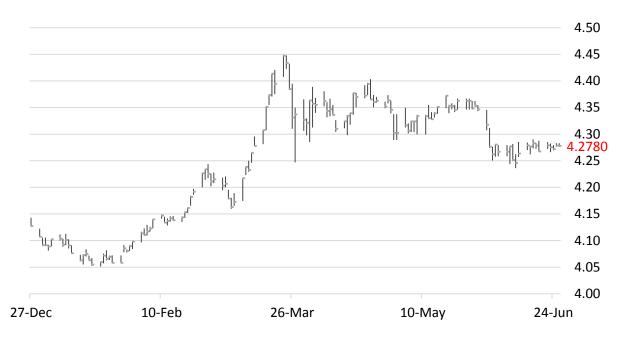


# Global Markets Research Mid-day Currency Outlook

## USD/MYR



Source: Bloomberg, HLBB Global Markets Research

#### Intraday Thoughts – MYR Bearish

USDMYR opened flat at 4.2780 and is moving very little as of writing. Nonetheless we remain bullish on USDMYR today as risk sentiment likely retreat ahead of the weekend. Downside risk in the form of potential second wave of Covid-19 outbreak in the US and other countries is starting to materialize, turning the tides of sentiment and giving rise to the USD.

# 1-Month Outlook – MYR Neutral

We are turning 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.

	S2	S1	Indicative	R1	R2
USD/MYR	4.2677	4.2706	4.2780	4.2860	4.2897



# **MYR Crosses**

## EUR/MYR



#### EUR/MYR neutral

EURMYR opened little changed at 4.7991 and daily outlook is neutral as markets weigh dollar resurgence and potential second wave in Germany. EUR is losing momentum but is likely staying flat for most part of today. This is line with recent expectation that EUR may have to be defensive if the USD rebounds.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.7768	4.7800	4.8005	4.8062	4.8099

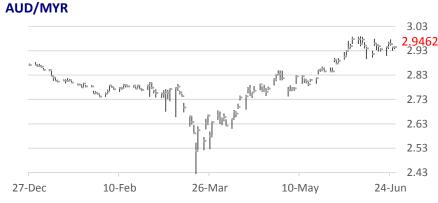




#### **GBP/MYR** neutral

GBPMYR opened 0.17% lower at 5.3157 and daily outlook is neutral amid retreating risk sentiment alongside weaker EUR. The pandemic situation in the UK remains grim and vulnerable to second outbreak. Brexit uncertainty, Covid-19 infection rates and possibly fragile fundamentals will likely continue to weigh down on the GBP.

27-Dec	10-Feb	26-IVIar	10-May	24-Jun			
			S2	<b>S1</b>	Indicative	R1	R2
	GBP/MYR		5.2956	5.2985	5.3161	5.3204	5.3238



#### AUD/MYR neutral

AUDMYR opened little changed at 2.9471 and daily outlook is neutral amid a lack of market driver with risk sentiment retreating. Momentum is weakening for AUD as positive signs fade. Retreating risk sentiment and reversal in commodity market are expected to drive down AUD in the short term.

	S2	S1	Indicative	R1	R2	
AUD/MYR	2.9201	2.9232	2.9462	2.9497	2.9531	
Source: Pleamhere, HI PP Clobal Markets Pescarch						

Source: Bloomberg, HLBB Global Markets Research



#### Hong Leong Bank Berhad

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