

5 May 2021

Global Markets Research

Mid-day Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – MYR Neutral

USD/MYR opened little changed at 4.1250 and fell to 4.1165 as of writing. As expected earlier, the rebound in USD overnight may prompt the pair to gain slightly before some stabilisation ahead of tomorrow’s BNM meeting. We revise the range to 4.10-4.14.

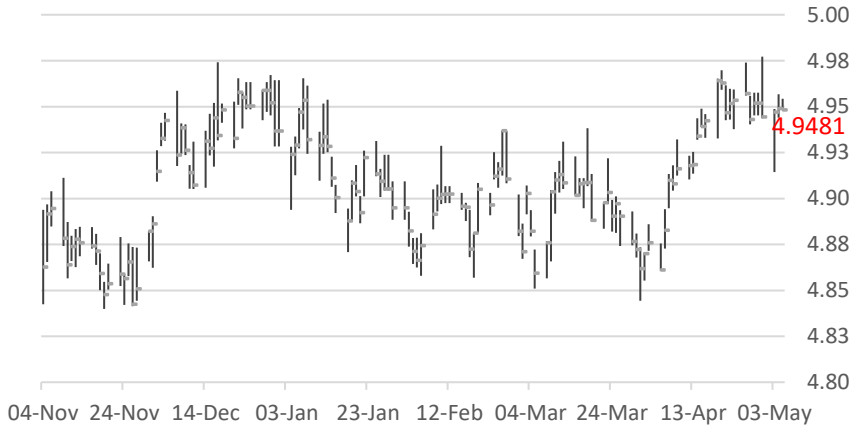
1-Month Outlook – MYR Bearish

No change to our present view of a stronger dollar which is likely to benefit from higher US yields as the economy recovered further in the US. We continue to expect the dollar to strengthen towards 2Q before trending down in 2H of the year and thus a higher USD/MYR in the medium term.

	S2	S1	Indicative	R1	R2
USD/MYR	4.0700	4.1000	4.1165	4.1200	4.1400

MYR Crosses

EUR/MYR



EUR/MYR Neutral

EUR/MYR opened little changed at 4.9515. It is likely to continue hovering at circa 4.95 amid the lack of drivers as we turn less constructive on EUR gains over a one-week period, due to decreased upside momentum at elevated levels (from technicals). Attention is on the Eurozone's retail sales figures tomorrow.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.9150	4.9280	4.9481	4.9550	4.9650

GBP/MYR



GBP/MYR Neutral

GBP/MYR opened little changed at 5.7234 after GBP/USD weakened slightly overnight. GBP may stay relatively stable as focus turns to central bank announcement. Markets anticipate the Bank of England's policy announcement to remain unchanged tomorrow but its rhetoric may move the pound.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.6875	5.7088	5.7247	5.7285	5.7400

AUD/MYR



AUD/MYR Neutral

AUD/MYR opened little changed at 3.1789 despite weaker AUD/USD overnight. RBA's announcement and its mixed economic data had failed to move the AUD/MYR in the prior day and this trend is likely to extend to today's session. Pair is expected to be more dollar driven.

	S2	S1	Indicative	R1	R2
AUD/MYR	3.1550	3.1700	3.1829	3.1850	3.2000

Source: Bloomberg, HLBB Global Markets Research

Hong Leong Bank Berhad

Fixed Income & Economic Research, Global Markets
Level 8, Hong Leong Tower
6, Jalan Damanlela
Bukit Damansara
50490 Kuala Lumpur
Tel: 603-2081 1221
Fax: 603-2081 8936
Email: HLMarkets@hlbb.hongleong.com.my

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