

19 May 2020

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

**USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

**Intraday Thoughts – MYR Bullish**

USDMYR opened 0.39% lower today and is seen being dragged down to 4.3495 (-0.51%) as of writing. The return in risk appetite that has resulted in a weaker dollar overnight is likely reverse the pair's movement today, giving some temporary boost to MYR alongside higher Asian and oil prices this morning.

**1-Month Outlook – MYR Bearish**

Medium term USDMYR 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.

	<b>S2</b>	<b>S1</b>	<b>Indicative</b>	<b>R1</b>	<b>R2</b>
USD/MYR	4.3440	4.3470	4.3495	4.3552	4.3585

## MYR Crosses

### EUR/MYR



### EUR/MYR Bullish

EURMYR opened 0.97% higher at 4.7714, boosted by the overnight strength of the euro on the back of a renewed dollar weakness. This has led EURMYR to break out of the previously unlikely 4.73. EUR/USD is seen trading at 1.0911 at the moment and we reckon there is still little chance of the pair breaking 1.10. This, alongside higher oil prices mean that the gain in EUR/MYR could only be temporary.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.6965	4.7400	4.7464	4.7510	4.7550

### GBP/MYR



### GBP/MYR Bullish

GBPMYR opened 0.78% higher at 5.332, similarly boosted by the overnight strength of the pound on the back of a renewed dollar weakness. Nonetheless, this overshoot is momentary in our view as GBP still underperforms against the USD and we remain comparatively pessimistic on GBP over its mounting Covid-19 death tolls despite the reopening of the economy.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.2925	5.2960	5.3057	5.3090	5.3145

### AUD/MYR



### AUD/MYR Bullish

AUDMYR opened 1% higher at 2.8457 and is bullish today. However AUDUSD had pulled back from its intraday high (0.6551) following RBA minutes. We believe that AUD/USD may still correct further from its recent stretched level, partly from still depressed commodity markets; this shall translate into a lower AUD/MYR. Rising US-China tension continue to pose a significant downside risk to AUD.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.8250	2.8283	2.8385	2.8405	2.8440

Source: Bloomberg, HLBB Global Markets Research

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