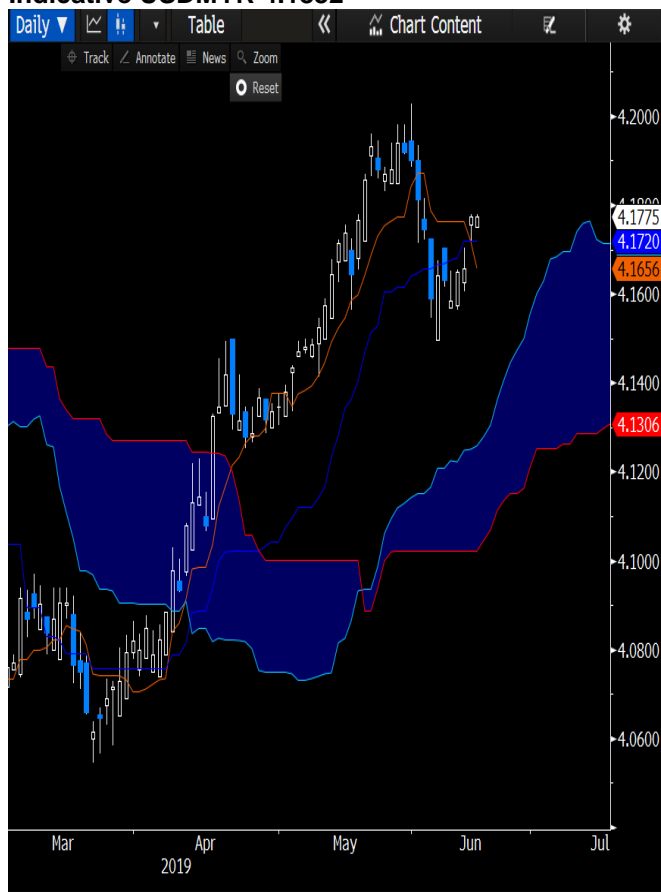


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

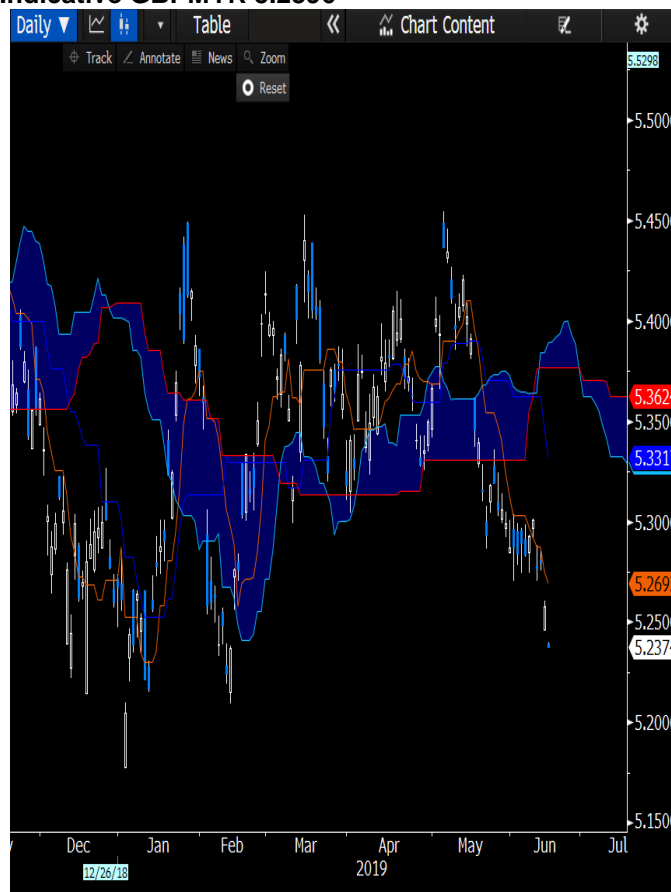
Indicative USDMYR 4.1832



Source: Bloomberg

- USDMYR opened 0.06% lower at 4.1750. **Daily outlook bullish.**
- **Weekly and monthly outlook bullish.**
- **MYR turned bearish** again driven by stronger USD ahead of FOMC meeting and supported by month-end and quarter-end hedging demand. As previously reiterated, some volatilities likely stem from this week's FOMC meeting and any unforeseen trade headlines.
- **Key resistances:** 4.1850 (R1), 4.1900 (R2), 4.1945 (R3)
- **Key supports:** 4.1720 (S1), 4.1700 (S2), 4.1650 (S3)
- **Expected range for the day:** 4.1720– 4.1900

Indicative GBPMYR 5.2396

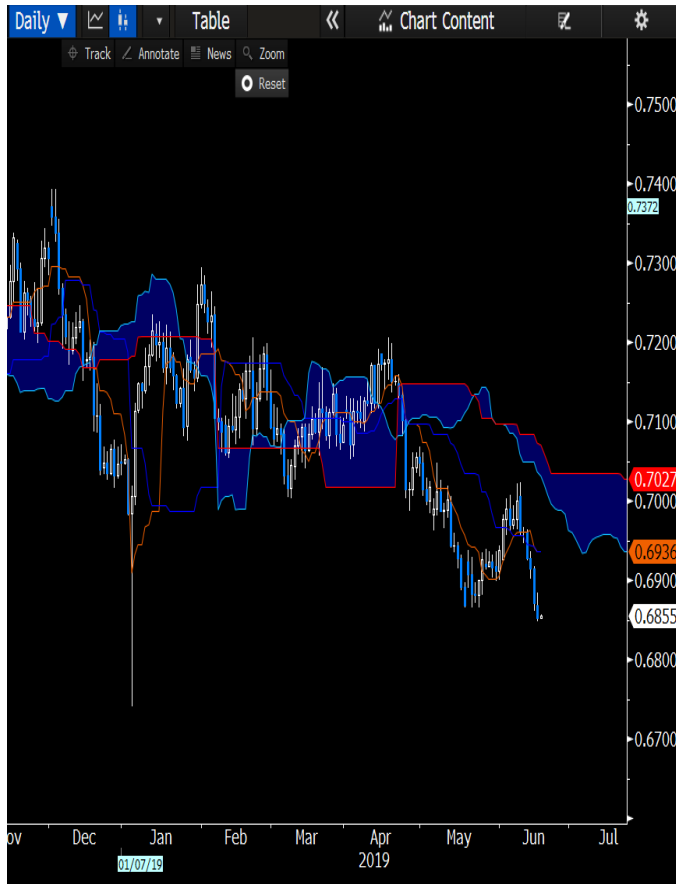


Source: Bloomberg

- GBPMYR opened lower by 0.35% at 5.2392 today. **Daily outlook neutral to slightly bearish.**
- **Weekly outlook bearish and monthly outlook neutral.**
- Weakness in GBP component persisted ahead of FOMC and the spectre of a no-deal Brexit looms larger following Brexit hardliner Boris Johnson's lead in Thursday's first Tory leadership vote. The second vote will happen today and is setting the tone for GBP. We are still bearish on GBP as Brexit uncertainties dominate with no absolute conclusion nor progress seem likely in sight before a new PM is selected.
- **Key resistances:** 5.2460 (R1), 5.2575 (R2), 5.2675 (R3)
- **Key supports:** 5.2350 (S1), 5.2300 (S2), 5.2250 (S3)
- **Expected range for the day:** 5.2340– 5.2450

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

Indicative AUDUSD 0.6842

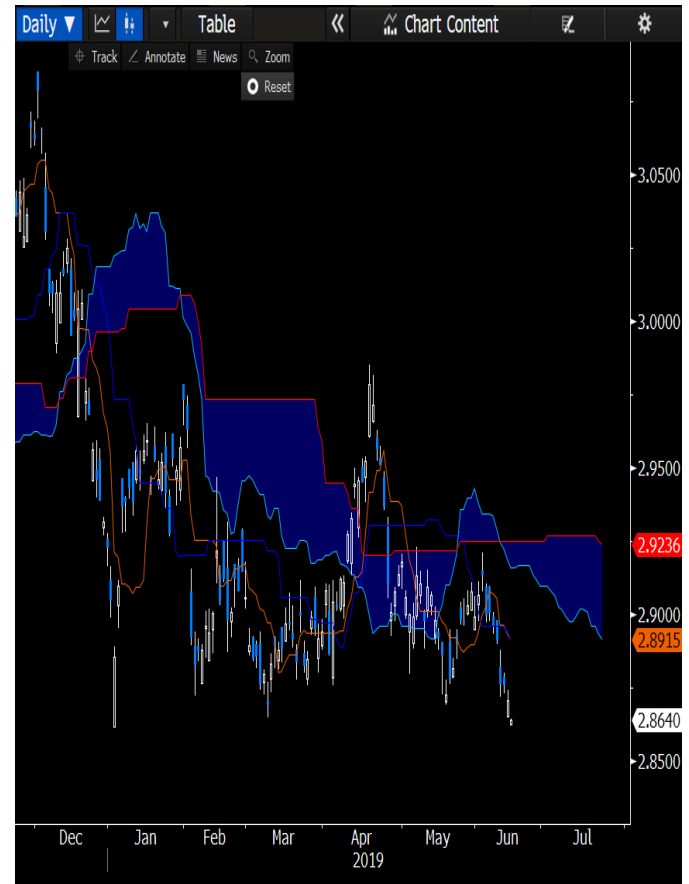


Source: Bloomberg

- AUDUSD opened unchanged at 0.6853 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook bearish.**
- **RBA meeting minutes turned out to be dovish, markets are now split between a rate cut in either July or August. We remain bearish on AUD** in the medium term on higher rate cut expectations due to slower growth outlook and the commodity-linked currency's sensitivity to any weakness in China. US-China trade tensions will continue to be a key driver and we are waiting for further concrete developments at this month end's G20 Summit.
- **Key resistances:** 0.6860 (R1), 0.6880 (R2), 0.6900 (R3)
- **Key supports:** 0.6830 (S1), 0.6820 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6830– 0.6860

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

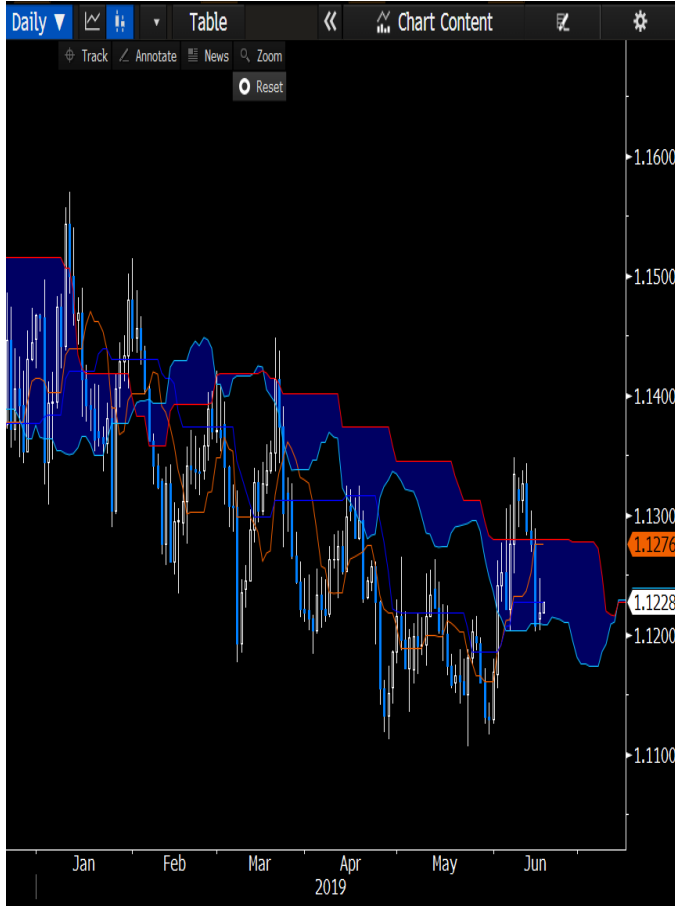
Indicative AUDMYR 2.8618



Source: Bloomberg

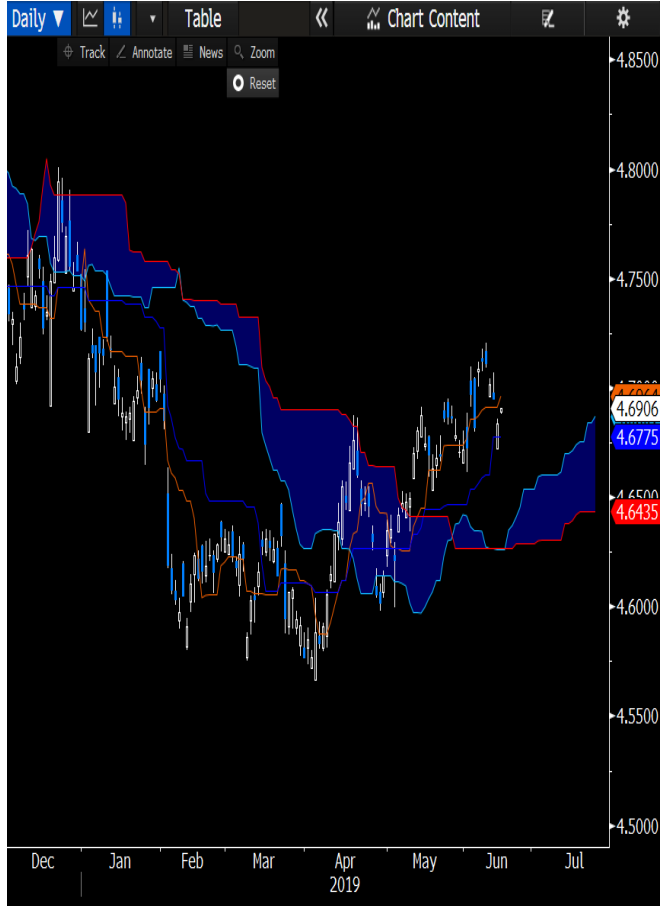
- AUDMYR opened 0.28% lower at 2.8624 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- The pair trades lower today, weighed down by weaker AUD component following dovish RBA minutes. We maintain bearishness on AUDMYR over the medium term due to AUD's sensitivity to China weakness, unresolved trade dispute and higher RBA rate cut expectations.
- **Key resistances:** 2.8650 (R1), 2.8680 (R2), 2.8700 (R3)
- **Key supports:** 2.8570 (S1), 2.8550 (S2), 2.8515 (S3)
- **Expected range for the day:** 2.8570– 2.8650

Indicative EURUSD 1.1232



Source: Bloomberg

Indicative EURMYR 4.6962



Source: Bloomberg

- EURUSD opened flat at 1.1218 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We remain bullish on EUR in the medium term** as the overall outlook continues to favour a weaker USD due to a less dovish ECB and Fed rate cut expectations. We are also paying attention to the three-day annual ECB Forum on Central Banking in Sintra, Portugal for any hints from ECB chief Mario Draghi, but nonetheless FOMC meeting is still the key driver for the pair this week.
- **Key resistances:** 1.1240 (R1), 1.1251 (R2), 1.1280 (R3)
- **Key supports:** 1.1210 (S1), 1.1200 (S2), 1.1185 (S3)
- **Expected range for the day:** 1.1210 – 1.1240

- EURMYR opened 0.11% higher at 4.6889 today. **Daily outlook bullish.**
- **Weekly outlook bullish, monthly outlook bearish.**
- EURMYR trades higher today due to stronger EUR component and we maintain expectations that the pair is consolidating between 4.68-4.72 while awaiting further development elsewhere.
- **Key resistances:** 4.7000 (R1) 4.7080 (R1), 4.7154 (R3)
- **Key supports:** 4.6856 (S1), 4.6800 (S2), 4.6775 (S3)
- **Expected range for the day:** 4.6860– 4.7000

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