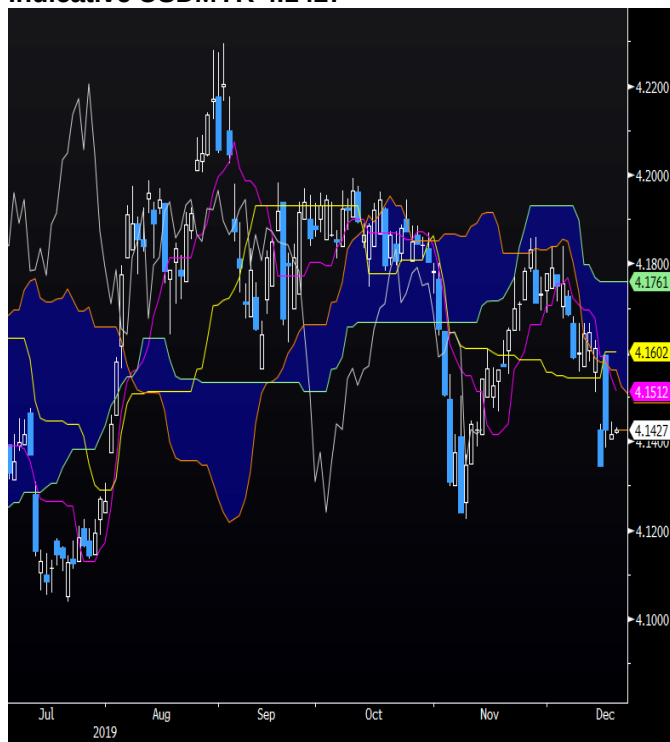


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

Indicative USDMYR 4.1427



Source: Bloomberg

- USDMYR opened virtually no changed at 4.1420 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bullish.**
- **MYR daily outlook is neutral for now**, expecting the ringgit to continue consolidating around the range of 4.1350-4.1500 amidst fading US-China trade optimism. **MYR medium term outlook is still bearish** as the dollar is still expected to be well supported by relatively solid data.
- **Key resistances:** 4.1500 (S1), 4.1600 (S2), 4.1700 (S3)
- **Key supports:** 4.1350 (R1), 4.1300 (R2), 4.1250 (R3)
- **Expected range for the day:** 4.1350-4.1500

Indicative GBPMYR 5.4207



Source: Bloomberg

- GBPMYR opened 0.59% lower at 5.4350 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook neutral.**
- **GBPMYR daily outlook is bearish on lower opening** as the sterling rolled into Asian session lower and looks under pressure against the USD below the 1.3100 handle with technical indicators pointing to a loss in momentum. Key data today are UK CPI and BOE is set to announce bank rate decision tomorrow. **Medium term outlook is determined by Brexit development.**
- **Key resistances:** 5.4530 (R1), 5.4660 (R2), 5.5190 (R3)
- **Key supports:** 5.4000 (S1), 5.3750 (S2), 5.3500 (S3)
- **Expected range for the day:** 5.4000- 5.4530

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

Indicative AUDUSD 0.6848



Source: Bloomberg

- AUDUSD opened virtually unchanged at 0.6852 today. **Daily outlook neutral with a bearish bias.**
- **Weekly outlook neutral and monthly outlook neutral.**
- **Daily outlook is neutral with a bearish bias** as AUD is seen consolidating losses around the 0.6850 rolling into Asian morning. **Medium term outlook is neutral amidst** lower risk of a US-China trade war escalation and RBA's accommodative stance.
- **Key resistances:** 0.6880 (R1), 0.6900 (R2), 0.6930 (R3)
- **Key supports:** 0.6830 (S1), 0.6815 (S2), 0.6800 (S3)
- **Expected range for the day:** 0.6830 – 0.6880

Indicative AUDMYR 2.8369



Source: Bloomberg

- AUDMYR opened virtually unchanged at 2.8373 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook slightly bullish.**
- **We are neutral on AUDMYR cross today** as both AUD and MYR appears to be in respective consolidation against the USD. **Medium term outlook is neutral amidst** lower risk of a US-China trade war escalation and RBA's accommodative stance.
- **Key resistances:** 2.8430 (R1), 2.8500 (R2), 2.8550 (R3)
- **Key supports:** 2.8320 (S1), 2.8260 (S2), 2.8200 (S3)
- **Expected range for the day:** 2.8320 – 2.8430

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

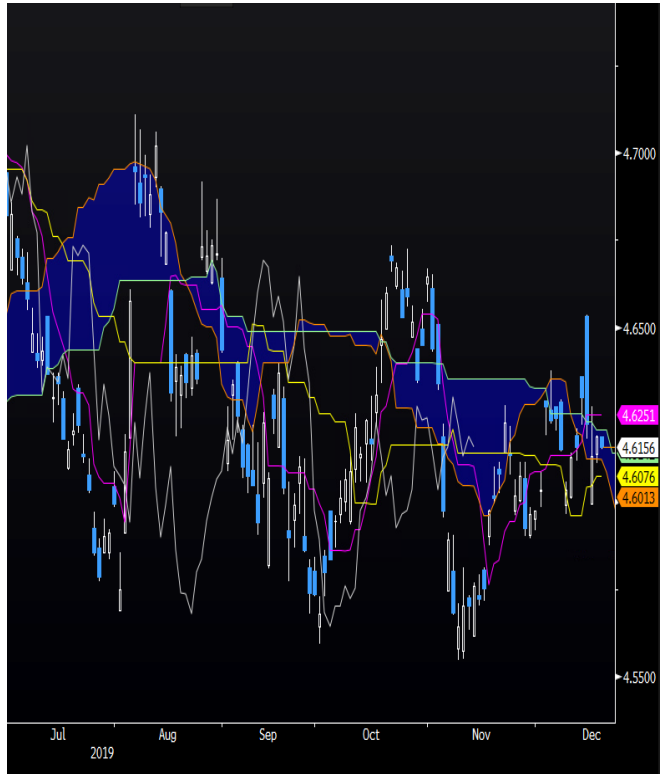
Indicative EURUSD 1.1140



Source: Bloomberg

- EURUSD opened unchanged at 1.1150 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **EUR is neutral today** with limited upside and was seen trading below 1.1150 this morning and likely to range trade around 1.1120- 1.1170 amidst renewed Brexit fear and a lack of catalyst. **Medium term outlook is bearish** on ECB's accommodative monetary policy stance and continued weaker growth outlook versus a more solid US economy.
- **Key resistances:** 1.1150 (R1), 1.1180 (R2), 1.1200 (R3)
- **Key supports:** 1.1120 (S1), 1.1100 (S2), 1.1080 (S3)
- **Expected range for the day:** 1.1120-1.1170

Indicative EURMYR 4.6156



Source: Bloomberg

- EURMYR opened unchanged at 4.6186 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **We are neutral on EURMYR cross** as both EUR and MYR are expected to move little against the USD today. **Medium term outlook is bearish** on ECB's accommodative monetary policy stance and continued weaker growth outlook versus a more solid US economy.
- **Key resistances:** 4.6200 (R1) 4.6300 (R1), 4.6400 (R3)
- **Key supports:** 4.6075 (S1), 4.6000 (S2), 4.5900 (S3)
- **Expected range for the day:** 4.6075 - 4.6250

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

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets

Level 8, Hong Leong Tower

6, Jalan Damansara

Bukit Damansara

50490 Kuala Lumpur

Tel: 603-2081 1221

Fax: 603-2081 8936

Email: HLMarkets@hlbb.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.