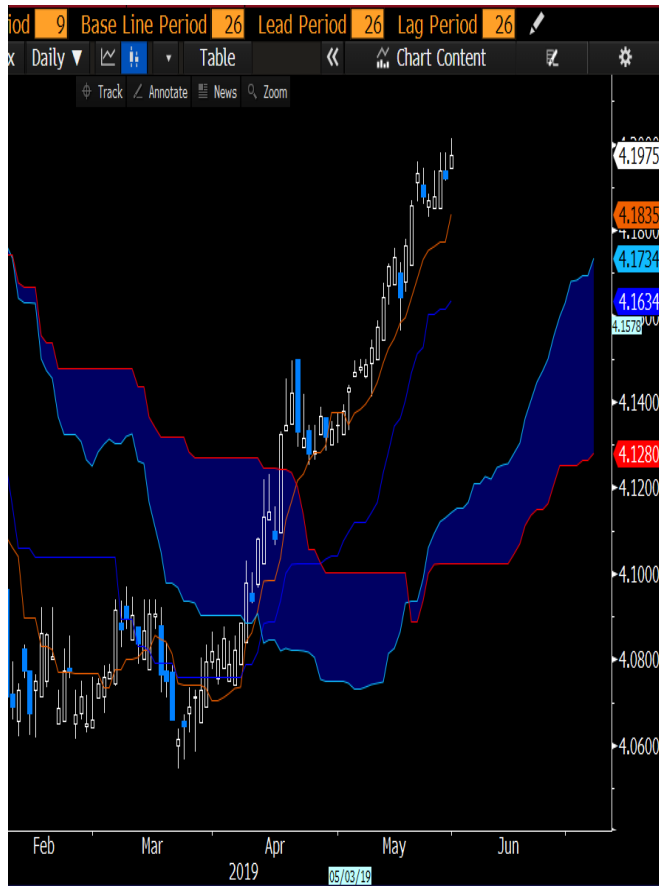


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

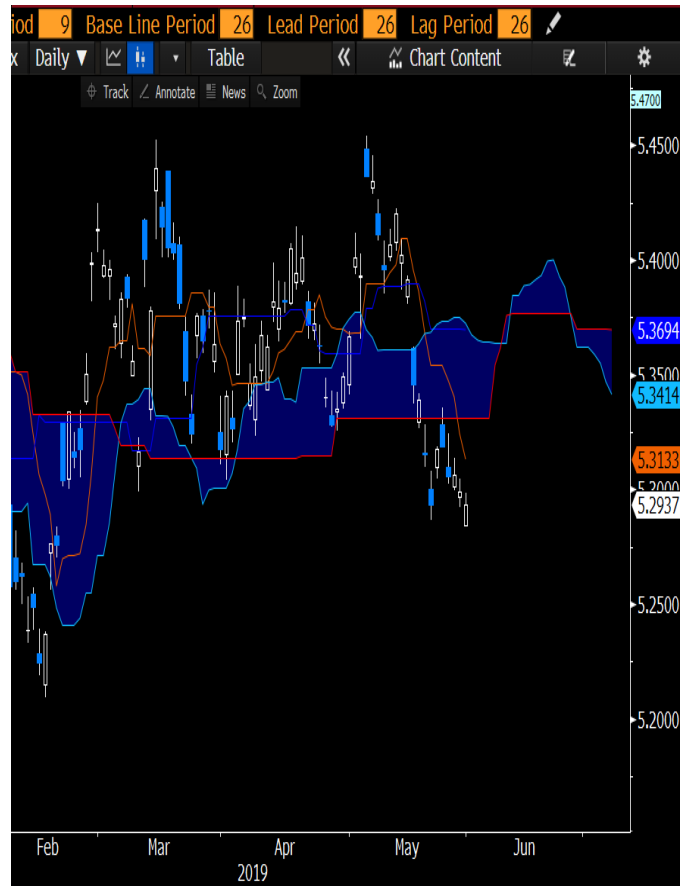
Indicative USDMYR 4.1970



Source: Bloomberg

- USDMYR opened marginally higher at 4.1945 due to Trump opening up another trade war front. **Daily outlook bullish** on continued risk aversion.
- **Weekly and monthly outlook bullish.**
- **MYR remains bearish** as risk aversion trades continue to dominate and support USD in general especially against EM. Trump announcing 5% tariffs on all Mexican goods will quite likely put a damper on overall risk appetite and EM in general.
- **Key resistances:** 4.2000 (R1), 4.2050 (R2), 4.2100 (R3)
- **Key supports:** 4.1900 (S1), 4.1875 (S2), 4.1850 (S3)
- **Expected range for the day:** 4.1900 – 4.2000

Indicative GBPMYR 5.2990



Source: Bloomberg

- GBPMYR opened 0.27% lower at 5.2846 today. **Daily outlook bearish.**
- **Weekly outlook bearish and monthly outlook neutral.**
- We remain bearish GBP as the pair still remains within the trend channel lower and is likely to continue to trend lower with Brexit and trade issues likely to weigh down on GBP. Short term moving averages capping the move circa 5.3030 with medium term resistances coming in circa 5.3600.
- **Key resistances:** 5.3200 (R1), 5.3400 (R2), 5.3550 (R3)
- **Key supports:** 5.2950 (S1), 5.2800 (S2), 5.2600 (S3)
- **Expected range for the day:** 5.2800 – 5.3100

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

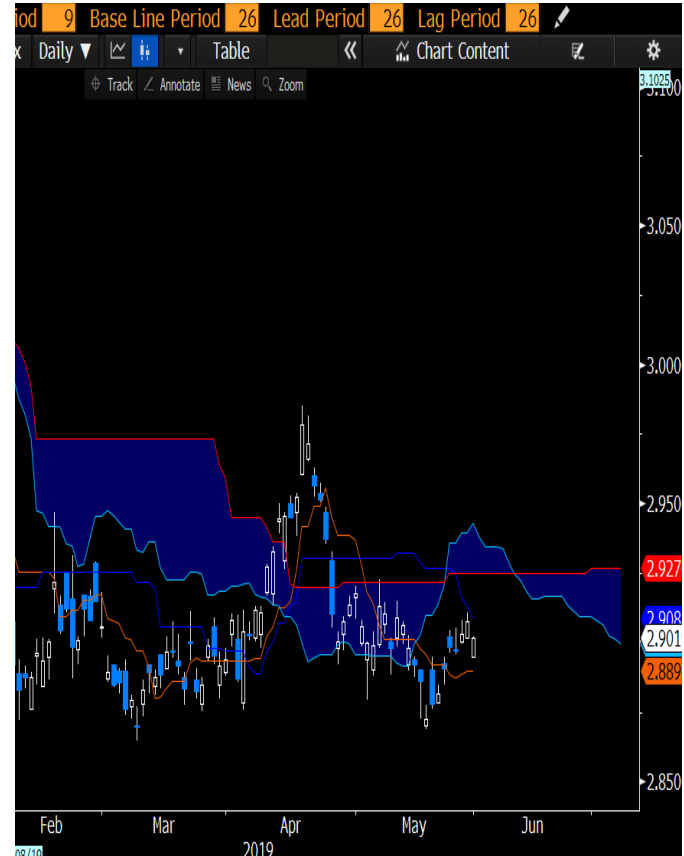
Indicative AUDUSD 0.6922



Source: Bloomberg

- AUDUSD opened unchanged at 0.6912 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **We remain bearish on AUD** as investor focus now shifts towards the possibility of a RBA rate cut next month. AUD is likely to be affected by ongoing trade tensions as it is closely tied to the health of the Chinese economy.
- **Key resistances:** 0.6960 (R1), 0.7000 (R2), 0.7030 (R3)
- **Key supports:** 0.6900 (S1), 0.6875 (S2), 0.6850 (S3)
- **Expected range for the day:** 0.6880 – 0.6940

Indicative AUDMYR 2.9055

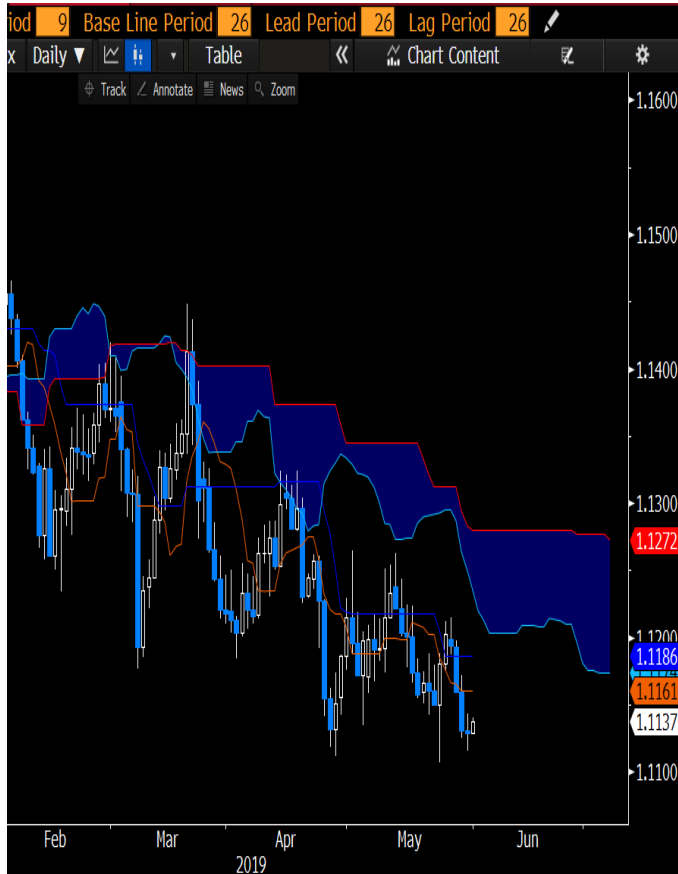


Source: Bloomberg

- AUDMYR opened 0.45% lower at 2.8948 today. **Daily outlook mildly bearish.**
- **Weekly and monthly outlook bearish.**
- We remain bearish AUDMYR fundamentally as ongoing trade tensions and a possible rate cut in June by the RBA will drag AUD component lower. Bullish USDMYR component however, will likely slow the move down.
- **Key resistances:** 2.9130 (R1), 2.9200 (R2), 2.9400 (R3)
- **Key supports:** 2.9000 (S1), 2.8900 (S2), 2.8800 (S3)
- **Expected range for the day:** 2.9000 – 2.9150

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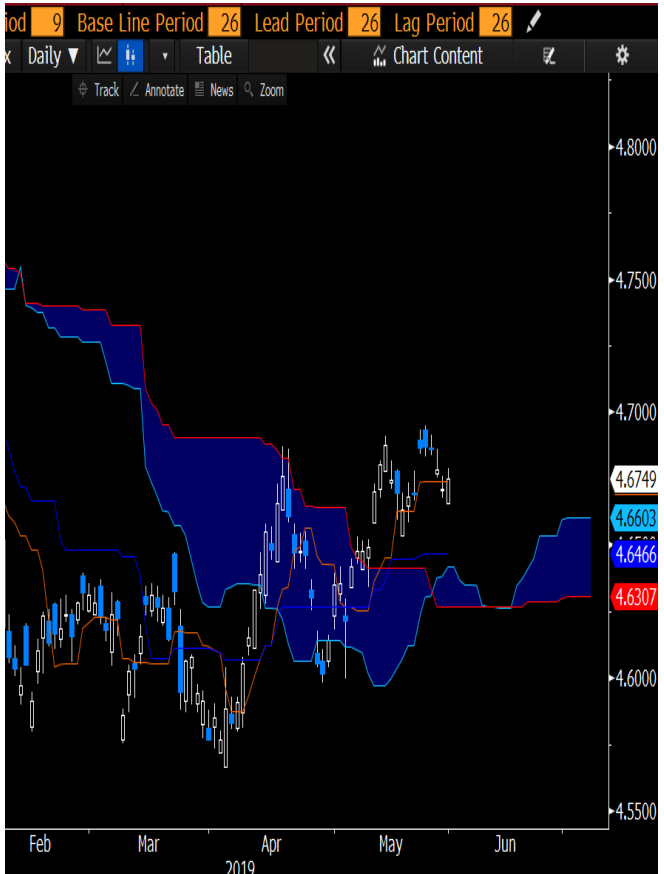
Indicative EURUSD 1.1140



Source: Bloomberg

- EURUSD opened unchanged at 1.1129 today. **Daily outlook neutral.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We remain bearish on EUR** over the medium term as 1.1230 continues to provide decent resistance so long as Brexit and trade concerns continue to weigh on EUR. Pair is likely to continue to consolidate lower, capped by falling Ichimoku cloud bottom.
- **Key resistances:** 1.1170 (R1), 1.1200 (R2), 1.1230 (R3)
- **Key supports:** 1.1120 (S1), 1.1100 (S2), 1.1080 (S3)
- **Expected range for the day:** 1.1100 – 1.1170

Indicative EURMYR 4.6760



Source: Bloomberg

- EURMYR opened 0.11% weaker at 4.6657 today. **Daily outlook bullish on bullish USDMYR component.**
- **Weekly outlook bullish, monthly outlook bearish.**
- EUR component overnight closed relatively neutral after a see saw trading session. Bullish USDMYR dragging pair higher towards 4.68 levels at time of writing due to bullish USD/EM thanks to Trump firing another trade salvo with his sights to Mexico, opening up another new front in the trade saga.
- **Key resistances:** 4.6985 (R1) 4.7040 (R1), 4.7200 (R3)
- **Key supports:** 4.6725 (S1), 4.6500 (S2), 4.6400 (S3)
- **Expected range for the day:** 4.6700– 4.7000

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