

22 June 2021

Global Markets Research

Mid-day Currency Outlook

**USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

**Intraday Thoughts – MYR Neutral to Bullish**

USD/MYR opened little changed at 4.1450, this was despite the recent broad-based weakening of USD. We are neutral to bearish on the pair as we see a breather for USD strength for now before further rallies. No change to the weekly range of 4.12-4.16.

**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, as well as the Federal Reserve’s recent hawkish signals that have prompted the USD’s gradual shift towards strength.

	S2	S1	Indicative	R1	R2
USD/MYR	4.1250	4.1400	4.1470	4.1500	4.1700

## MYR Crosses

### EUR/MYR



### EUR/MYR Neutral

EUR/MYR opened 0.1% higher at 4.9393. This came after EUR/USD recovered modestly from recent losses. We are neutral on EUR/MYR, as we expect some stabilisation in EUR/USD amid a pause in USD strength. Focus shifts to the Eurozone's Markit PMIs.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.9000	4.9186	4.9369	4.9450	4.9650

### GBP/MYR



### GBP/MYR Neutral to Bullish

GBP/MYR opened 0.6% higher at 5.7738 after GBP became among the top G10 performers overnight. After the sharply higher opening, pair is likely trade on a neutral note in anticipation for the BOE's meeting where markets are looking for any potential hawkish shifts. We do not foresee the MPC to offer any meaningful tightening signals, as it considers the latest pandemic development in the UK.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.7190	5.7500	5.7687	5.7796	5.8038

### AUD/MYR



### AUD/MYR Neutral to Bullish

AUD/MYR opened 0.4% higher at 3.1242, following the strong AUD/USD rebound in the prior session. AUD/MYR is expected to benefit from the pause in USD strength, and partly supported by the higher oil prices .

	S2	S1	Indicative	R1	R2
AUD/MYR	3.0800	3.0930	3.1181	3.1200	3.1450

Source: Bloomberg, HLBB Global Markets Research

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