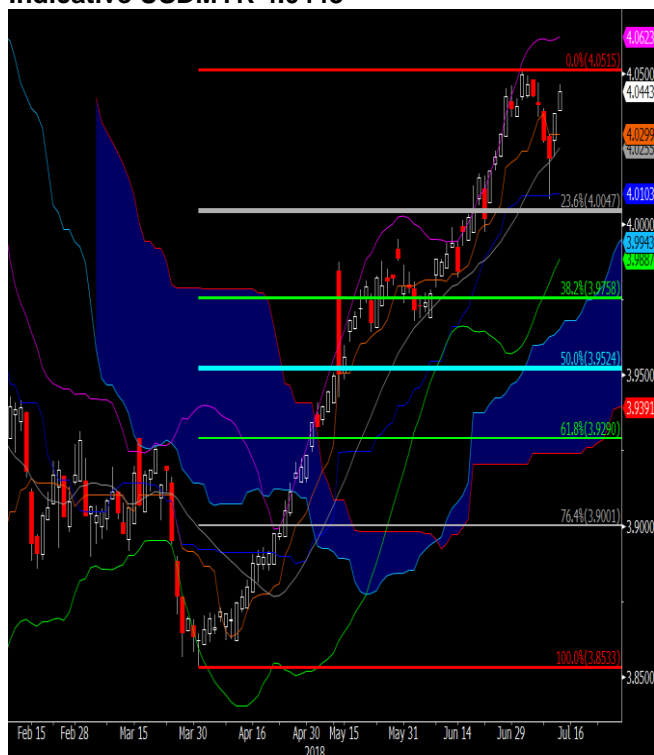


Global Markets Research

FX Strategy

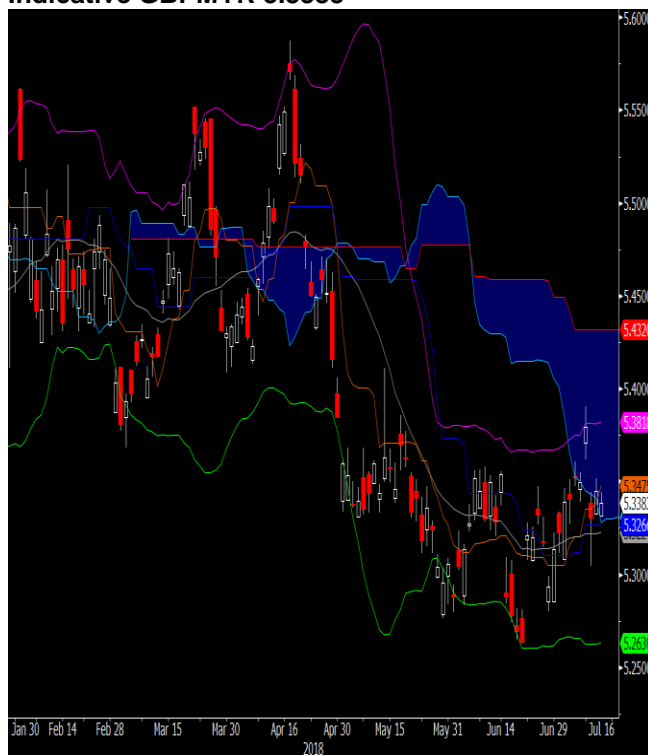
Daily Currency Outlook – 11am edition

Indicative USDMYR 4.0443



Source: Bloomberg

Indicative GBPMYR 5.3383



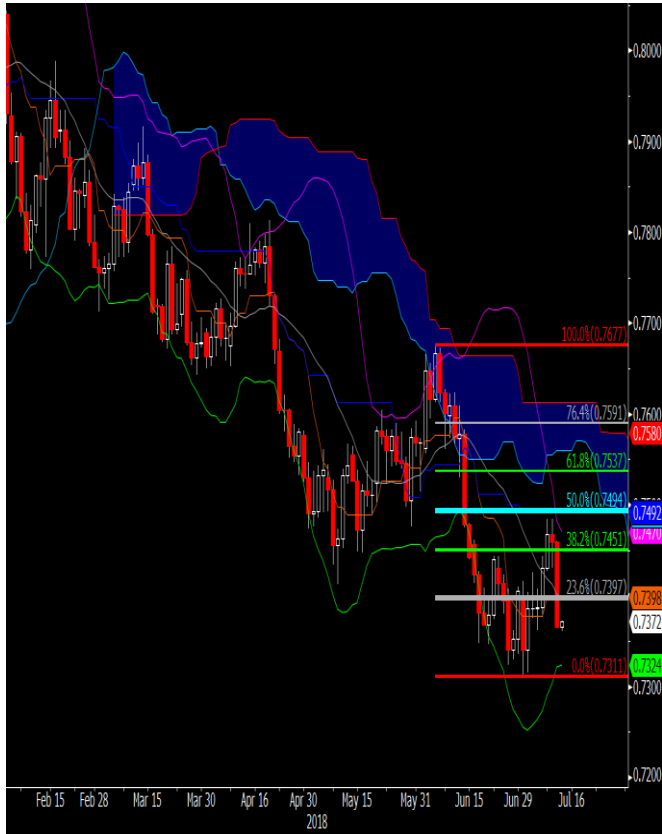
Source: Bloomberg

- USDMYR opened slightly higher today. **Daily outlook slightly bullish** amid a soft MYR from risk aversion in the markets on signs of heightened US-China trade tensions.
- **Weekly and monthly outlook bearish.**
- Technical landscape of USDMYR has been altered by upside break of 4.0400 in early trade. While above this, expect upside bias to prevail and potentially test 4.0515 going forward.
- **USDMYR is now unlikely to decline to 4.0047.**
- **Key resistances:** 4.0470 (R1), 4.0493 (R2), 4.0515 (R3)
- **Key supports:** 4.0440 (S1), 4.0417 (S2), 4.0400 (S3)
- **Expected range for the day:** 4.0370 – 4.0500

- GBPMYR opened 136pips lower at 5.3314 today. **Daily outlook slightly bearish**, weighed down by the sharply lower opening and further losses in GBP going into European session.
- **Weekly outlook bearish, monthly outlook bullish.**
- Technical sigs are mixed, suggesting an uncertain outlook going forward. Holding above 5.3281 sustains a mild bullish bias but upside momentum continues to retreat, hinting at limiting gains and potential for a decline going forward.
- **Key resistances:** 5.3396 (R1), 5.3442 (R2), 5.3475 (R3)
- **Key supports:** 5.3351 (S1), 5.3300 (S2), 5.3281 (S3)
- **Expected range for the day:** 5.3300 – 5.3440

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

**Indicative AUDUSD 0.7372**

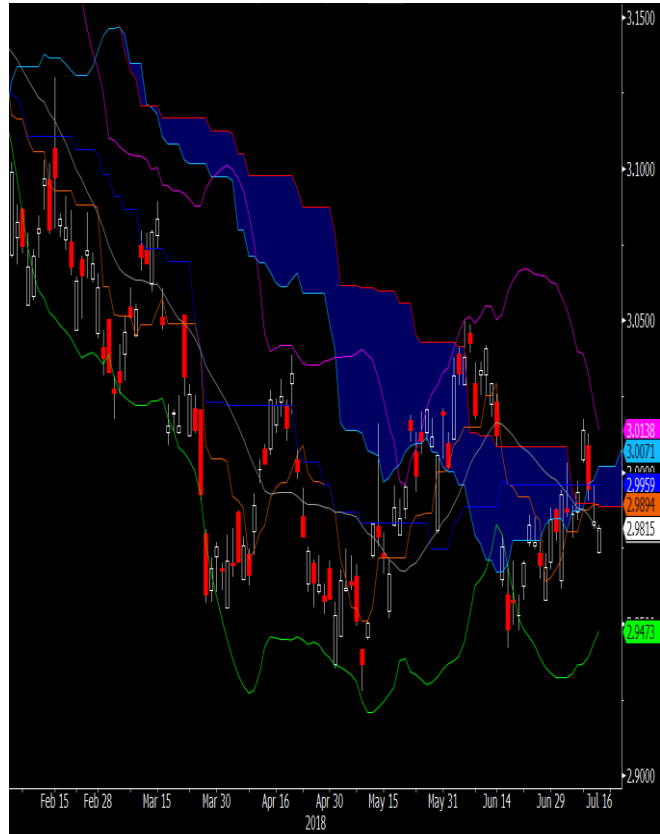


Source: Bloomberg

- AUDUSD opened unchanged at 0.7366 today. **Daily outlook bearish** as AUD is likely to be pressured by continued jitters in the markets emanating from trade war concerns.
- **Weekly and monthly outlook bullish.**
- AUDUSD is now technically bearish and has room to decline further to test 0.7311 – 0.7323. This move would represent another test at strong support, which could trigger a rebound higher going forward.
- **AUDUSD is now unlikely to advance to 0.7520.**
- **Key resistances:** 0.7376 (R1), 0.7391 (R2), 0.7423 (R3)
- **Key supports:** 0.7360 (S1), 0.7346 (S2), 0.7324 (S3)
- **Expected range for the day:** 0.7340 – 0.7380

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

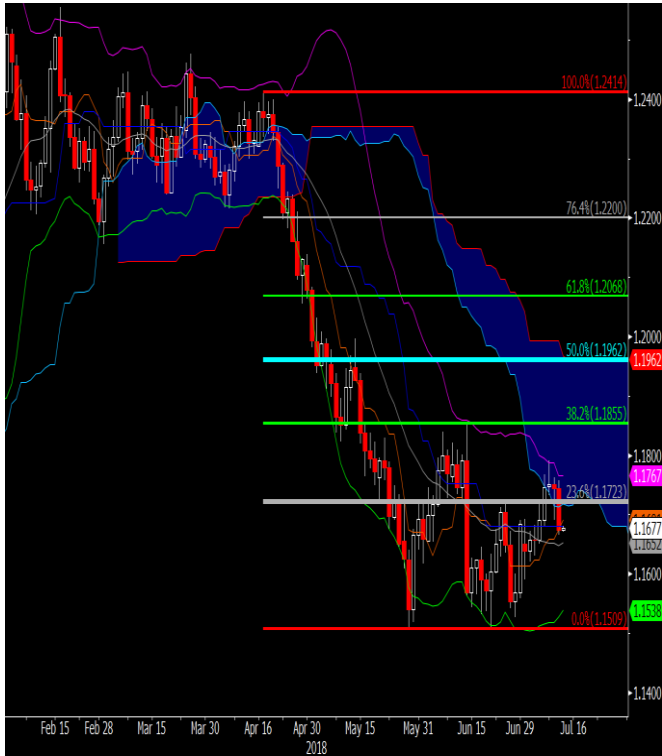
**Indicative AUDMYR 2.9815**



Source: Bloomberg

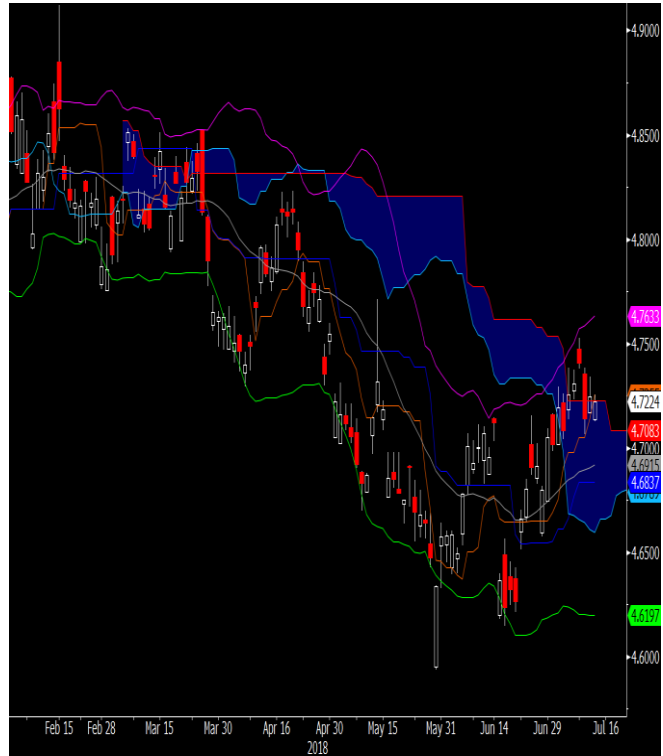
- AUDMYR opened 102ips lower at 2.9735 today. **Daily outlook slightly bearish** on the back downside pressure on AUD from on-going trade tensions.
- **Weekly outlook bearish, monthly outlook bullish.**
- Bullish trend was nullified after closing below 2.9898 yesterday. Further losses are likely going forward, with scope to test 2.9639 in the next leg lower.
- **AUDMYR is now unlikely to advance to 3.0258.**
- **Key resistances:** 2.9842 (R1), 2.9856 (R2), 2.9894 (R3)
- **Key supports:** 2.9804 (S1), 2.9784 (S2), 2.9754 (S3)
- **Expected range for the day:** 2.9730 – 2.9825

**Indicative EURUSD 1.1677**



Source: Bloomberg

**Indicative EURMYR 4.7224**



Source: Bloomberg

- EURUSD opened unchanged at 1.1674 today. **Daily outlook slightly bullish** in anticipation of a soft USD.
- **Weekly and monthly outlook bullish.**
- A minor bearish trend has prevailed in EURUSD and is now inclined to test 1.1652 next. Breaking below this level exposes a move to 1.1595.
- **EURUSD is now unlikely to climb to 1.1855.**
- **Key resistances:** 1.1691 (R1), 1.1709 (R2), 1.1723 (R3)
- **Key supports:** 1.1652 (S1), 1.1635 (S2), 1.1595 (S3)
- **Expected range for the day:** 1.1650 – 1.1690

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

- EURMYR opened 113pips lower at 4.7134 today. **Daily outlook bearish**, pressured by the sharply lower opening and potentially softer EUR going into European session.
- **Weekly outlook bearish, monthly outlook bullish.**
- Upside momentum continues to recede even though EURMYR managed to recapture 4.7228 yesterday. EURMYR has likely completed a bearish chart pattern, thus potentially could slide lower going forward.
- **Key resistances:** 4.7255 (R1), 4.7276 (R2), 4.7341 (R3)
- **Key supports:** 4.7164 (S1), 4.7119 (S2), 4.7083 (S3)
- **Expected range for the day:** 4.7110 – 4.7255

**Hong Leong Bank Berhad**

Fixed Income &amp; 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](mailto:HLMarkets@hbb.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.