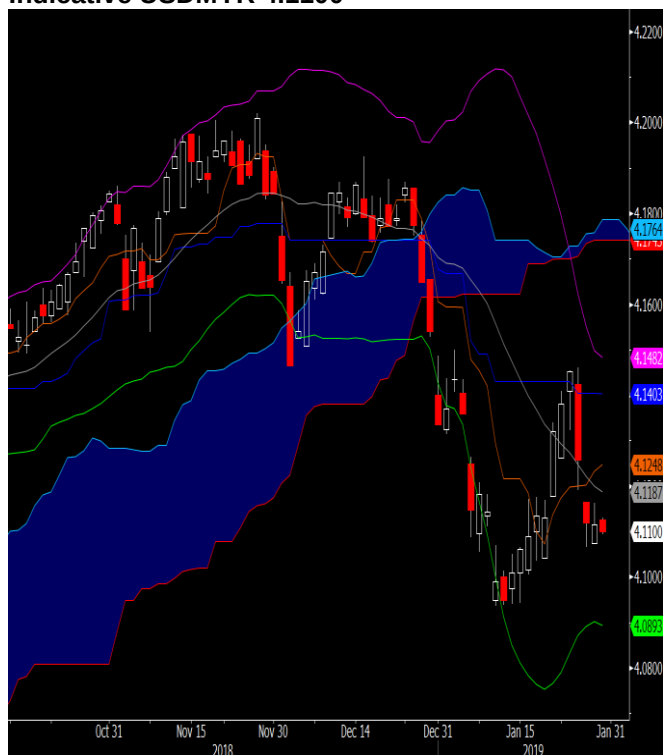


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

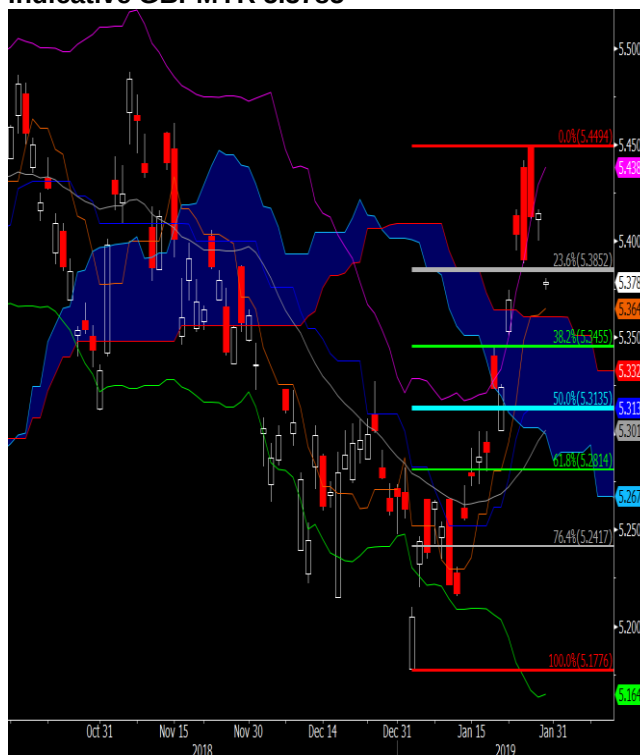
Indicative USDMYR 4.1100



Source: Bloomberg

- USDMYR opened higher today. **Daily outlook slightly bearish** on the back of a soft USD but gains are likely modest amid rising risk aversion in the markets.
- **Weekly and monthly outlook bearish.**
- USDMYR is still inclined to the downsides in our view, with room to slide to circa 4.1055, below which 4.0940 will be targeted. Until then, there may be scope for a mild rebound, but as long as 4.1230 is not breached, a downside bias sustains.
- **Key resistances:** 4.1110 (R1), 4.1130 (R2), 4.1160 (R3)
- **Key supports:** 4.1080 (S1), 4.1065 (S2), 4.1040 (S3)
- **Expected range for the day:** 4.1060 – 4.1130

Indicative GBPMYR 5.3785

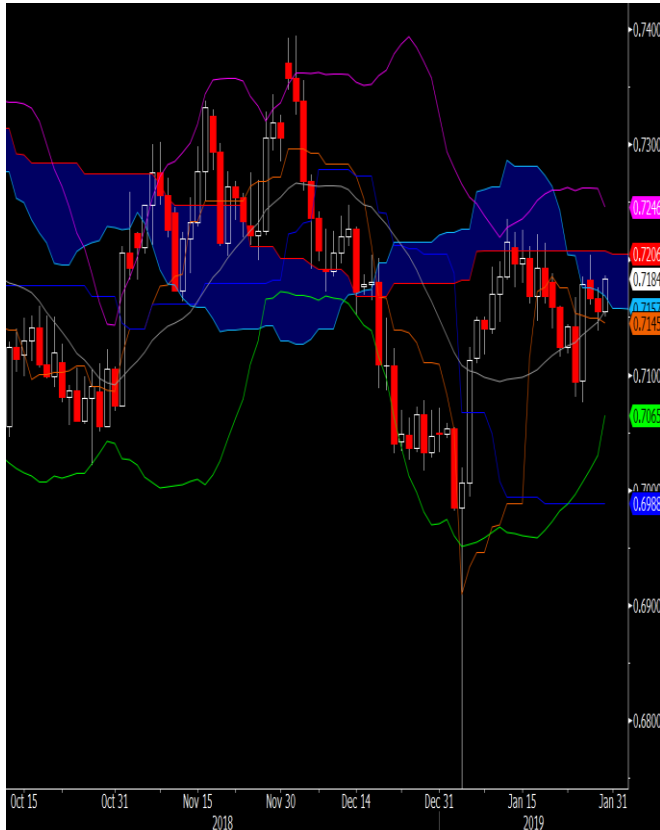


Source: Bloomberg

- GBPMYR opened 367 pips lower at 5.3779 today. **Daily outlook bearish** following the sharply lower opening, but expect current gains to be narrowed.
- **Weekly outlook bearish, monthly outlook bullish.**
- GBPMYR expectedly corrected lower. While a minor bounce may occur, once it is completed we expect extended losses in GBPMYR, likely targeting 5.3455 in the next leg lower.
- **GBPMYR expectedly dropped to 5.3874**, and below, in early trade. Expect a potential decline to 5.3455, otherwise curbed by a close above 5.3951.
- **Key resistances:** 5.3800 (R1), 5.3852 (R2), 5.3874 (R3)
- **Key supports:** 5.3748 (S1), 5.3703 (S2), 5.3649 (S3)
- **Expected range for the day:** 5.3700 – 5.3820

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

Indicative AUDUSD 0.7184

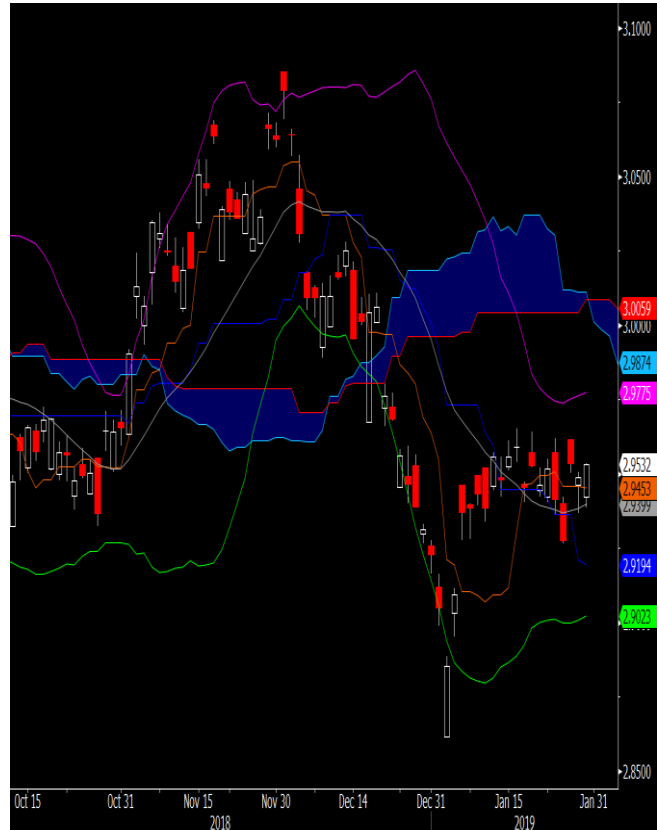


Source: Bloomberg

- AUDUSD opened unchanged at 0.7155 today. **Daily outlook bullish** on technical reasons.
- **Weekly and monthly outlook bullish.**
- AUDUSD has likely completed a minor pullback from recent rally, and with a bullish trend still prevailing, there is potentially room for a climb higher to circa 0.7207 in the next leg higher. Beating this level will expose a move to 0.7229.
- **Continue to expect a potential climb to 0.7267**, otherwise curbed by a close below 0.7138.
- **Key resistances:** 0.7200 (R1), 0.7207 (R2), 0.7229 (R3)
- **Key supports:** 0.7177 (S1), 0.7169 (S2), 0.7156 (S3)
- **Expected range for the day:** 0.7150 – 0.7205

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

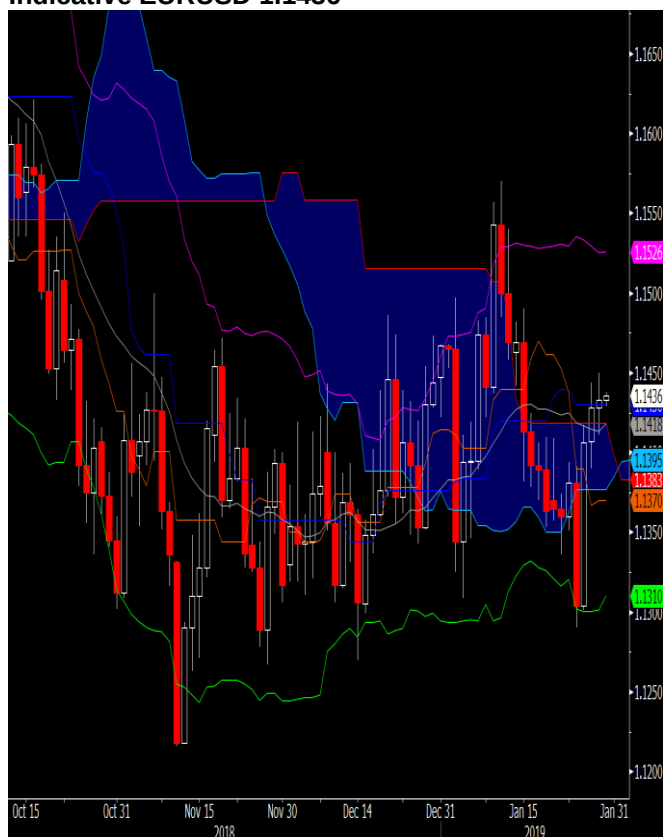
Indicative AUDMYR 2.9532



Source: Bloomberg

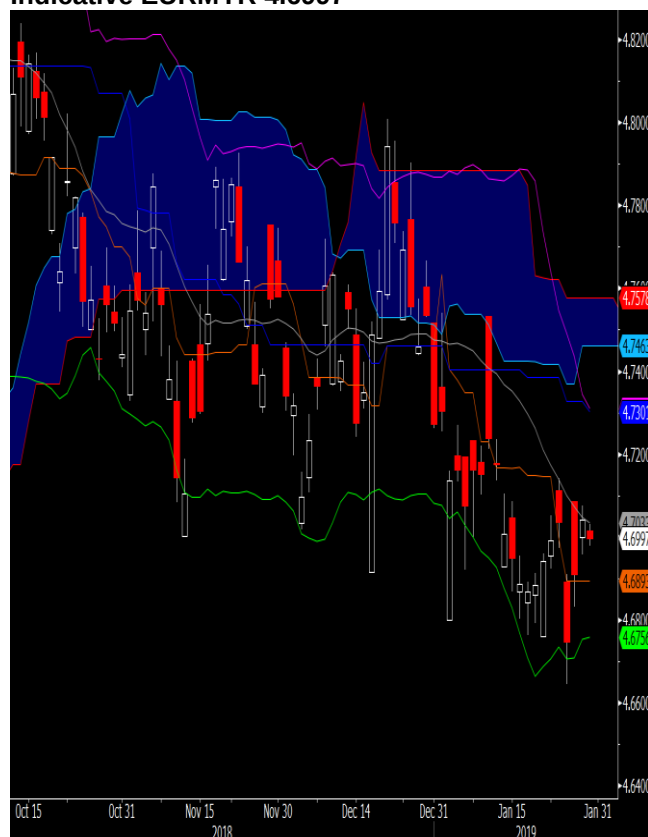
- AUDMYR opened 66pips lower at 2.9424 today. **Daily outlook bullish** on technical reasons.
- **Weekly and monthly outlook bullish.**
- AUDMYR remains tilted upwards so long as it does not slip back below 2.9369, with room to test 2.9654, above which 2.9753 will be challenged.
- **Expect a potential advance to 2.9753**, otherwise curbed by a close below 2.9453.
- **Key resistances:** 2.9550 (R1), 2.9587 (R2), 2.9613 (R3)
- **Key supports:** 2.9492 (S1), 2.9453 (S2), 2.9398 (S3)
- **Expected range for the day:** 2.9385 – 2.9560

Indicative EURUSD 1.1436



Source: Bloomberg

Indicative EURMYR 4.6997



Source: Bloomberg

- EURUSD opened unchanged at 1.1433 today. **Daily outlook bullish**, anticipating a soft USD; further upsides are likely if Eurozone data outperforms.
- **Weekly outlook bearish, monthly outlook neutral.**
- Technical outlook for EURUSD continues to improve on breaking above 1.1430. EURUSD is now exposed to a climb towards 1.1471. Caution that a pullback after recent rally is reasonable, so long it holds above 1.1398.
- **Continue to expect a potential advance to 1.1471.**
- **Key resistances:** 1.1450 (R1), 1.1472 (R2), 1.1490 (R3)
- **Key supports:** 1.1430 (S1), 1.1418 (S2), 1.1398 (S3)
- **Expected range for the day:** 1.1425 – 1.1480

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

- EURMYR opened 27pips lower at 4.7015 today. **Daily outlook slightly bullish**, anticipating a firmer EUR in European session to overturn current losses.
- **Weekly outlook bullish, monthly outlook neutral.**
- Technical outlook for EURMYR continues improve. Expect EURMYR to attempt a break at 4.7044 soon, above which 4.7193 will be targeted.
- **Continue to expect a potential advance to 4.7193.**
- **Key resistances:** 4.7034 (R1), 4.7076 (R2), 4.7100 (R3)
- **Key supports:** 4.6957 (S1), 4.6927 (S2), 4.6893 (S3)
- **Expected range for the day:** 4.6950 – 4.7050

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.