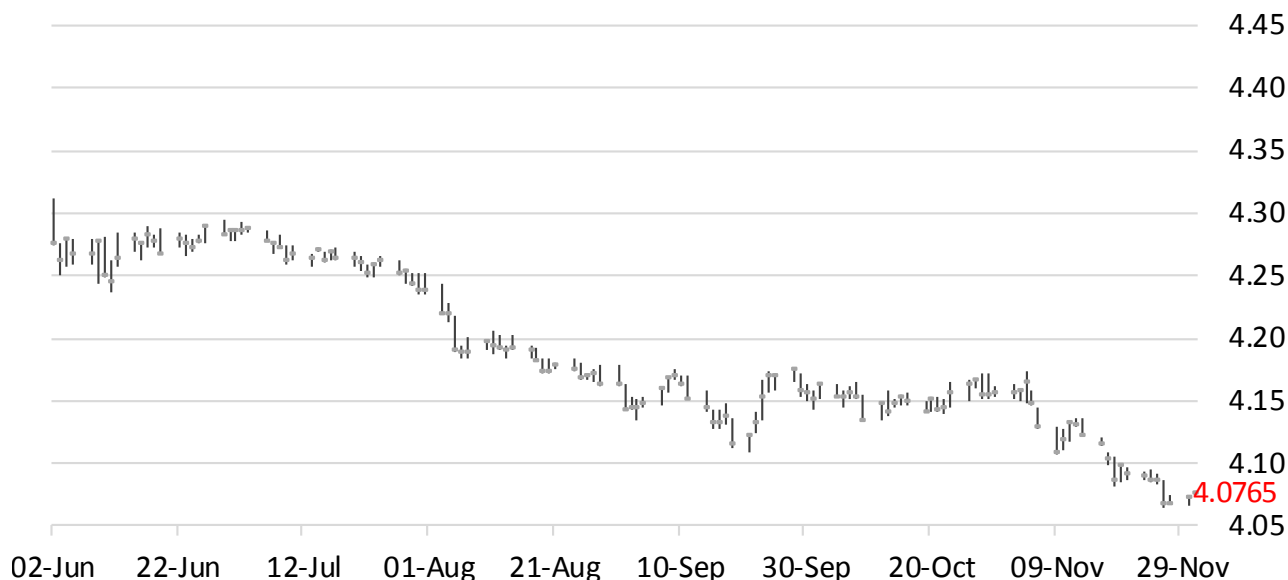


1 December 2020

Global Markets Research

Mid-day Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – MYR Neutral

USD/MYR opened unchanged at 4.0740. Stronger USD overnight could push the pair higher, aiming 4.08 level. This poses downside risk to our neutral to bullish outlook on MYR this week. We maintained a weekly range of 4.05-4.10 for now.

1-Month Outlook – MYR Bullish

We turn bearish on USD/MYR on a one-month basis after Joe Biden's presidential victory paves way for a weaker dollar; a Biden Administration is expected to return the US executive branch to normalcy and eliminate any abrupt decisions on both the domestic and international fronts that so often characterized the Trump Presidency for the past four years. The Fed's sustainably accommodative policy coupled with weak recovery outlook alongside high unemployment rate are also expected to weigh on the greenback as we head into the end of 2020.

	S2	S1	Indicative	R1	R2
USD/MYR	4.0500	4.0600	4.0765	4.0900	4.1000

MYR Crosses

EUR/MYR



EUR/MYR Neutral

EUR/MYR opened 0.4% lower at 4.8630. We continue to expect pair to remain constrained amid a lack of driver. Event risks, poor fundamentals and cautious sentiment are expected to continue capping upside on EUR in the near-term. Markets may continue to hold back as the resurgence in Covid-19 in Europe disrupts economic recovery. PMI data are up next.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.8300	4.8420	4.8691	4.8732	4.8834

GBP/MYR

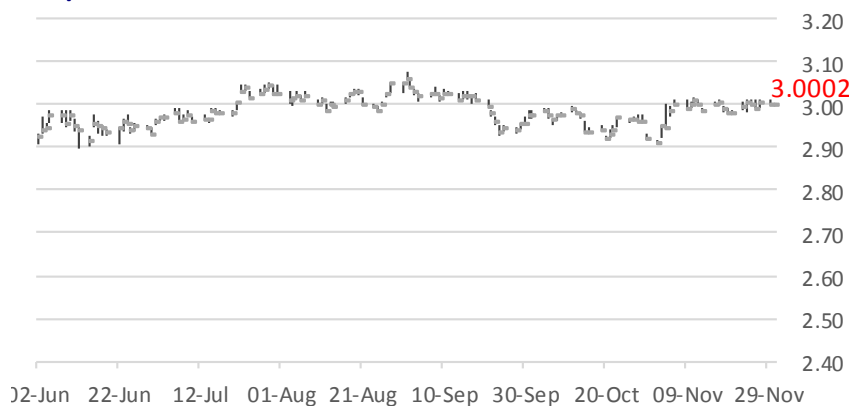


GBP/MYR Neutral

GBP/MYR opened little changed at 5.4325 and is trading at recent ranges amid a lack of major Brexit development. We remain neutral on the pair, awaiting Brexit updates. We monitor any developments for further guidance.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.4000	5.4178	5.4394	5.4426	5.4627

AUD/MYR



AUD/MYR Neutral

AUD/MYR opened 0.2% lower at 2.9977; No change to our neutral outlook for now ahead of RBA monetary policy decision at late morning. In the short to medium term, recent trade skirmishes with China may weigh.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.9785	2.9950	3.0002	3.0180	3.0250

Source: Bloomberg, HLBB Global Markets Research

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

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