
- **Weekly outlook bullish, monthly outlook bearish.**
- We maintain that GBPMYR's technical outlook continues to improve, more so after climbing above 5.3328 in early trade. There is now room to climb to circa 5.3710 – 5.3825, if current upside bias still sustains.
- **Key resistances:** 5.3458 (R1), 5.3500 (R2), 5.3520 (R3)
- **Key supports:** 5.3404 (S1), 5.3369 (S2), 5.3344 (S3)
- **Expected range for the day:** 5.3350 – 5.3460

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

Indicative AUDUSD 0.7168

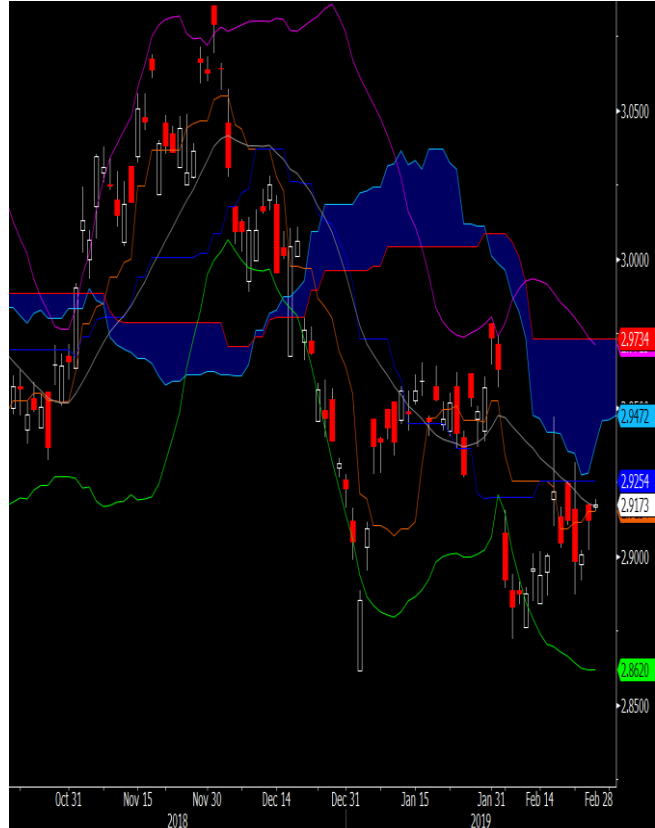


Source: Bloomberg

- AUDUSD opened unchanged at 0.7167 today. **Daily outlook bullish**, supported by improving risk appetite in the markets.
- **Weekly outlook bullish, monthly outlook bearish.**
- AUDUSD beat 0.7165 yesterday, improving its technical outlook. It is now likely taking aim at 0.7229 in the next leg higher, but we caution that this level continues to be a strong barrier to further heights.
- **Key resistances:** 0.7175 (R1), 0.7200 (R2), 0.7214 (R3)
- **Key supports:** 0.7151 (S1), 0.7139 (S2), 0.7122 (S3)
- **Expected range for the day:** 0.7150 – 0.7200

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

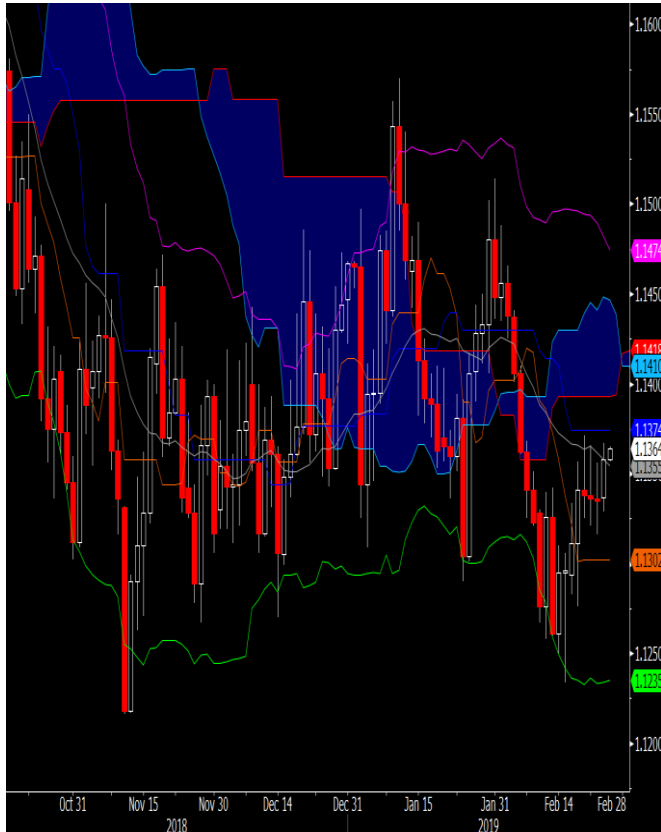
Indicative AUDMYR 2.9173



Source: Bloomberg

- AUDMYR opened 42pips higher at 2.9166 today. **Daily outlook slightly bullish** in anticipation of firmer AUD amid lingering risk-on sentiment in the markets.
- **Weekly outlook bullish, monthly outlook bearish.**
- Technical landscape has been altered by AUDMYR close above 2.9046 yesterday. It is now tilted to the upside, with room to test 2.9369 in the next leg higher, but still vulnerable to downsides until 2.9369 is broken.
- **Key resistances:** 2.9192 (R1), 2.9219 (R2), 2.9254 (R3)
- **Key supports:** 2.9154 (S1), 2.9115 (S2), 2.9100 (S3)
- **Expected range for the day:** 2.9140 – 2.9220

Indicative EURUSD 1.1364

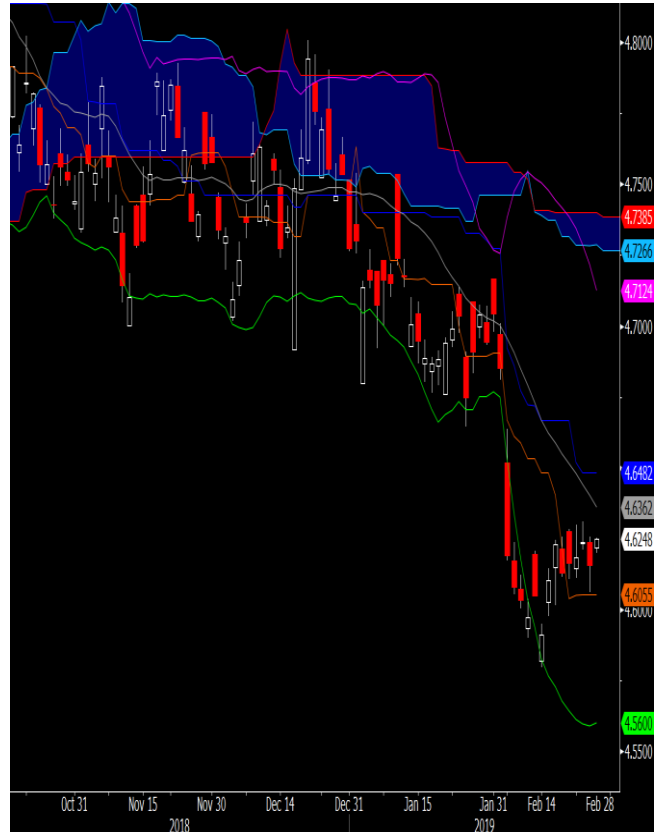


Source: Bloomberg

- EURUSD opened unchanged at 1.1358 today. **Daily outlook bullish** in anticipation of a soft USD and amid improvement in market sentiment regarding trade.
- **Weekly outlook bullish, monthly outlook bearish.**
- EURUSD remains in a bullish trend and we expect it to soon break above 1.1367 and head for 1.1413 in the next leg higher. Caution that this view will be lost if EURUSD closes below 1.1338 today.
- **Continue to expect a potential climb to 1.1400.**
- **Key resistances:** 1.1367 (R1), 1.1374 (R2), 1.1386 (R3)
- **Key supports:** 1.1355 (S1), 1.1336 (S2), 1.1320 (S3)
- **Expected range for the day:** 1.1350 – 1.1390

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

Indicative EURMYR 4.6248



Source: Bloomberg

- EURMYR opened 63pips higher at 4.6220 today. **Daily outlook bullish** in anticipation of a firmer EUR.
- **Weekly outlook bullish, monthly outlook bearish.**
- Upward momentum continues to improve for EURMYR, thus we maintain an upside view, with room to push closer to 4.6300, above which there is room for an attempt at circa 4.6359 – 4.6400.
- **Continue to expect a potential climb to 4.6350**, otherwise curbed by a close below 4.6180.
- **Key resistances:** 4.6258 (R1), 4.6282 (R2), 4.6311 (R3)
- **Key supports:** 4.6210 (S1), 4.6173 (S2), 4.6147 (S3)
- **Expected range for the day:** 4.6200 – 4.6320

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.