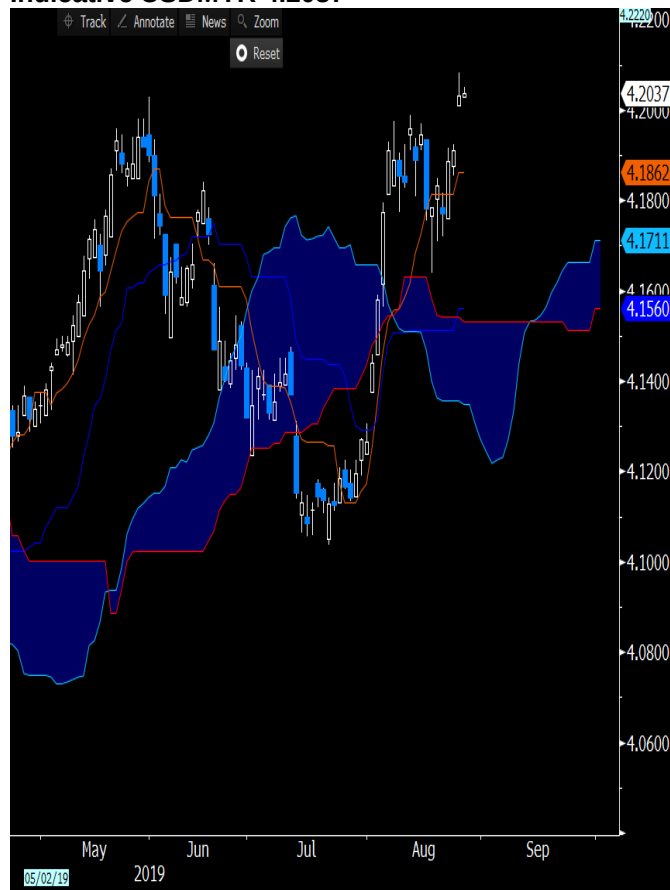


Global Markets Research

FX Strategy

Daily Currency Outlook – 11am edition

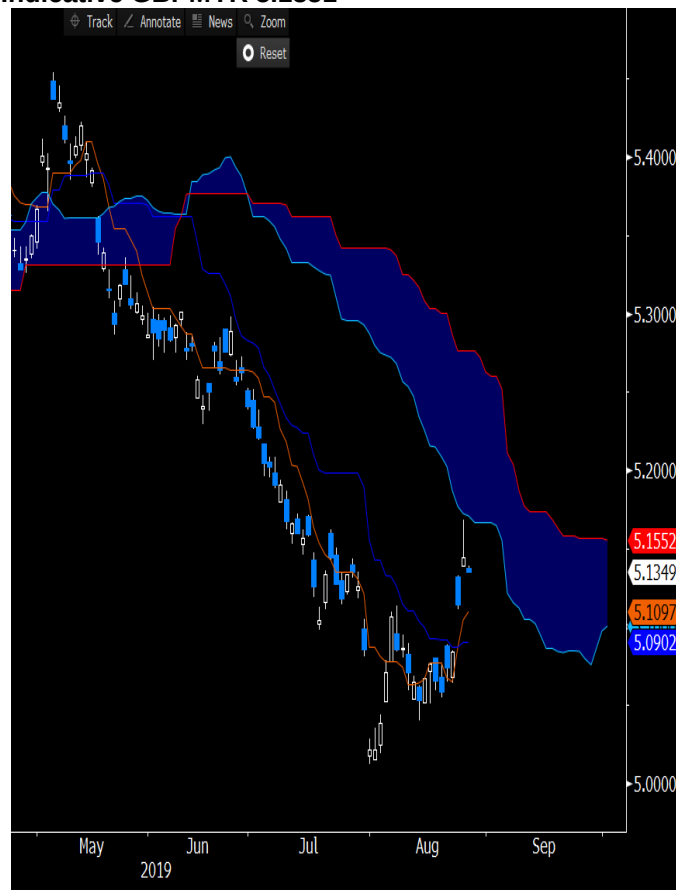
Indicative USDMYR 4.2037



Source: Bloomberg

- USDMYR opened flat at 4.2030. **Daily outlook bullish.**
- **Weekly outlook and monthly outlook bullish.**
- **We remain bullish USDMYR today** as US-China trade issues take a turn for the worse. **We turn bearish USDMYR over the medium term** as prolonged trade uncertainties are likely to trigger a Fed rate cut in September.
- **Key resistances:** 4.2100 (R1), 4.2150 (R2), 4.2200 (R3)
- **Key supports:** 4.2000 (S1), 4.1950 (S2), 4.1900 (S3)
- **Expected range for the day:** 4.2000- 4.2200

Indicative GBPMYR 5.1351

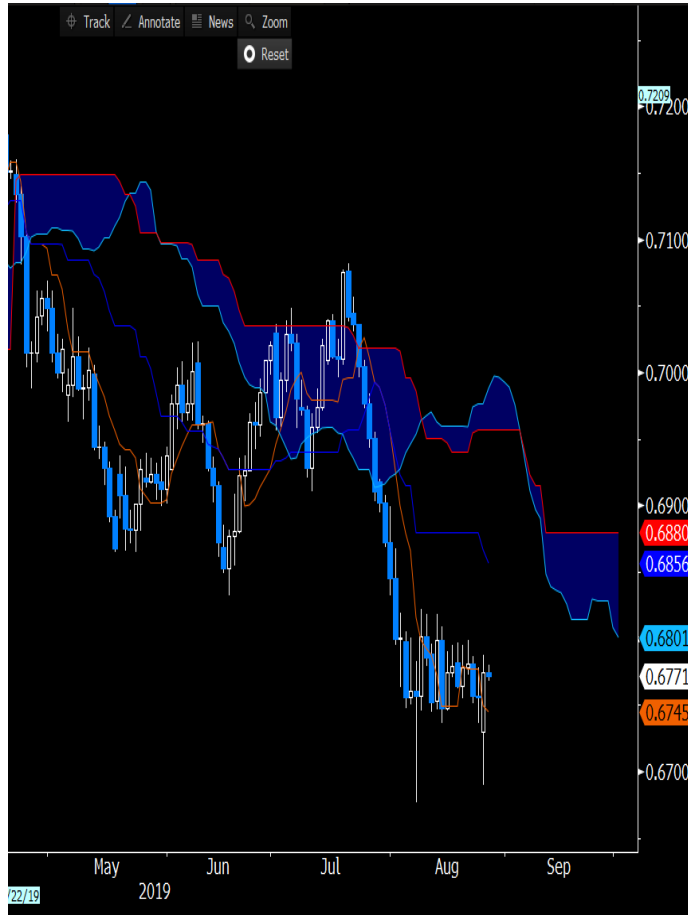


Source: Bloomberg

- GBPMYR opened higher by 0.15% lower at 5.1370 today. **Daily outlook bullish.**
- **Weekly outlook bullish and monthly outlook bearish.**
- **We are bullish on the pair today** as GBP seems to be swinging to general USD moves on trade issues. **We remain neutral GBP over the medium term** as currently market focus is on US-China trade and we wait for market to shift back their attentions to Brexit headlines.
- **Key resistances:** 5.1500 (R1), 5.1700 (R2), 5.2000 (R3)
- **Key supports:** 5.1200 (S1), 5.1100 (S2), 5.1000 (S3)
- **Expected range for the day:** 5.1200– 5.1800

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

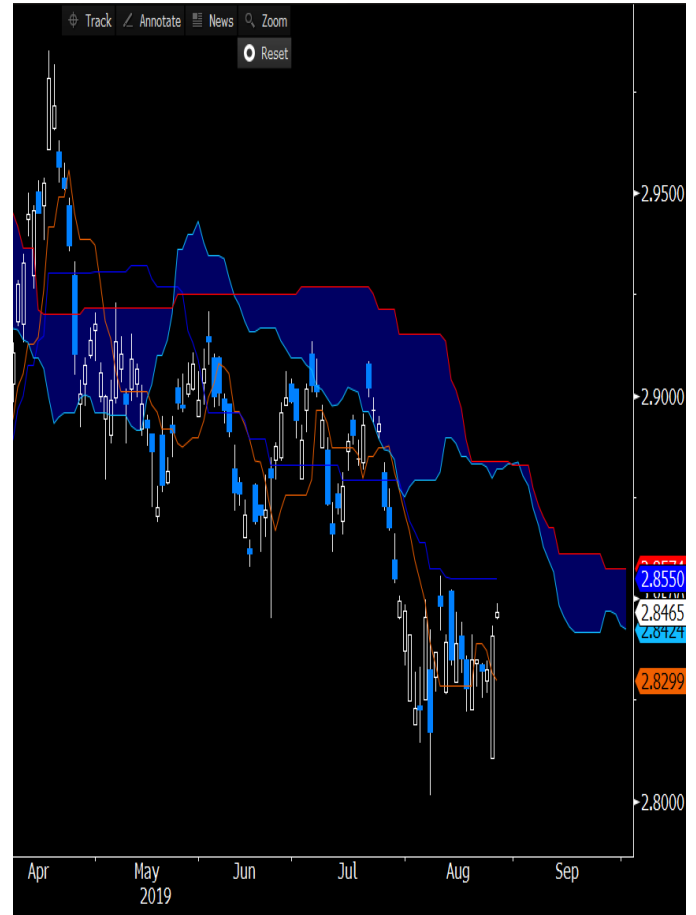
Indicative AUDUSD 0.6771



Source: Bloomberg

- AUDUSD opened flat at 0.6775 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **We are bearish AUD over the short and medium term** as recent positive trade headlines might just be a temporary de-escalation of US-China tensions and will continue to monitor headlines for further directional gauge.
- **Key resistances:** 0.6800 (R1), 0.6820 (R2), 0.6850 (R3)
- **Key supports:** 0.6740 (S1), 0.6700 (S2), 0.6675 (S3)
- **Expected range for the day:** 0.6740- 0.6820

Indicative AUDMYR 2.8465

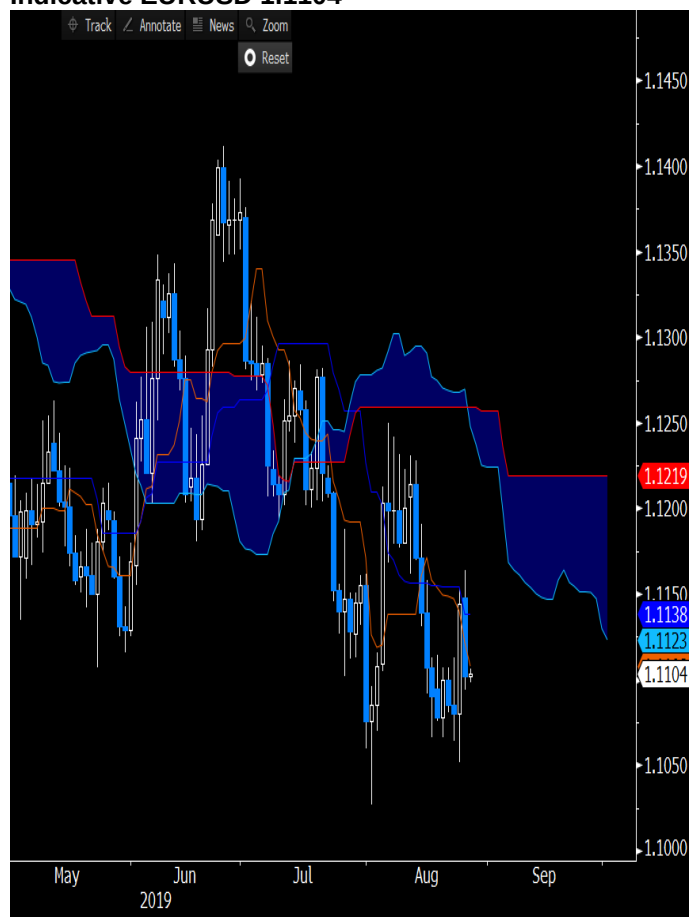


Source: Bloomberg

- AUDMYR opened 0.16% higher at 2.8454 today. **Daily outlook neutral.**
- **Weekly and monthly outlook bearish.**
- **We are neutral** on the pair over the short term as markets await further development is US-China trade headlines. **We remain bearish on the pair** over the medium term as continuously dim global growth outlook is likely weighing on the pair.
- **Key resistances:** 2.8550 (R1), 2.8600 (R2), 2.8650 (R3)
- **Key supports:** 2.8300 (S1), 2.8250 (S2), 2.8200 (S3)
- **Expected range for the day:** 2.8300-2.8550

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

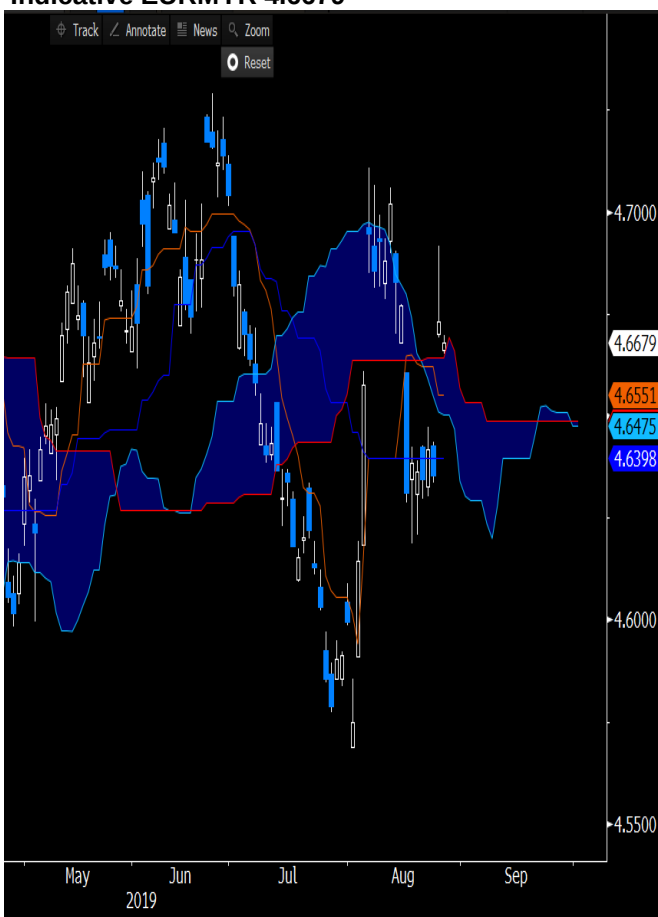
Indicative EURUSD 1.1104



Source: Bloomberg

- EURUSD opened flat at 1.1102 today. **Daily outlook bullish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We remain bullish EUR today** due to the possibility that the current easing in trade tensions might just be a temporary de-escalation. **We remain bearish EUR over the medium term** as the ECB is expected to ease more aggressively via introduction of large stimulus package next month.
- **Key resistances:** 1.1130 (R1), 1.1200 (R2), 1.1230 (R3)
- **Key supports:** 1.1080 (S1), 1.1050 (S2), 1.1020 (S3)
- **Expected range for the day:** 1.1080-1.1150

Indicative EURMYR 4.6679



Source: Bloomberg

- EURMYR opened 0.15% lower at 4.6662 today. **Daily outlook bullish.**
- **Weekly outlook neutral and monthly outlook bearish.**
- **We are bullish on the pair today** on expected EUR strength. **We remain bearish on the pair over the medium term** as the ECB is expected to ease more aggressively via introduction of large stimulus package next month.
- **Key resistances:** 4.6800 (R1) 4.7000 (R1), 4.7100 (R3)
- **Key supports:** 4.6500 (S1), 4.6400 (S2), 4.6320 (S3)
- **Expected range for the day:** 4.6500 – 4.7000

* 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.