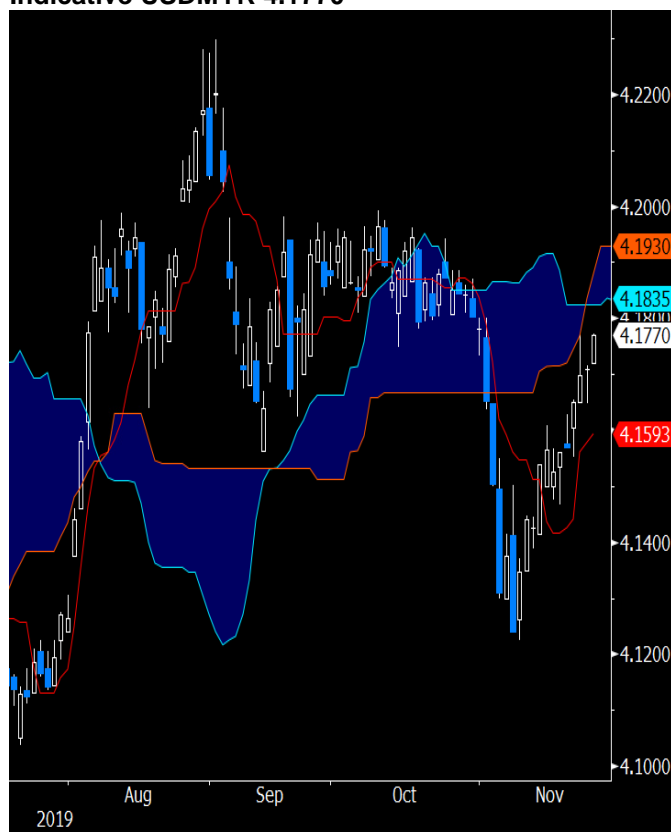


Global Markets Research
FX Strategy
Daily Currency Outlook – 11am edition
Indicative USDMYR 4.1770


Source: Bloomberg

- USDMYR opened little changed at 4.1720 today. **Daily outlook neutral with a bullish bias.**
- **Weekly and monthly outlook bullish.**
- **We are neutral with on bearish bias on MYR** today as market digests more positive trade headlines and news surrounding Boris Johnson's manifesto and Hong Kong election amidst improving sentiments. Medium term outlook remains bearish, expecting the USD to strengthen as the Fed reinforced intention to keep the Fed funds rate unchanged in December, supported by better 4Q US data.
- **Key resistances:** 4.1800 (S1), 4.1850 (S2), 4.1900 (S3)
- **Key supports:** 4.1700 (R1), 4.1650 (R2), 4.1600 (R3)
- **Expected range for the day:** 4.1700- 4.1800

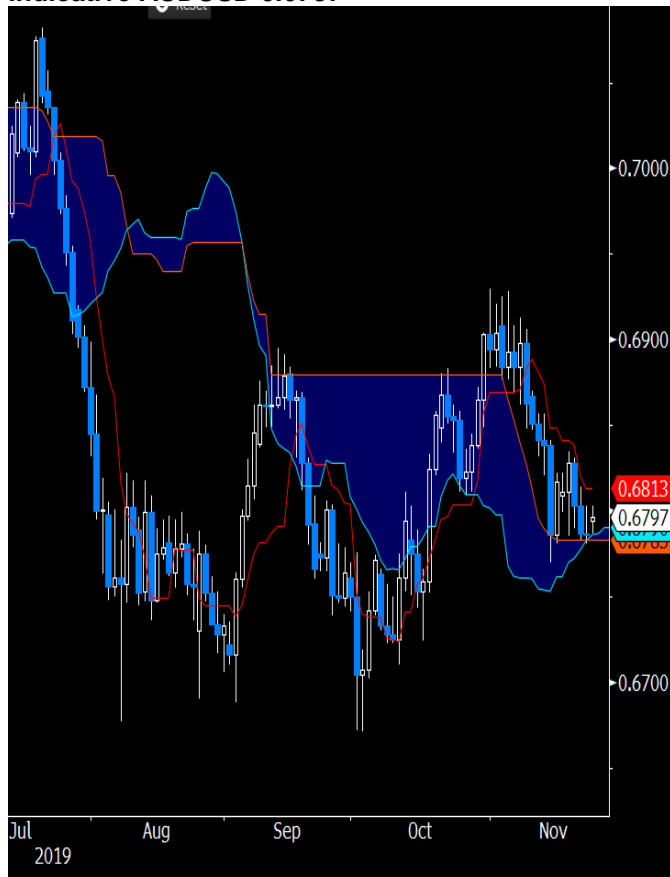
Indicative GBPMYR 5.3686


Source: Bloomberg

- GBPMYR opened 0.45% lower at 5.3604 today. **Daily outlook bearish.**
- **Weekly outlook bullish; monthly outlook will be headlines driven.**
- **We are bearish on GBPMYR** today on lower opening as last week's GBP weakness spilled over to the early session. The pound was only mildly stronger versus the dollar and is unlikely to break above the 1.2900 resistance as markets cast doubt over the Conservative manifesto. **Medium term outlook is neutral** with a bearish bias, driven by Brexit and election headlines where the Tories are largely expected to secure a majority as well as increasingly weaker fundamentals.
- **Key resistances:** 5.3800 (R1), 5.4000 (R2), 5.4150 (R3)
- **Key supports:** 5.3500 (S1), 5.3300 (S2), 5.3100 (S3)
- **Expected range for the day:** 5.3500 – 5.3800

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

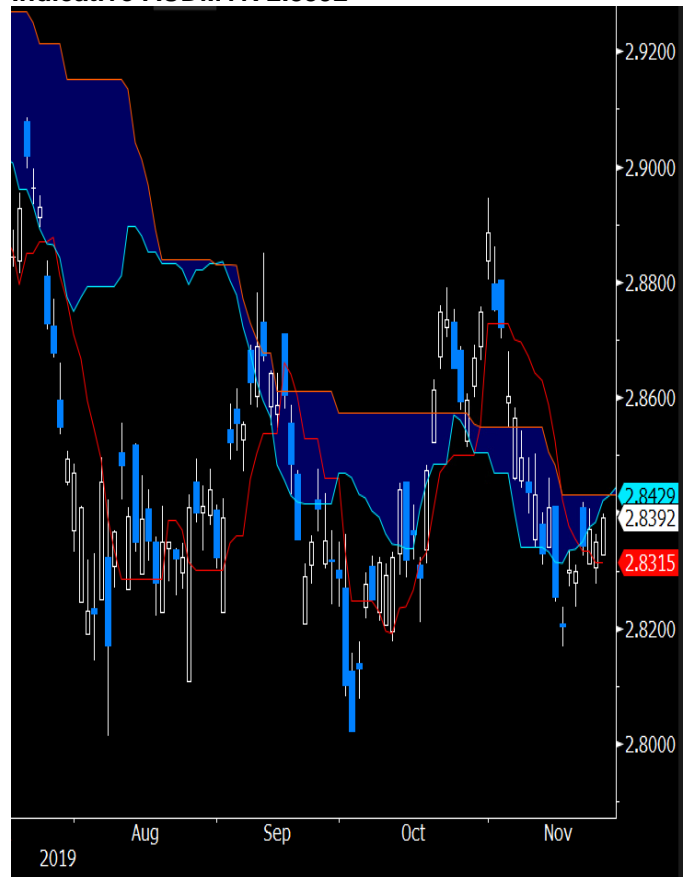
Indicative AUDUSD 0.6787



Source: Bloomberg

- AUDUSD opened 0.12% higher at 0.6794 today. **Daily outlook bullish.**
- **Weekly outlook neutral and monthly outlook slightly bullish.**
- **We turn bullish on AUD today as risk-on sentiment returns** on the back of positive trade headlines. Short term outlook is bullish as the RBA expected to keep cash rate steady next week.
- **Key resistances:** 0.6800 (R1), 0.6820 (R2), 0.6840 (R3)
- **Key supports:** 0.6780 (S1), 0.6770 (S2), 0.6750 (S3)
- **Expected range for the day:** 0.6780- 0.6815

Indicative AUDMYR 2.8392

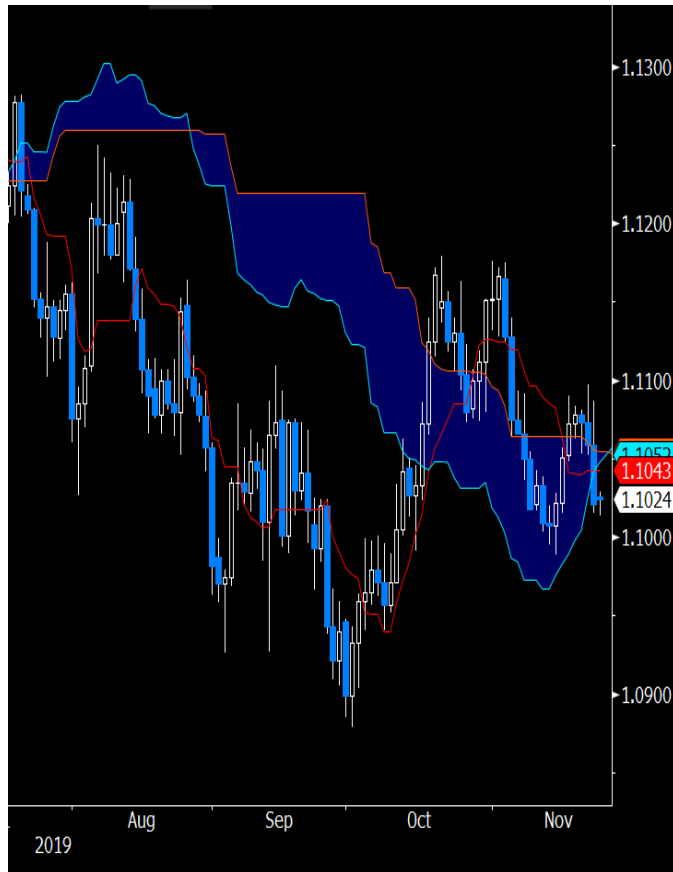


Source: Bloomberg

- AUDMYR opened little changed at 2.8327 today. **Daily outlook bullish.**
- **Weekly outlook neutral and monthly outlook slightly bullish.**
- **We are bullish on the cross today** as AUD gained strength on the back of positive trade headlines. **Short term outlook is bullish** as the RBA is expected to keep cash rate steady next week.
- **Key resistances:** 2.8400 (R1), 2.8450 (R2), 2.8480 (R3)
- **Key supports:** 2.8300 (S1), 2.8250 (S2), 2.8200 (S3)
- **Expected range for the day:** 2.8315– 2.8450

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

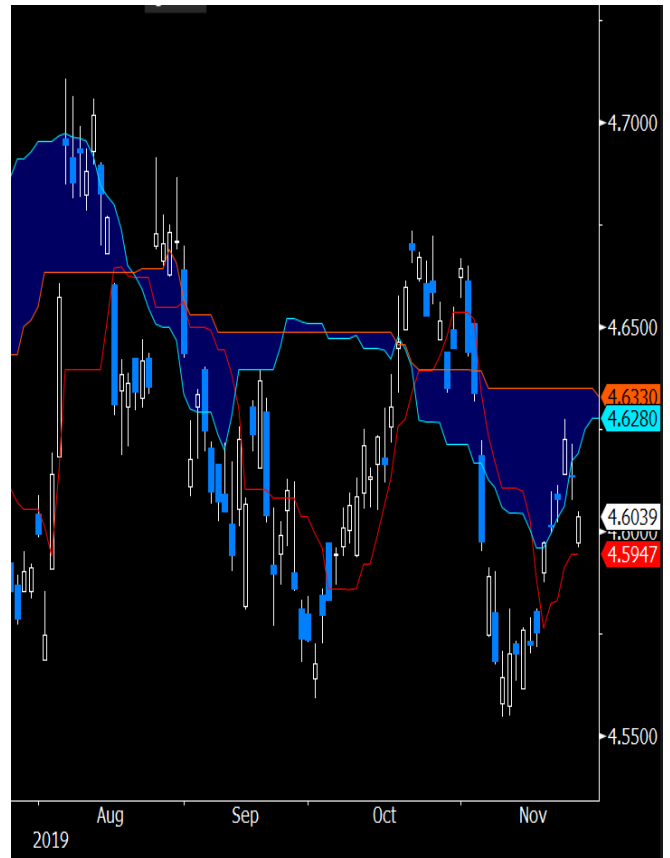
Indicative EURUSD 1.1024



Source: Bloomberg

- EURUSD opened slightly higher at 1.1026 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **EUR remains bearish following on weak Eurozone PMI data versus stronger US PMIs as it hovers around 1.1020 handle in Asian morning and looks set to test the 1.1000 support today** over weaker sentiment regarding its growth outlook. **In the medium term, outlook remains bearish** as the ECB's plan for looser monetary policy weighs on EUR.
- **Key resistances:** 1.1050 (R1), 1.1080 (R2), 1.1100 (R3)
- **Key supports:** 1.1000 (S1), 1.0980 (S2), 1.0950 (S3)
- **Expected range for the day:** 1.1000- 1.1040

Indicative EURMYR 4.6039



Source: Bloomberg

- EURMYR opened 0.35% lower at 4.5975 today. **Daily outlook bearish.**
- **Weekly and monthly outlook bearish.**
- **We are bearish on EURMYR on weaker EUR component versus stronger USD following weak Eurozone PMI data. In the medium term, we remain bearish on EURMYR** as the ECB's plan for looser monetary policy weighs on the shared currency.
- **Key resistances:** 4.6100 (R1) 4.6200 (R1), 4.6300 (R3)
- **Key supports:** 4.5950 (S1), 4.5900 (S2), 4.5800 (S3)
- **Expected range for the day:** 4.5950 – 4.6100

* 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 Damanlela

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.