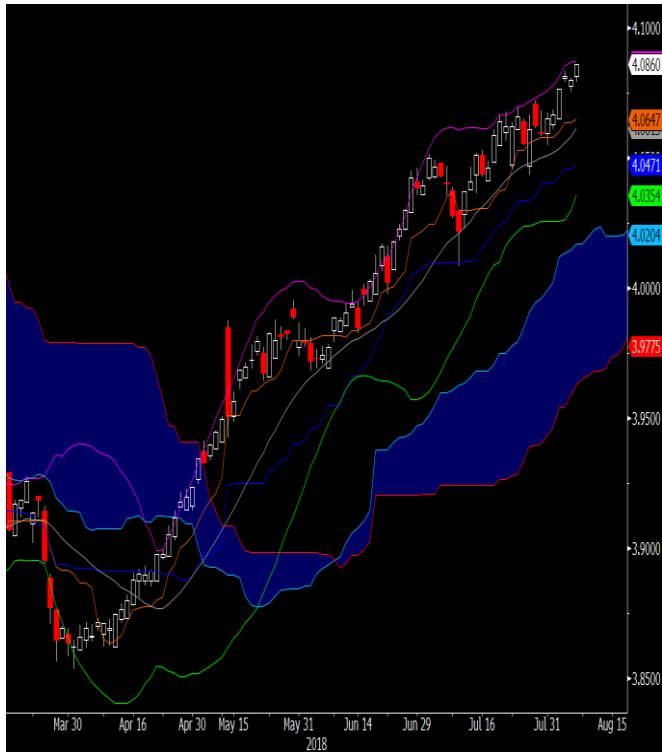


Global Markets Research

FX Strategy

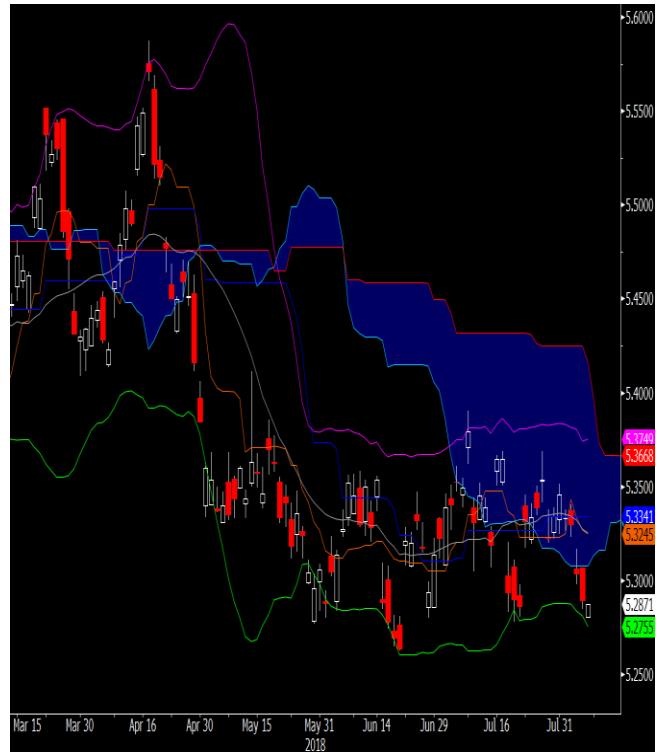
Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0860



Source: Bloomberg

Indicative GBPMYR 5.2871

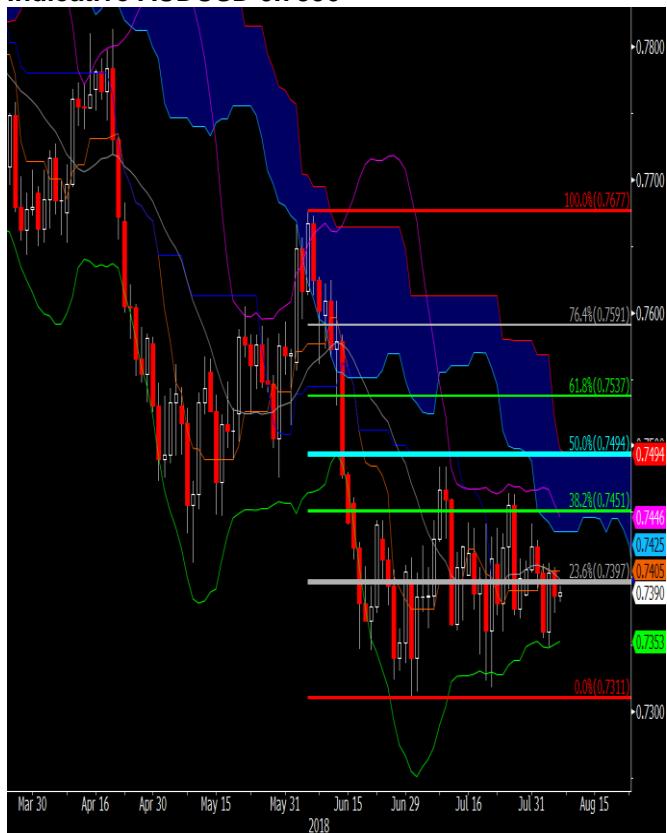


Source: Bloomberg

- 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

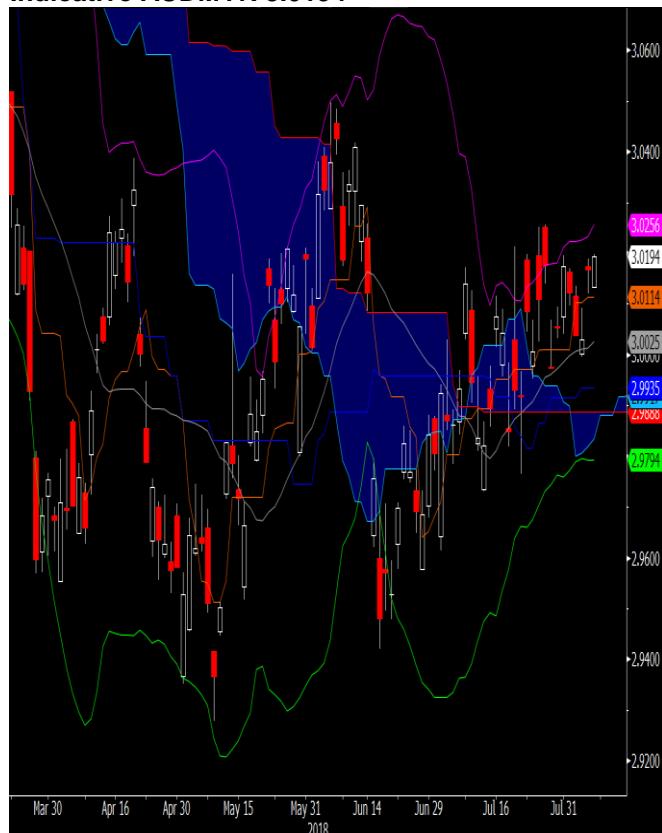
*levels are quoted based on spot prices at the time of writing, bid/ask prices may vary

Indicative AUDUSD 0.7390

Source: Bloomberg

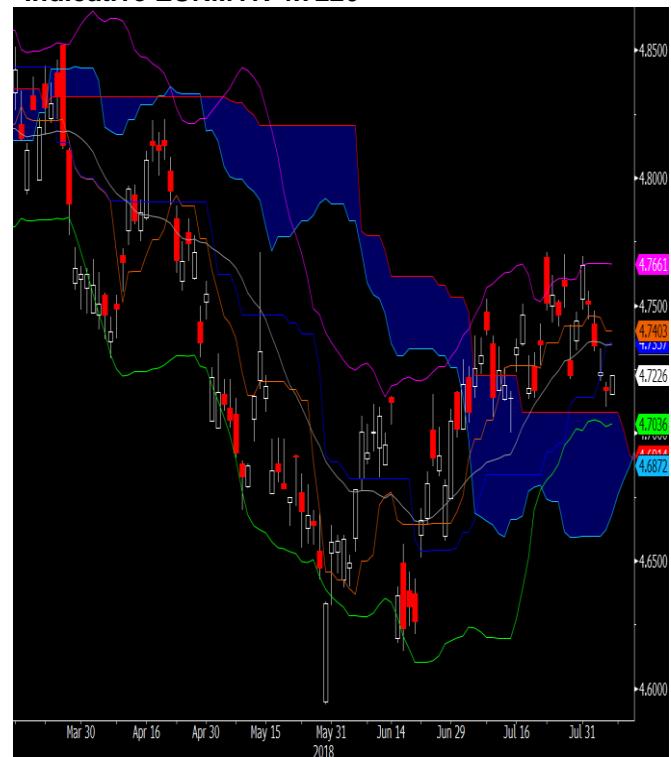
- AUDUSD opened unchanged at 0.7387 today. **Daily outlook bearish** on the back of sliding sentiment in the markets amid heightened US-China trade tensions and ahead of RBA policy decision.
- Weekly outlook bearish, monthly outlook bullish.**
- AUDUSD remains weak while below 0.7397 and poised to close 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

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

Indicative AUDMYR 3.0194

Source: Bloomberg

- 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**Indicative EURMYR 4.7226**

- 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

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

- 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@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.