

13 May 2020

Global Markets Research  
 Mid-day Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

**Intraday Thoughts – MYR Neutral to slightly bearish**

USDMYR opened little changed at 4.3285 today and is seen holding steady at 4.3370 after Malaysia 1Q GDP growth came in at 0.7% YOY, much better than consensus call of a 1% contraction. This was however below our house view of a 1.2% growth. Outlook for the pair remains neutral to slightly bullish in the short term on the back of renewed pandemic concerns that might boost the appeal of USD alongside the accompanying drop in oil prices today.

**1-Month Outlook – MYR Bearish**

Medium term outlook remained bullish as we may see the USD rebound a little further up to the level 100 for DXY as markets may favour optimism in the USD from a reopened US economy even as data are poor and US cases continue to climb.

	S2	S1	Indicative	R1	R2
USD/MYR	4.3195	4.3230	4.3370	4.3435	4.3465

## MYR Crosses

### EUR/MYR



### EUR/MYR Bullish

EURMYR opened 0.27% higher at 4.6969 today. Daily outlook for the pair is bullish as the euro was boosted by poor US CPI data, but this is likely short term as we still see little risks of EUR/USD breaking the 1.08-1.10 range at the moment, indirectly limiting the movement in EUR/MYR cross given little impetus.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.6985	4.7020	4.7049	4.7120	4.7200

### GBP/MYR



### GBP/MYR Bearish

GBPMYR opened 0.6% lower at 5.3064 today. Daily outlook is bearish as GBP is now on a downward trend given that fundamentals are pointing to weaker GBP trajectory with mounting death tolls and a recession in the making. The latest BRC retail sales data show that UK retail sales suffered worst drop on record. GDP data due today likely confirm the economic downturn.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.2905	5.2940	5.3210	5.3260	5.3300

### AUD/MYR



### AUD/MYR Bearish

AUDMYR opened 0.53% lower at 2.7956 today. Daily outlook remains bearish as AUD continues to correct from its recent high. AUD/USD may correct further from its recent stretched level, partly from depressed commodity markets; this shall translate into a lower AUD/MYR in the short term.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.7820	2.7860	2.8084	2.8120	2.8160

Source: Bloomberg, HLBB Global Markets Research

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