

8 July 2020

**Global Markets Research**  
**Mid-day Currency Outlook**

**USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

**Intraday Thoughts – MYR Slightly bearish**

USDMYR opened little changed at 4.2735 and is seen trading higher at 4.2805 as of writing, catching up with the broad-based strength in USD overnight. The pair is expected to turn slightly bullish today in response to a resurgence of the dollar as global risk sentiment retreated.

**1-Month Outlook – MYR Neutral**

We are neutral on medium term USDMYR outlook, expecting intermittent USD strength as markets would likely stay cautious and risk averse amid lingering concern over a second wave of virus outbreak. That said, there is no change to our long held view of a slightly weaker USD throughout 2020. Potential re-escalation of US-China strained ties may give rise to stronger USD and thus pose a downside risk to the local unit. Dovish monetary policy outlook would also keep a lid on MYR advances although we believe USD movement will remain the major influence.

	<b>S2</b>	<b>S1</b>	<b>Indicative</b>	<b>R1</b>	<b>R2</b>
USD/MYR	4.2500	4.2635	4.2790	4.2815	4.2908

## MYR Crosses

### EUR/MYR



### EUR/MYR neutral

EURMYR opened little changed at 4.8190 and struggles to find a decisive direction. This comes after dollar resurgence pushed EURUSD back below 1.13. Risk sentiment is favouring the dollar for now with both EUR and MYR on the downside.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.7900	4.8066	4.8244	4.8400	4.8554

### GBP/MYR



### GBP/MYR bullish

GBPMYR opened 0.49% higher at 5.3598 and is strengthening further in anticipation of more government's fiscal stimulus. Chancellor Sunak is expected to announce a £2b funding to support jobs later today; a disappointment could send GBP downwards. Pair is still vulnerable to weaker fundamentals, pandemic concerns and the absence of any major Brexit breakthrough.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.3332	5.3526	5.3708	5.3940	5.4275

### AUD/MYR



### AUD/MYR neutral

AUDMYR opened 0.15% higher at 2.9664. Outlook is neutral with both AUD and MYR being held down by retreat in risk sentiment. A stretched AUD continues to pave ways for some consolidation in the short-to-medium term.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.9434	2.9606	2.9694	2.9850	2.9900

Source: Bloomberg, HLBB Global Markets Research

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