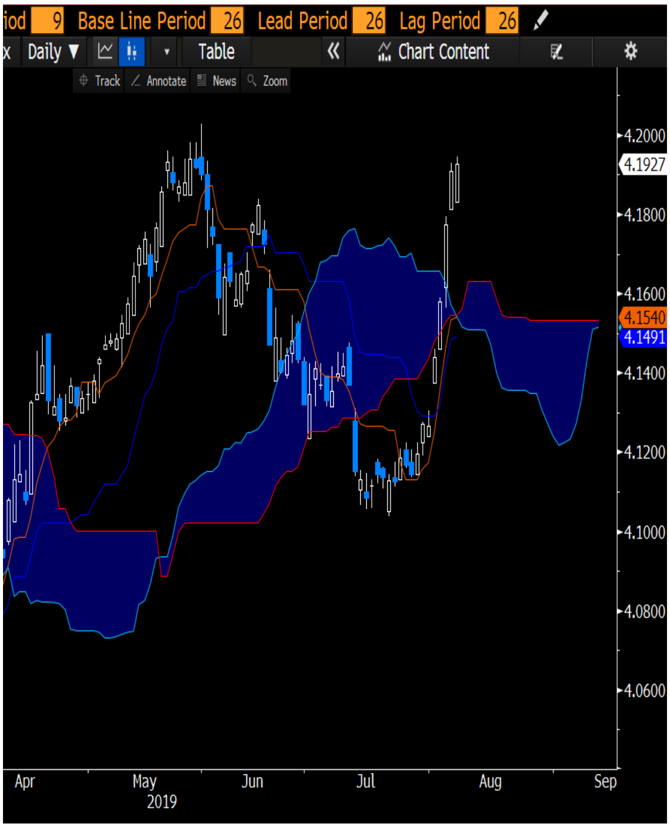
Global Markets Research

FX Strategy

# Daily Currency Outlook – 11am edition

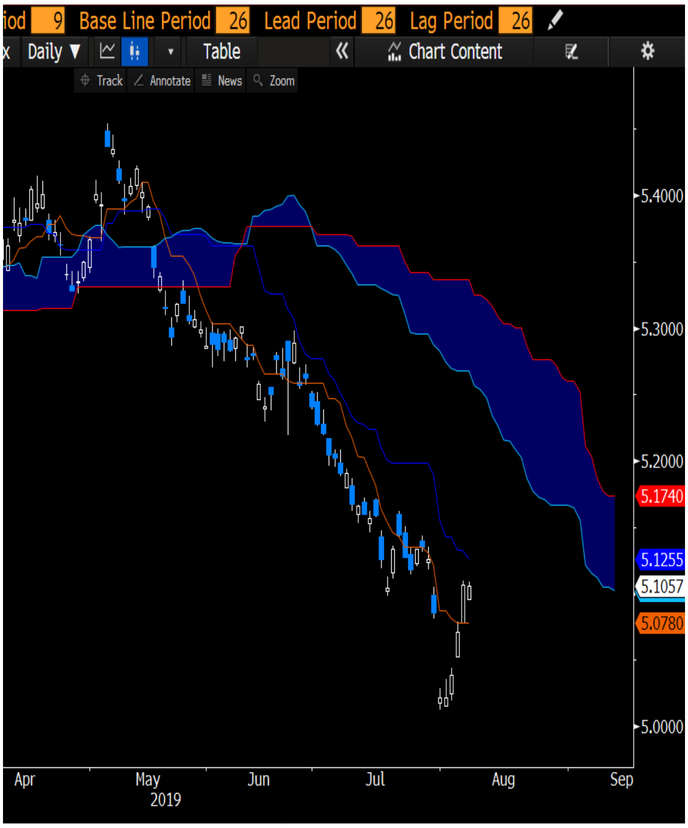
**Indicative USDMYR 4.1927**




*Source: Bloomberg*

- USDMYR opened 0.19% lower at 4.1813. **Daily outlook bullish.**
- **Weekly outlook and monthly outlook bullish**.
- **We remain bullish on USDMYR today** even though there may be a pause in a rush for safe haven, the nagging trade issues are still in the background weighing**. In the medium term, we remain bullish on USDMYR** as long as there is no resolution of trade issues which would weigh on EM Asia.
- **Key resistances:** 4.1950 (R1), 4.2000 (R2), 4.2050 (R3)
- **Key supports:** 4.1850 (S1), 4.1800 (S2), 4.1750 (S3)
- **Expected range for the day:** 4.1750- 4.1950

**Indicative GBPMYR 5.1057**

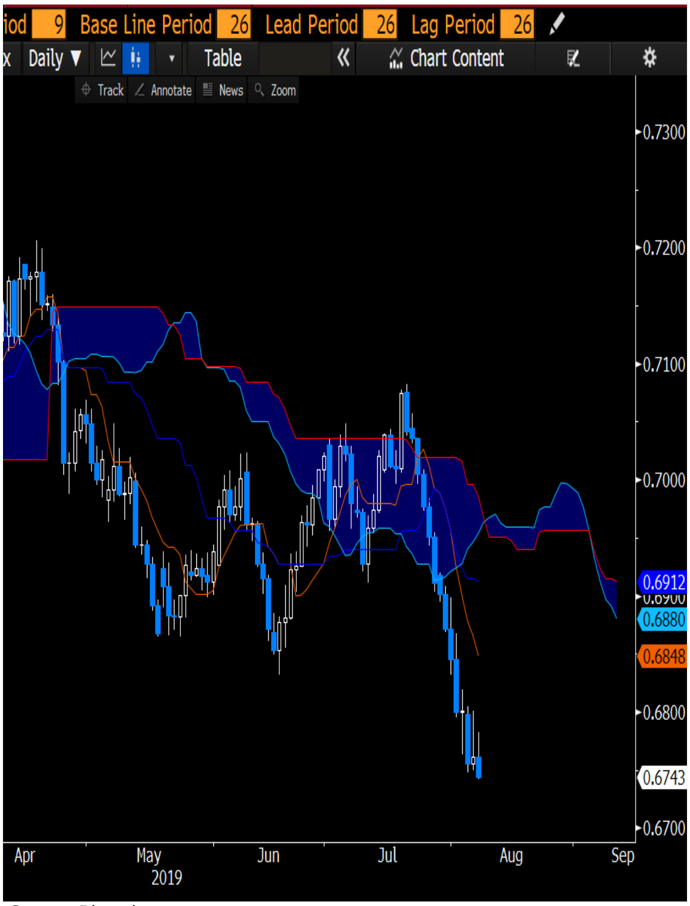



*Source: Bloomberg*

- GBPMYR opened 0.22% lower at 5.0780 today. **Daily outlook mildly bullish.**
- **Weekly outlook bullish and monthly outlook bearish**.
- **We are mildly bullish on the pair today as** USDMYR component continues to receive a boost thanks to lingering USD strength against Asia ex Japan**. In the medium term, we remain bearish GBP** as the odds of a no-deal Brexit remain high alongside fear of contagion of the ongoing trade war.
- **Key resistances**: 5.1200 (R1), 5.1450 (R2), 5.1600 (R3)
- **Key supports**: 5.0800 (S1), 5.0700 (S2), 5.0600 (S3)
- **Expected range for the day: 5**.0800 – 5.1200

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

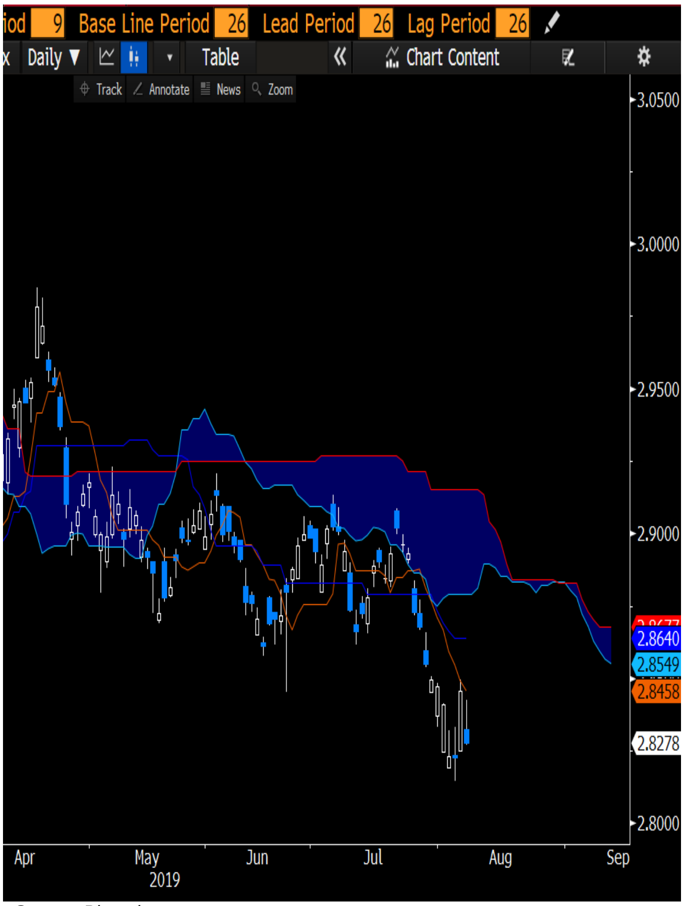
### Indicative AUDUSD 0.6743




*Source: Bloomberg*

- AUDUSD opened unchanged at 0.6761 today. **Daily outlook mildly bullish.**
- **Weekly and monthly outlook bearish.**
- **We are mildly bullish on AUD today** as risk appetite somewhat recovers thanks to PBOC comments that they would not competitively devalue the yuan**. In the medium term, we remain bearish on AUD** as the contagion of US-China trade war is likely to dampen economic growth and risk-taking activities.
- **Key resistances:** 0.6800 (R1), 0.6820 (R2), 0.6850 (R3)
- **Key supports:** 0.6750 S1), 0.6725 (S2), 0.6700 (S3)
- **Expected range for the day:** 0.6750-0.6820

### Indicative AUDMYR 2.8278




*Source: Bloomberg*

- AUDMYR opened 0.46% lower at 2.8250 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook neutral.**
- **We are bullish on the pair** today on bullish components due to cautious pause in safe havens buying. **In the medium term, we remain bullish on the pair** and will continue to monitor developments in the ongoing US-China trade saga.
- **Key resistances:** 2.8500 (R1), 2.8600 (R2), 2.8700 (R3)
- **Key supports:** 2.8300 (S1), 2.8200 (S2), 2.8100 (S3)
- **Expected range for the day:** 2.8250- 2.8550

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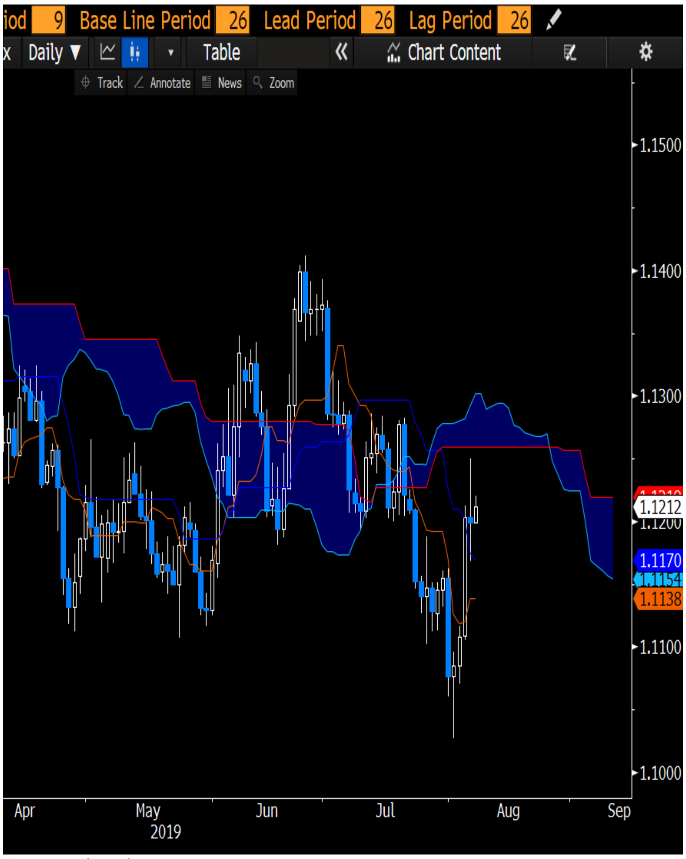
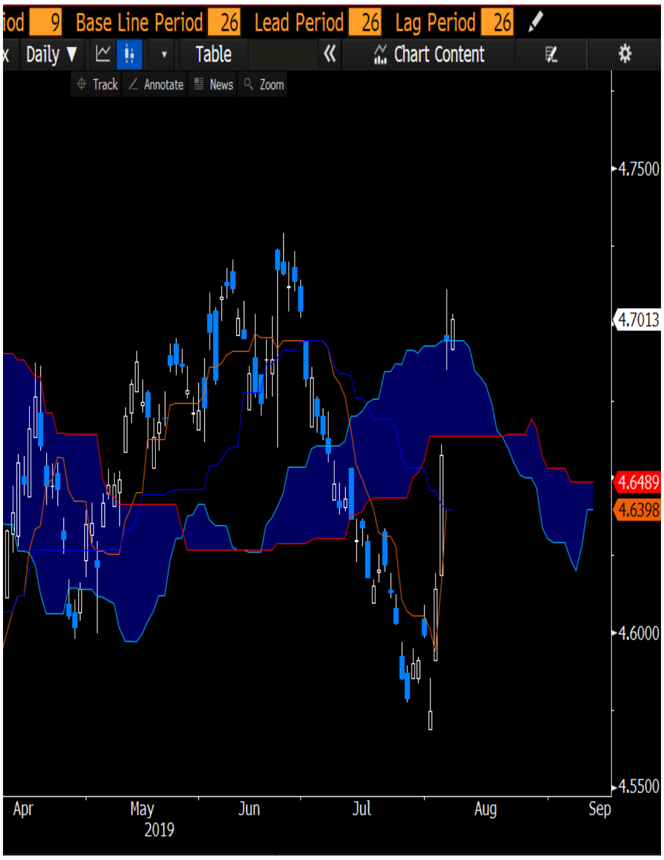
**Indicative EURUSD 1.1212**




*Source: Bloomberg*

- EURUSD opened unchanged at 1.1199 today. **Daily outlook mildly bullish.**
- **Weekly outlook bullish and monthly outlook neutral.**
- **We are mildly bullish EUR over the short and medium term** as investors continue to buy into safe haven assets. However, as previously mentioned, gains in EUR are likely to be limited as global growth is poised to slow and US rates are likely to be compressed more.
- **Key resistances:** 1.1250 (R1), 1.1280 (R2), 1.1300 (R3)
- **Key supports:** 1.1200 (S1), 1.1180 (S2), 1.1150 (S3)
- **Expected range for the day:** 1.1180 – 1.1250

**Indicative EURMYR 4.7013**




*Source: Bloomberg*

- EURMYR opened marginally lower by 0.06% at 4.6915 today. **Daily outlook bullish.**
- **Weekly and monthly outlook bullish**.
- **We are bullish on the pair over the short and medium term** as both components continue to trade bid on safe haven assets buying. As previously mentioned, pair is slowly moving to test previous month highs of circa 4.7200 which would lead to 4.76 and then 4.80 if broken.
- **Key resistances:** 4.7200 (R1) 4.7350 (R1), 4.7600 (R3)
- **Key supports:** 4.6800 (S1), 4.6700 (S2), 4.6600 (S3)
- **Expected range for the day:** 4.6800 – 4.7200

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**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