

Global Markets Research

FX Strategy

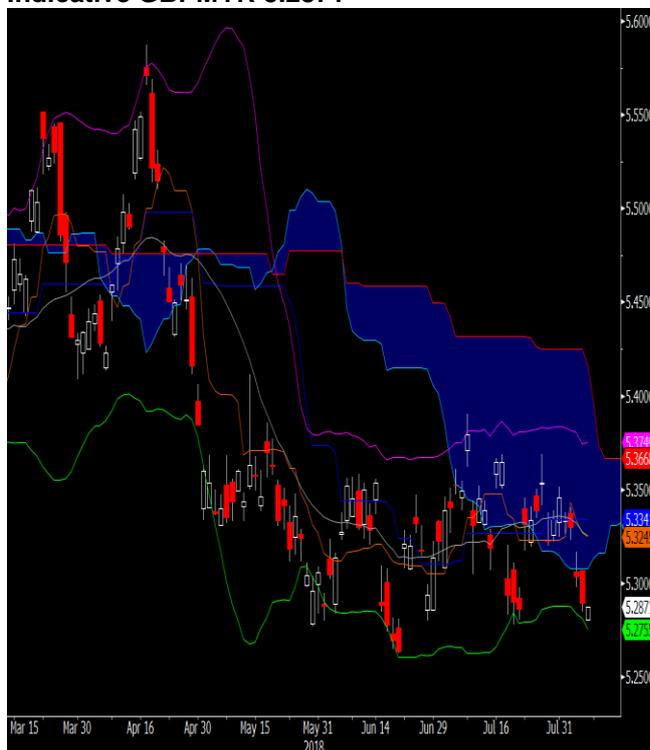
Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0860



Source: Bloomberg

Indicative GBPMYR 5.2871



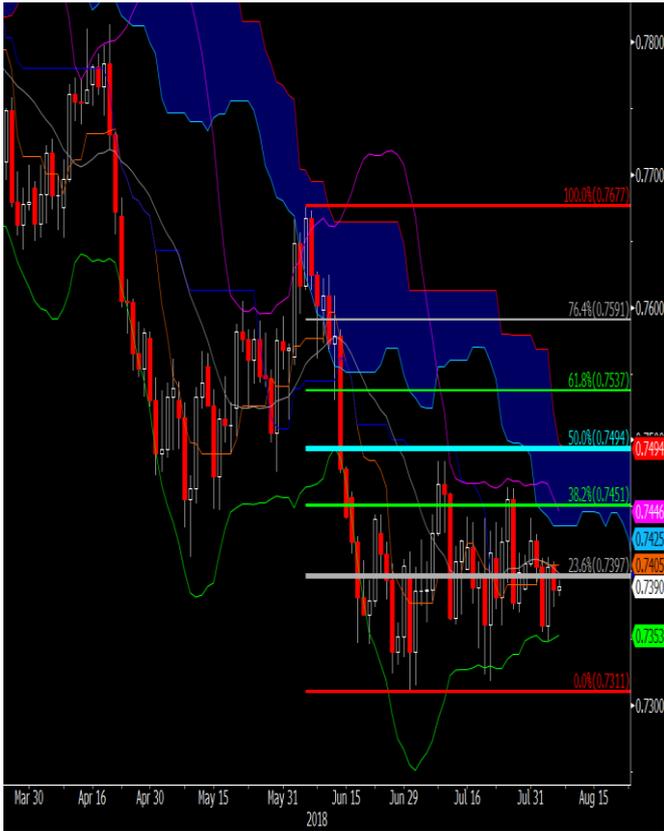
Source: Bloomberg

- USDMYR opened higher today. **Daily outlook neutral**, with scope for mild gains amid waning risk appetite in the markets from escalated US-China trade tensions.
- **Weekly outlook bullish, monthly outlook bearish.**
- We maintain that price-momentum divergence and signs of upside fatigue still prevail amid failure to break the upper Bollinger, both of which still suggest a reversal lower is impending for USDMYR.
- **Key resistances:** 4.0885 (R1), 4.0900 (R2), 4.0930 (R3)
- **Key supports:** 4.0840 (S1), 4.0820 (S2), 4.0800 (S3)
- **Expected range for the day:** 4.0790 – 4.0880

- GBPMYR opened 86pips lower at 5.2806 today. **Daily outlook bearish** with room for further GBP weakness from Brexit jitters.
- **Weekly and monthly outlook bearish.**
- Downside bias has increased, suggesting further losses going forward. GBPMYR is likely to soon test 5.2758 next, below which it would target 5.2647.
- **Key resistances:** 5.2945 (R1), 5.3005 (R2), 5.3077 (R3)
- **Key supports:** 5.2846 (S1), 5.2807 (S2), 5.2759 (S3)
- **Expected range for the day:** 5.2810 – 5.2950

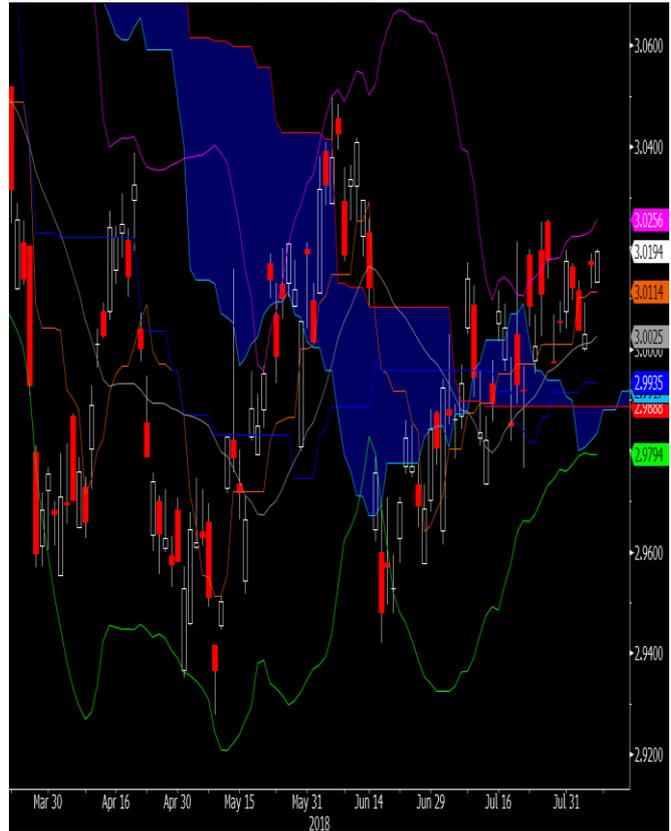
* levels are quoted based on spot prices at the time of writing, bid/ask prices may vary

Indicative AUDUSD 0.7390



Source: Bloomberg

Indicative AUDMYR 3.0194



Source: Bloomberg

- AUDUSD opened unchanged at 0.7387 today. **Daily outlook bearish** on the back of sliding sentiment in the markets amid heightened US-China trade tensions and ahead of RBA policy decision.
- **Weekly outlook bearish, monthly outlook bullish.**
- AUDUSD remains weak while below 0.7397 and poised to close below 0.7360 soon if current bearish trend sustains. Next leg lower will threaten 0.7311.
- **Key resistances:** 0.7397 (R1), 0.7405 (R2), 0.7423 (R3)
- **Key supports:** 0.7376 (S1), 0.7353 (S2), 0.7336 (S3)
- **Expected range for the day:** 0.7370 – 0.7400

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- AUDMYR opened 35pips lower at 3.0133 today. **Daily outlook slightly bullish** on technical reasons.
- **Weekly outlook bullish, monthly outlook bearish.**
- Minor bullish trend continues to prevail in AUDMYR. Holding above 3.0141 is expected to continue support further gains, possibly testing 3.0257.
- **Key resistances:** 3.0213 (R1), 3.0230 (R2), 3.0257 (R3)
- **Key supports:** 3.0170 (S1), 3.0141 (S2), 3.0114 (S3)
- **Expected range for the day:** 3.0130 – 3.0220

Indicative EURUSD 1.1558

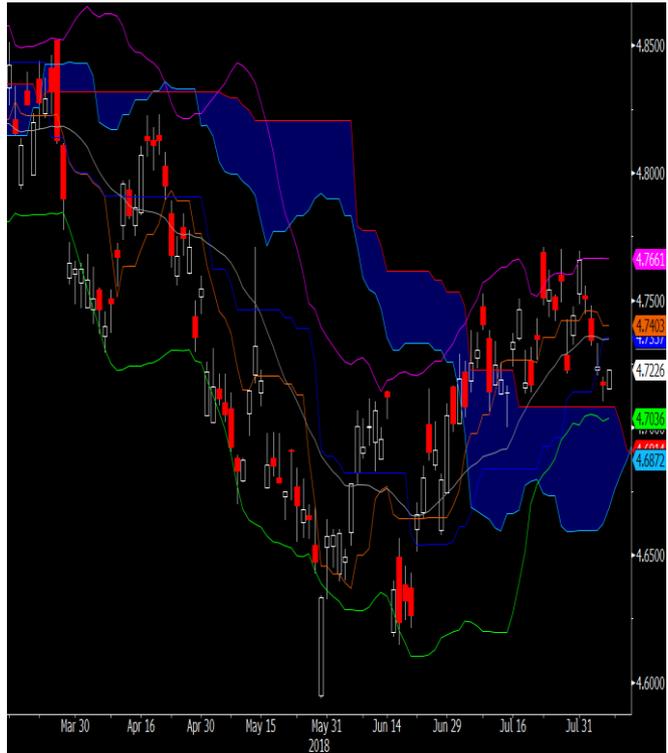


Source: Bloomberg

- EURUSD opened unchanged at 1.1554 today. **Daily outlook slightly bullish** in anticipation of a technical rebound.
- **Weekly and monthly outlook bullish**
- Expect rebound in EURUSD after recent sharp declines. But with downside momentum advancing, gains are likely modest and stemmed by 1.1582 – 1.1591 before resuming a bearish trend.
- **Key resistances:** 1.1582 (R1), 1.1591 (R2), 1.1606 (R3)
- **Key supports:** 1.1554 (S1), 1.1531 (S2), 1.1520 (S3)
- **Expected range for the day:** 1.1540 – 1.1580

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Indicative EURMYR 4.7226



Source: Bloomberg

- EURMYR opened 16pips lower at 4.7153 today. **Daily outlook slightly bearish** on technical reasons.
- **Weekly and monthly outlook bearish.**
- Bearish bias has increased in EURMYR after losing 4.7184 overnight. Despite an early rebound today, we maintain that EURMYR is headed for a decline to 4.7083 next.
- **Key resistances:** 4.7270 (R1), 4.7305 (R2), 4.7326 (R3)
- **Key supports:** 4.7210 (S1), 4.7194 (S2), 4.7150 (S3)
- **Expected range for the day:** 4.7140 – 4.7260

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**

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