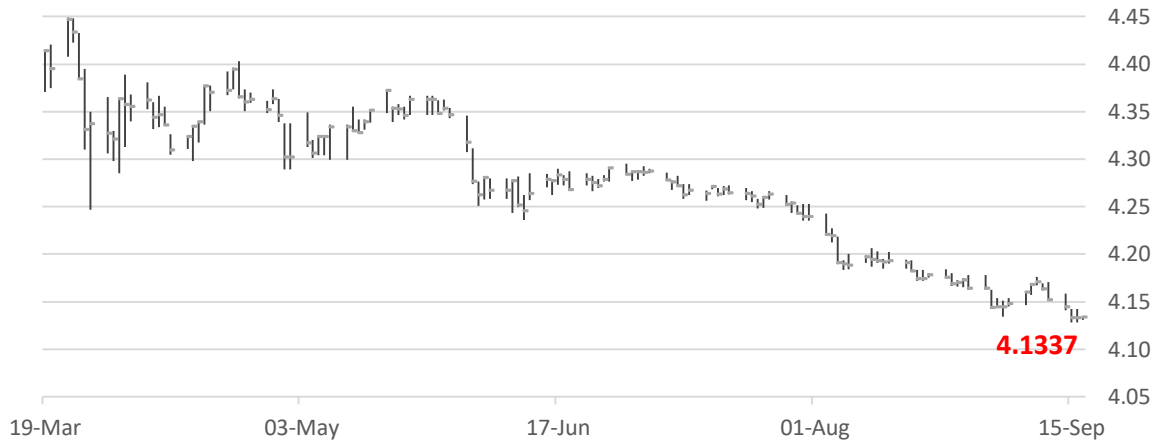


17 September 2020

## Global Markets Research

### Mid-day Currency Outlook

#### USD/MYR



Source: Bloomberg, HLBB Global Markets Research

#### Intraday Thoughts – MYR Neutral to Bearish

USD/MYR opened higher on Thursday after Malaysia markets were closed on Wednesday. Pair was up to 4.1360 at the time of writing after a low of 4.1280 hit on 15 September. This came as most Asia currencies registered small losses against the greenback following their FOMC meeting. China's CNH is also seeing some profit taking after recent gains, shaping some MYR momentum. Given this, expect some near-term consolidation of MYR, before some gains over the following week. This will likely be driven by the USD momentum. Expect a 4.1240-4.1500 near-term range before some potential tests of the 4.1240 support.

#### 1-Month Outlook – MYR Neutral to Bullish

We see limited gains in MYR against the USD in the coming month. USD weakness may resume after some recent volatility. A sustained rebound in crude oil prices may also benefit the MYR. Still, anchored expectations in Malaysia's overnight policy rate will likely limit against excessive gains. The economy also needs to improve further to support further MYR strength.

	S2	S1	Indicative	R1	R2
USD/MYR	4.1000	4.1240	4.1337	4.1500	4.192

## MYR Crosses

### EUR/MYR



### EUR/MYR Neutral to Bearish

EUR/MYR opened lower around 4.87 on underperformance overnight in the EUR. We stay less optimistic on EUR for the day ahead due to current trends, with EUR/MYR at MTD low. Still, 4.8600 support may hold for now.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.8411	4.8600	4.8735	4.9212	4.9400

### GBP/MYR



### GBP/MYR Neutral to Bullish

GBP/MYR opened higher around 5.35 on Thursday after GBP rebounded overnight. We do not expect more gains from here, and test 5.3750 resistance. Brexit developments may remain key to watch, and can pull the brakes on the recent GBP recovery. This may not occur today though. Watch Brexit news for volatility on the pair.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.2998	5.3064	5.3517	5.3750	5.4000

### AUD/MYR



### AUD/MYR Neutral to Slightly Bullish

AUD/MYR gapped lower on Thursday after the high of 3.0297 hit on 15 September. Pair surged above 3.02 after positive Australia jobs report but faded soon, now hovering around 3.0060-3.0150 at the time of writing. AUD bulls may bias AUD/MYR on the upside on Thursday, and we watch for the 3.03 resistance.

	S2	S1	Indicative	R1	R2
AUD/MYR	3.0045	3.0138	3.0203	3.0300	3.0428

Source: Bloomberg, HLBB Global Markets Research

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