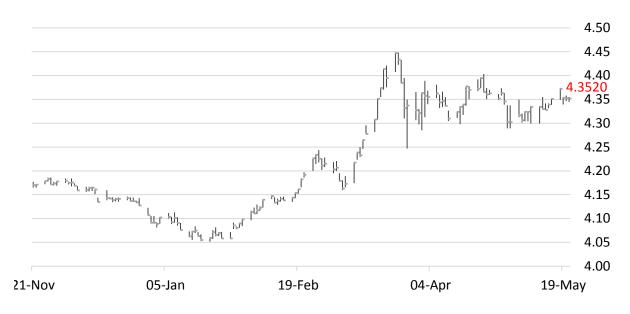


21 May 2020

# Global Markets Research

# Mid-day Currency Outlook

### **USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

### Intraday Thoughts - MYR Neutral to slightly bullish

USDMYR opened 0.21% lower at 4.3433 today after a quiet Wednesday session. Outlook remains neutral and maybe slightly bearish as USD stays weak amid some resurgence in risk appetite. Nonetheless, US-China tension continues to pose a downside risk to MYR.

#### 1-Month Outlook - MYR Bearish

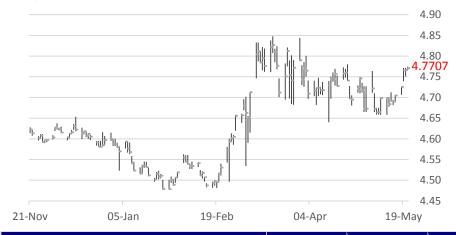
Medium term USDMYR outlook remained bullish as we still expect USD to strengthen on the general uncertainty surrounding the reopening of economies across the globe when risk of new infections are still high, coupled with the ever growing hostility between the US and China which may pose risk to emerging market currencies.

	S2	<b>S1</b>	Indicative	R1	R2
USD/MYR	4.3440	4.3480	4.3520	4.3785	4.4055



### **MYR Crosses**

### **EUR/MYR**



### **EUR/MYR Neutral**

EURMYR opened 0.16% higher at 4.7738 following stronger euro overnight as the dollar continued to weaken broadly. The pair is likely traversing a neutral course today given that EURUSD still hasn't been able to break 1.10. We still see limited upside to the pair as EUR/USD would most probably stay within 1.08-1.1 big figures in the short term.

	S2	<b>S1</b>	Indicative	R1	R2
EUR/MYR	4.7150	4.7430	4.7707	4.7770	4.7810

#### **GBP/MYR**

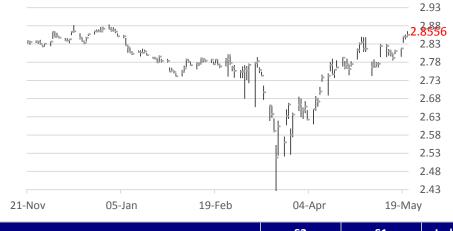


### **GBP/MYR Bearish**

GBPMYR opened 0.29% lower at 5.3173 and continues to trade lower. GBP weakened overnight despite broad USD weakness that propelled other majors. It had continued to underperform the EUR. Daily outlook is bearish but we see some near-term potential for GBP to catch up after prior underperformance. Still, we remain comparatively pessimistic regarding GBP as Covid-19 remained out of control in the UK.

	S2	<b>S1</b>	Indicative	R1	R2
GBP/MYR	5.2230	5.2660	5.3090	5.3160	5.3230

## AUD/MYR



#### AUD/MYR Slight bullish

AUDMYR opened 0.54% higher at 2.8650. This came after AUDUSD surged to a MTD high of 0.6616 on Wednesday before some profit taking. Momentum is for a stronger AUD currently but it may correct after being at stretched level, partly from still-depressed commodity markets. This shall translate into a lower AUD/MYR. Rising US-China tension continue to pose as a significant downside risk to AUD.

	S2	<b>S1</b>	Indicative	R1	R2
AUD/MYR	2.8310	2.8340	2.8556	2.8770	2.8805

Source: Bloomberg, HLBB Global Markets Research



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