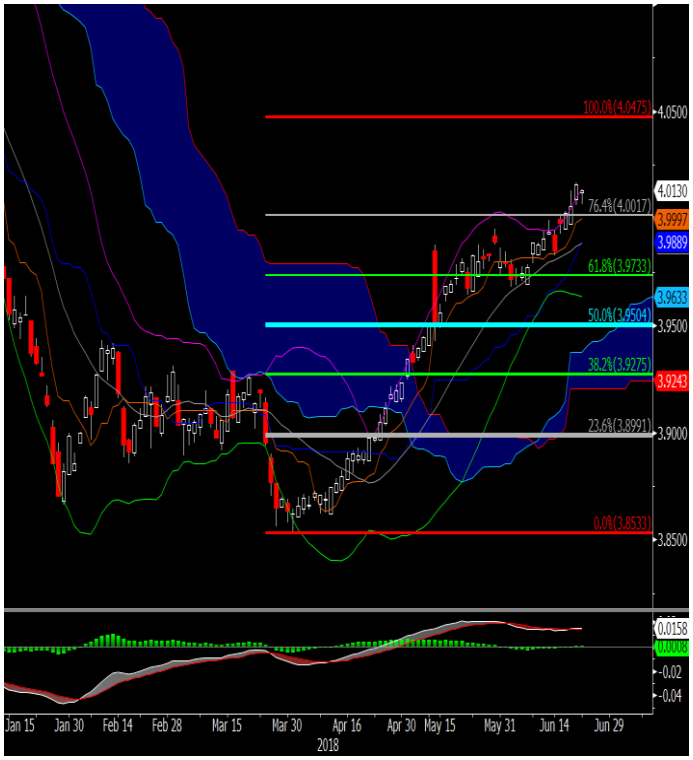
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

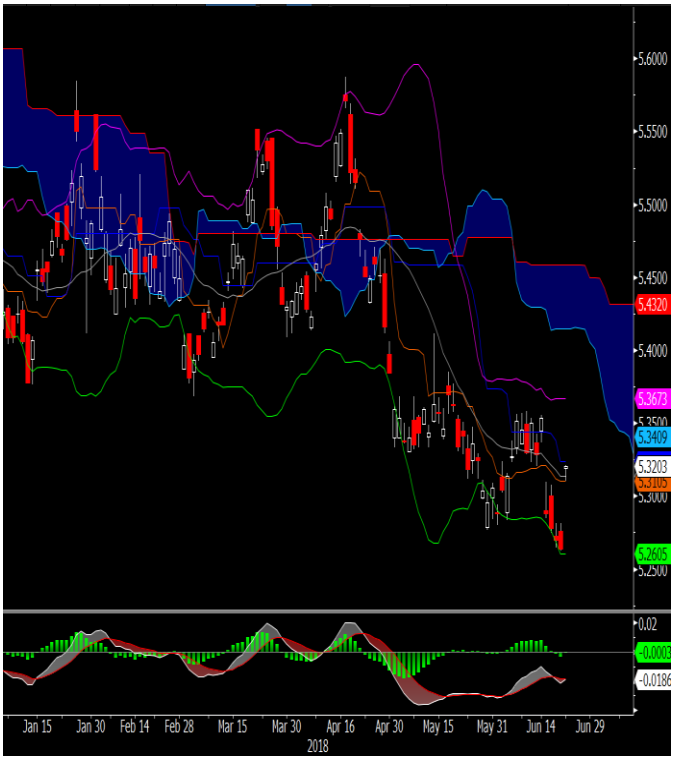
Indicative USDMYR 4.0130



Source: Bloomberg

- USDMYR opened lower today. **Daily outlook bullish** in anticipation of sustained strength in the USD amid lingering trade tensions and risk off sentiments in the markets.
- **Weekly outlook bullish, monthly outlook bearish**.
- USDMYR remains bullish and consecutive close above 4.0000 has reinforced upside momentum in the pair.
- **USDMYR achieved our target of 4.0155 yesterday,** and looks set to target 4.0202 followed by 4.0272 next.
- **Key resistances:** 4.0154 (R1), 4.0202 (R2), 4.0272 (R3)
- **Key supports:** 4.0083 (S1), 4.0054 (S2), 4.0017 (S3)
- **Expected range for the day:** 4.0050 – 4.0200

Indicative GBPMYR 5.3207

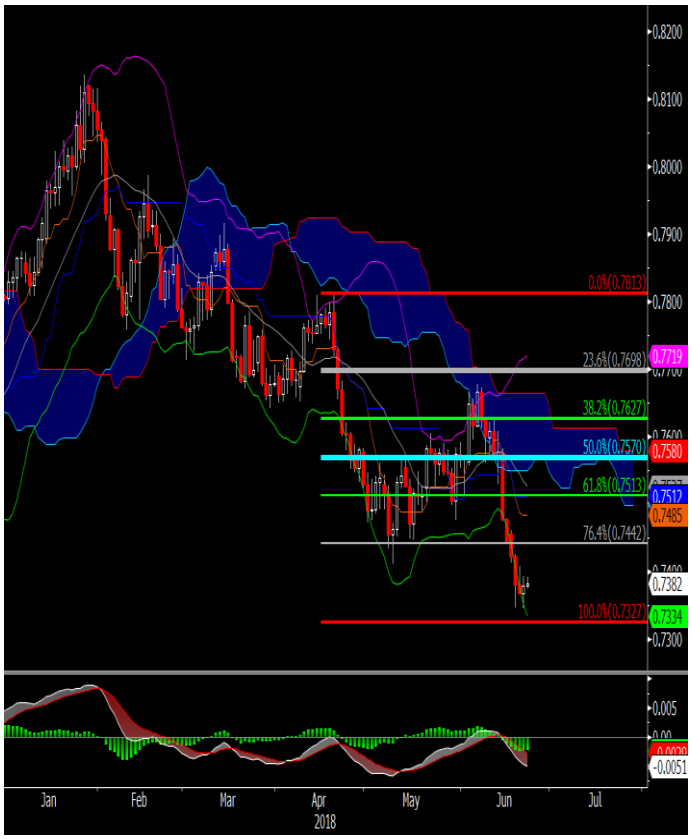


Source: Bloomberg

- GBPMYR opened 551pips higher at 5.3190 today. **Daily outlook bullish** in anticipation of further MYR weakness but gains could narrow going into European session as GBP could potentially come under pressure again.
- **Weekly outlook bearish; monthly outlook bullish**.
- GBPMYR is still technically bearish although the much higher opening has dented downside momentum at time of writing. Continue to expect a downward move to 5.2422 unless the pair closes above 5.3007.
- **Key resistances**: 5.3265 (R1), 5.3360 (R2), 5.3440 (R3)
- **Key supports**: 5.3137 (S1), 5.3056 (S2), 5.2948 (S3)
- **Expected range for the day:** 5.3100 – 5.3300

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

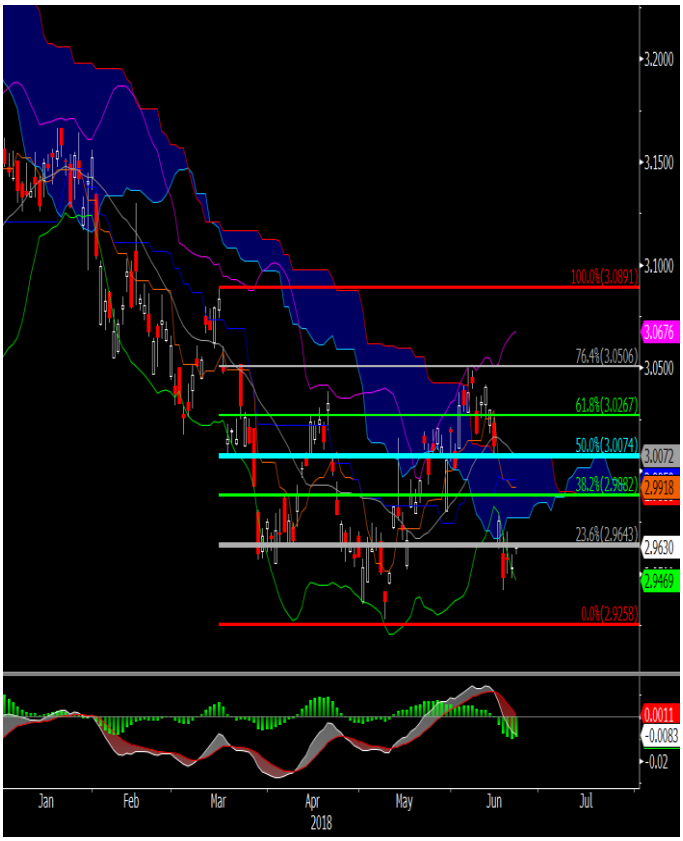
Indicative AUDUSD 0.7382



Source: Bloomberg

- AUDUSD opened unchanged at 0.7379 today. **Daily outlook bearish**, weighed down by still soft risk appetite in the market and in anticipation of a rebound in USD.
- **Weekly outlook bearish, monthly outlook bullish**.
- Sustained downside momentum in AUDUSD reaffirmed our view for a move to 0.7327.
- **Key resistances:** 0.7414 (R1), 0.7442 (R2), 0.7471 (R3)
- **Key supports:** 0.7371 (S1), 0.7341 (S2), 0.7327 (S3)
- **Expected range for the day:** 0.7360 – 0.7400

Indicative AUDMYR 2.9628

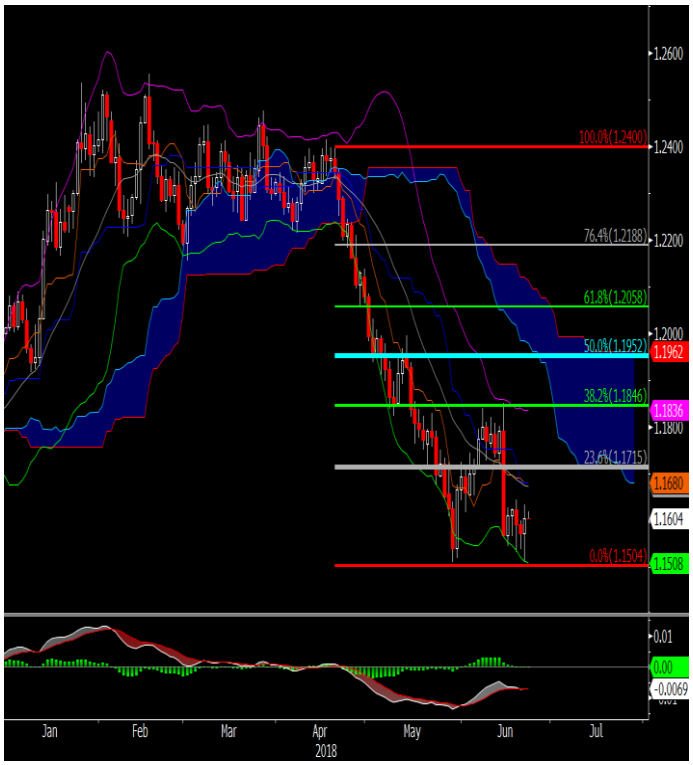


Source: Bloomberg

- AUDMYR opened 98pips higher at 2.9626 today. **Daily outlook bullish**, underpinned by continuous weakness in the MYR.
- **Weekly and monthly outlook bearish**.
- AUDMYR is technically bearish. Continuous close below 3.00 and having broken support at 2.9643 has reinforced its negative momentum.
- **AUDMYR still stands a chance to head towards 2.9285 unless it closes above 2.9643 today .**
- **Key resistances:** 2.9643 (R1), 2.9682 (R2), 2.9722 (R3)
- **Key supports:** 2.9578 (S1), 2.9553 (S2), 2.9518 (S3)
- **Expected range for the day:** 2.9580 – 2.9680

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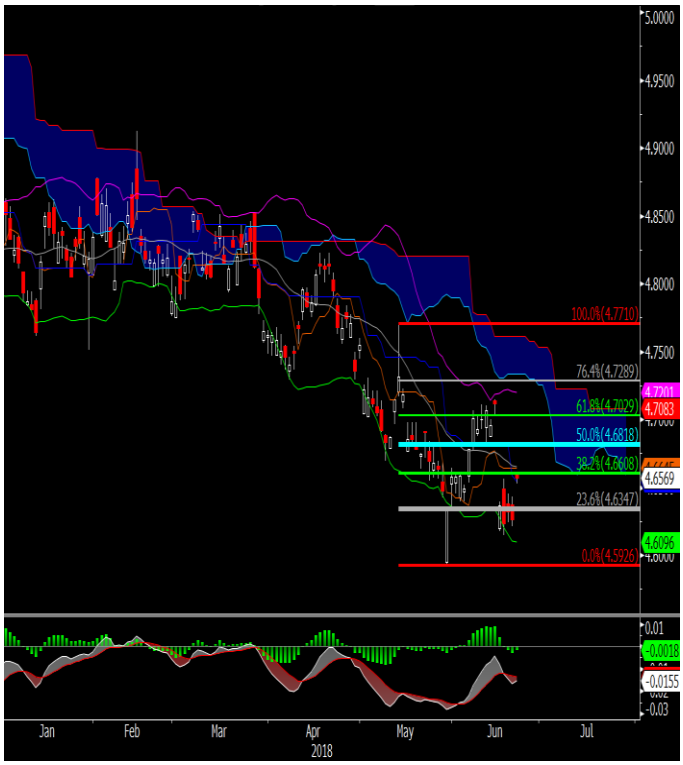
Indicative EURUSD 1.1604



Source: Bloomberg

- EURUSD opened unchanged at 1.1604 today. **Daily outlook slightly bearish** on expectation of a rebound in the USD.
- **Weekly outlook bearish; monthly outlook bullish**.
- EUR remains bearish against the USD in our view in light of increasing policy divergence between the ECB and the Fed. Momentum indicators are now near neutral suggesting the pair could rangetrade at current ranges of 1.1540-1.1628 first before heading lower to 1.1510 again, which would be negated should the pair close above 1.1698.
- **Key resistances:** 1.1607 (R1), 1.1626 (R2), 1.1657 (R3)
- **Key supports:** 1.1568 (S1), 1.1542 (S2), 1.1504 (S3)
- **Expected range for the day:** 1.1540 – 1.1630

Indicative EURMYR 4.6566



Source: Bloomberg

- EURMYR opened 337pips higher at 4.6600 today. **Daily outlook bullish**, in anticipation of further weakness in the MYR.
- **Weekly outlook bearish, monthly outlook neutral**.
- **EURMYR remains bearish in our view and could potentially test 4.5926 provided it does not close above 4.6608**.
- **Key resistances:** 4.6608 (R1), 4.6680 (R2), 4.6724 (R3)
- **Key supports:** 4.6534 (S1), 4.6491 (S2), 4.6389 (S3)
- **Expected range for the day:** 4.6500 – 4.6700

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