

14 June 2021

Global Markets Research

Mid-day Currency Outlook

USD/MY



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – MYR Neutral

USD/MYR opened 0.1% higher at 4.1125. We turned neutral on the pair today after it caught up with the stronger greenback from last week, expecting more neutral trading ahead of key events. We eye a weekly range of 4.09-4.13, with support at 4.1077 (the lower bound of the Bollinger Band) and resistance at 4.1200.

1-Month Outlook – MYR Neutral to Bearish

The MYR medium-term outlook will likely be influenced by USD movements as well as the pandemic development on the local front. In the immediate term, we expect some pressure on MYR amid growth concerns stemming from the nationwide lockdown to contain the elevated infection rates and new virus variants, before stabilizing at a more familiar range of 4.13-4.14.

	S2	S1	Indicative	R1	R2
USD/MYR	4.1000	4.1077	4.1145	4.1200	4.1400

MYR Crosses

EUR/MYR



EUR/MYR Neutral to Bearish

EUR/MYR opened 0.4% lower at 4.9752. Pair is exposed to further down moves, hovering near its 50-SMA of 4.9714. Meanwhile, EUR/USD is hovering at just a tad above key support of 1.21. Even though it may see some technical correction today, if EUR/USD breaks below 1.21, EUR/MYR may follow suit. This comes as markets may have turned slightly bullish USD ahead of the FOMC meeting on Thursday.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.9659	4.9714	4.9797	4.9815	5.0000

GBP/MYR



GBP/MYR Neutral to Bearish

GBP/MYR opened 0.3% lower at 5.8002. We are neutral to bearish on the pair as a mixture of factors leaves the pair vulnerable to further downturn. Investors remain uneasy over the UK-EU trade row and surging Covid-19 cases that may delay the full reopening plan on 21 June.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.7654	5.7941	5.8061	5.8150	5.8358

AUD/MYR



AUD/MYR Neutral

AUD/MYR opened 0.7% lower at 3.1666. We are neutral on the pair due to low trading volume on an Australian holiday. The RBA's meeting minutes due tomorrow is also expected to keep the pair subdued.

	S2	S1	Indicative	R1	R2
AUD/MYR	3.1500	3.1650	3.1681	3.1800	3.1964

Source: Bloomberg, HLBB Global Markets Research

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