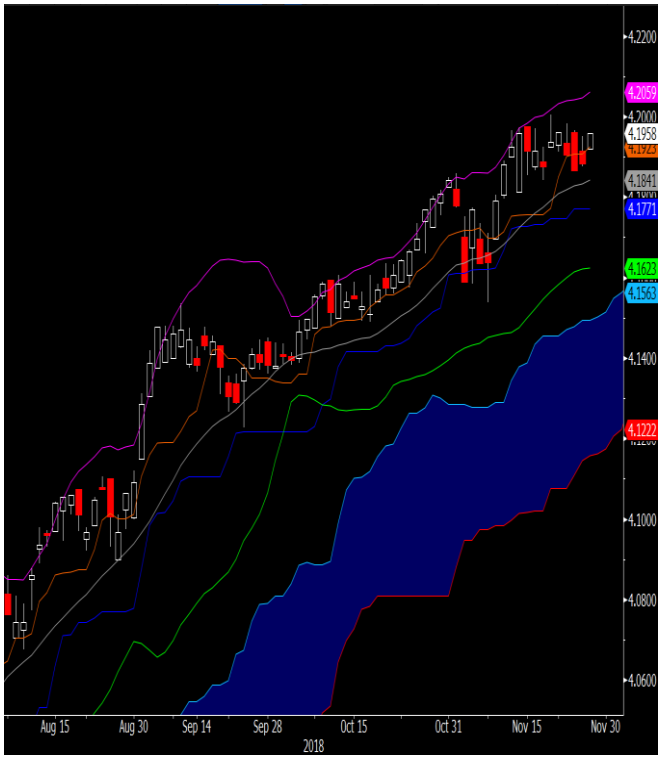
Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

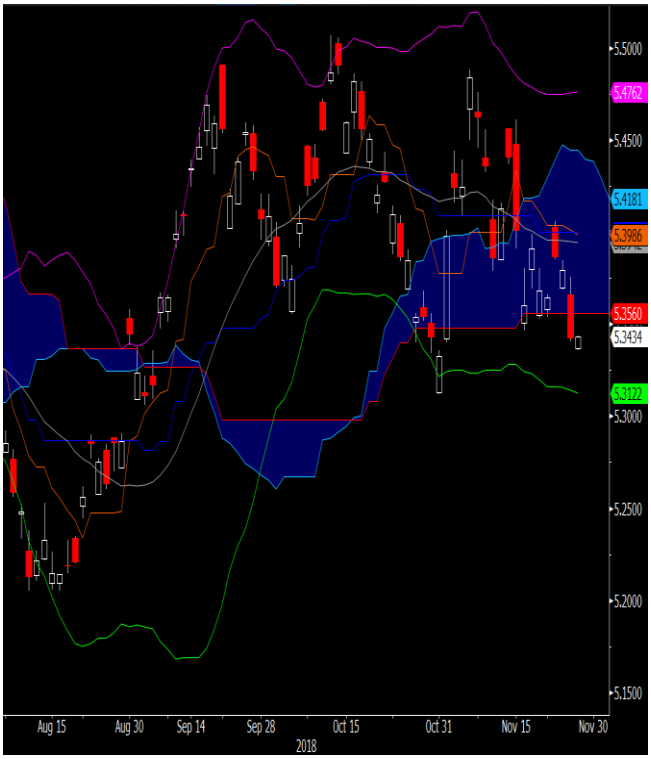
Indicative USDMYR 4.1958



Source: Bloomberg

- USDMYR opened higher today. **Daily outlook neutral** with room for mild gains as market sentiment remain subdued.
- **Weekly and monthly outlook bullish**.
- We continue to caution lingering price-momentum divergence, formation of a bearish chart pattern and rising downward momentum to be pointing to a potential reversal lower. A close below 4.1960 today will add further credence to this view.
- **Key resistances:** 4.1965 (R1), 4.1980 (R2), 4.2005 (R3)
- **Key supports:** 4.1950 (S1), 4.1920 (S2), 4.1905 (S3)
- **Expected range for the day:** 4.1905 – 4.1970

Indicative GBPMYR 5.3434

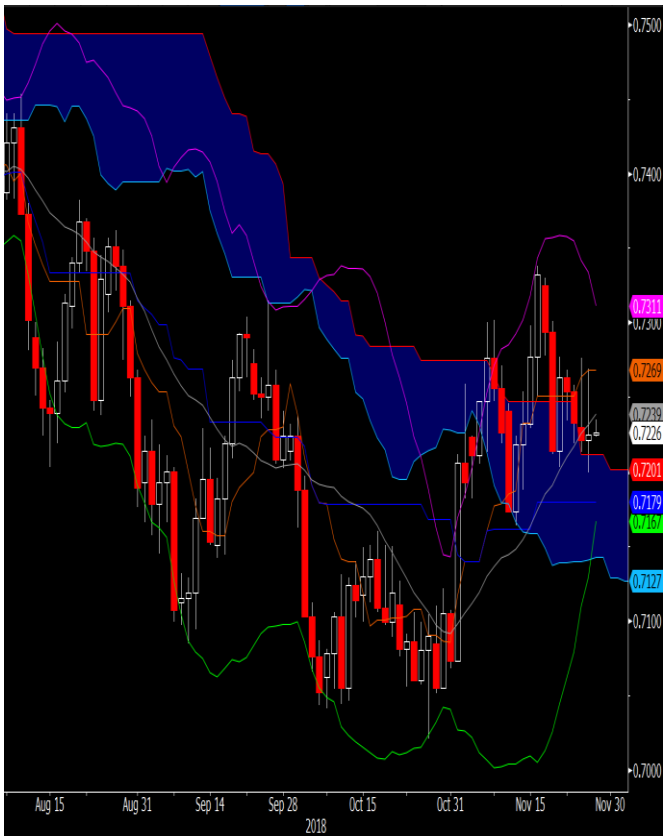


Source: Bloomberg

- GBPMYR opened 60pips lower at 5.3366 today. **Daily outlook slightly bearish** as GBP is likely to be weighed down by rising concerns over opposition to UK's Brexit plan.
- **Weekly outlook bearish, monthly outlook bullish**.
- Losing 5.3683 yesterday has added downside pressure on GBPMYR. Expect further losses going forward, with room to test 5.3287 in the next leg lower.
- **Expect a potential decline to 5.3287**, otherwise curbed by a close above 5.3536.
- **Key resistances**: 5.3506 (R1), 5.3535 (R2), 5.3560 (R3)
- **Key supports**: 5.3426 (S1), 5.3404 (S2), 5.3359 (S3)
- **Expected range for the day:** 5.3340 – 5.3500

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

Indicative AUDUSD 0.7226

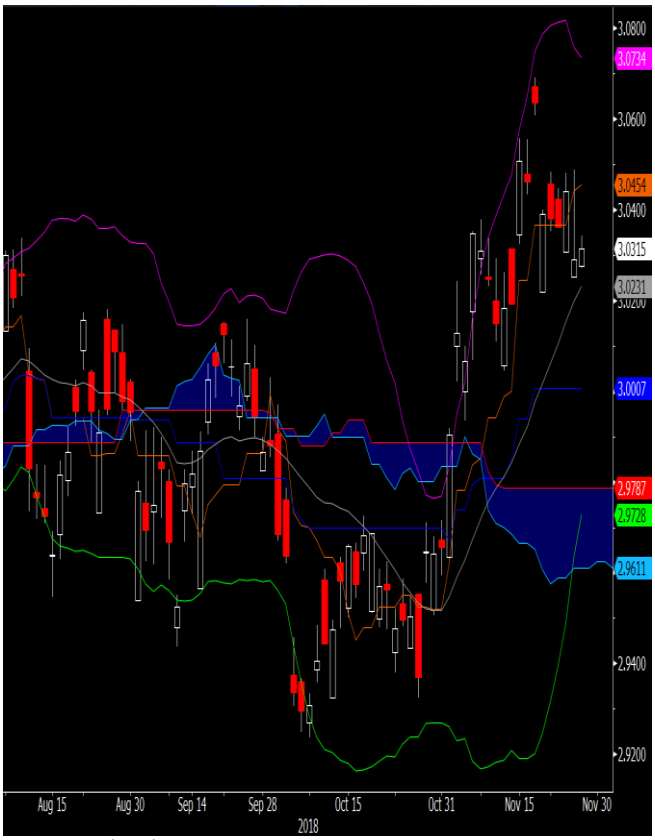


Source: Bloomberg

- AUDUSD opened unchanged at 0.7225 today. **Daily outlook slightly bearish**, weighed down by prevailing risk aversion in the markets stemming from US-China trade relations.
- **Weekly outlook bearish, monthly outlook bullish**.
- Prevailing bearish trend and rising downward momentum suggest that a bounce, though cannot be ruled out, is unlikely to sustain. AUDUSD remains inclined to the downside but 0.7200 support looks strong, thus losses may be limited going forward.
- **Continue to expect a drop to 0.7168**, otherwise curbed by a close above 0.7255.
- **Key resistances:** 0.7239 (R1), 0.7255 (R2), 0.7269 (R3)
- **Key supports:** 0.7220 (S1), 0.7212 (S2), 0.7203 (S3)
- **Expected range for the day:** 0.7200 – 0.7245

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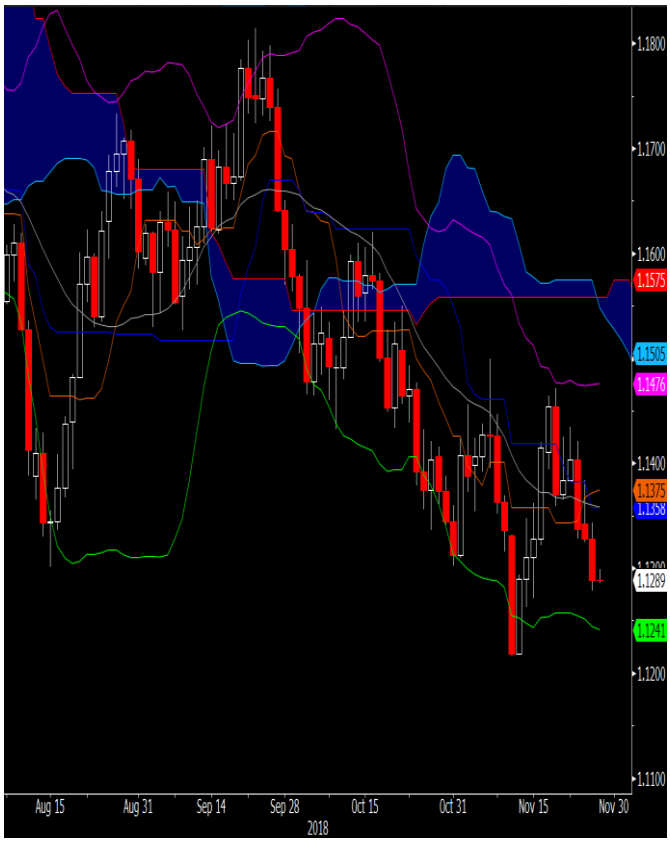
Indicative AUDMYR 3.0315



Source: Bloomberg

- AUDMYR opened 25pips lower at 3.0275 today. **Daily outlook slightly bearish** amid retreating market sentiment following heightened cautiousness on possible increase in US tariffs on China.
- **Weekly outlook bearish, monthly outlook bullish**.
- We maintain that AUDMYR is likely going through a reversal lower as bearish trend solidifies. Caution on a drop below 3.0232 that will add further downside pressure on AUDMYR.
- **Continue to expect a potential decline to 3.0000**, otherwise curbed by a close above 3.0454.
- **Key resistances:** 3.0353 (R1), 3.0400 (R2), 3.0454 (R3)
- **Key supports:** 3.0308 (S1), 3.0262 (S2), 3.0232 (S3)
- **Expected range for the day:** 3.0250 – 3.0360

Indicative EURUSD 1.1289

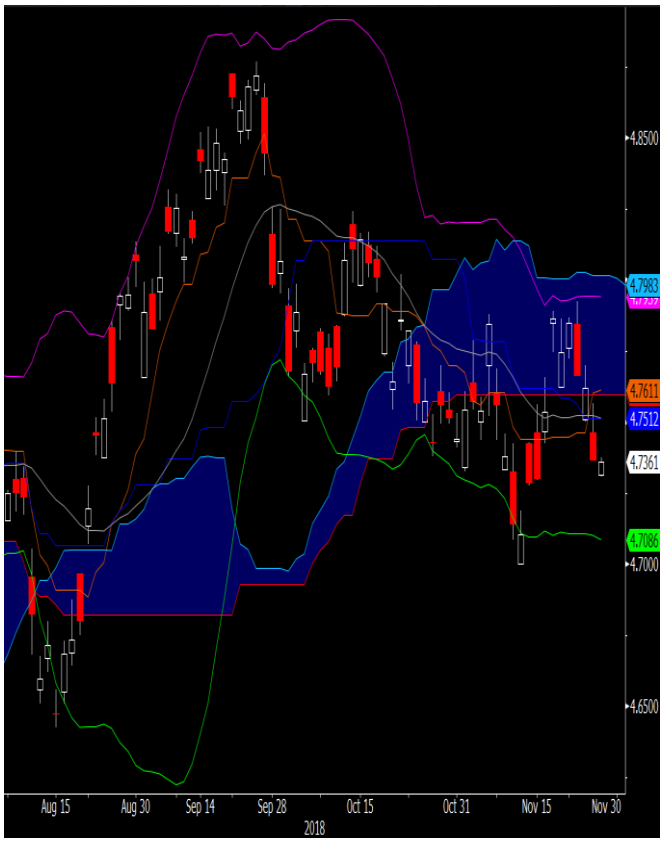


Source: Bloomberg

- EURUSD opened unchanged 1.1289 today. **Daily outlook slightly bullish** in anticipation of a soft USD that is likely weighed down by risk aversion ahead of various risk events.
- **Weekly and monthly outlook bullish**.
- Despite a breach below 1.1300, we note the formation of a bullish chart pattern to continue. Losses cannot be ruled out, and a close below 1.1263 will likely be the nullification of this chart pattern. Until that happens, we maintain the view that a reversal may be near.
- **Key resistances:** 1.1300 (R1), 1.1320 (R2), 1.1340 (R3)
- **Key supports:** 1.1280 (S1), 1.1263 (S2), 1.1241 (S3)
- **Expected range for the day:** 1.1280 – 1.1320

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

Indicative EURMYR 4.7361



Source: Bloomberg

- EURMYR opened 54pips higher at 4.7315 today. **Daily outlook slightly bearish** on technical reasons.
- **Weekly outlook bearish, monthly outlook bullish**.
- Another gap down below today adds further downside pressure onto EURMYR. Expect further losses, with scope to test 4.7276 in the next leg lower.
- **EURMYR expectedly declined to 4.7323** in early trade.
- **Key resistances:** 4.7367 (R1), 4.7409 (R2), 4.7436 (R3)
- **Key supports:** 4.7333 (S1), 4.7300 (S2), 4.7280 (S3)
- **Expected range for the day:** 4.7300 – 4.7420

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

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