

24 June 2021

Global Markets Research

Mid-day Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – MYR Neutral to Bearish

USD/MYR opened 0.1% higher at 4.1665 and continued to trade steadily within a tight range. The post-FOMC USD strength and cautious sentiments continue to exert pressure on MYR but the pair is currently overbought at above-4.16 level, indicating that upside may be limited.

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	4.1640	4.1700	4.1850

MYR Crosses

EUR/MYR

EUR/MYR Neutral to Bullish



EUR/MYR opened little changed at 4.9651 as EUR/USD edged lower overnight despite the stronger services PMI. We are neutral to bullish on EUR/MYR, as the pause in USD strength coupled with the weakness in MYR and the improvement in overall Eurozone's outlook may benefit the pair for now.

	S2	S1	Indicative	R1	R2
EUR/MYR	4.9380	4.9465	4.9651	4.9773	4.9812

GBP/MYR

GBP/MYR Neutral to Bullish



GBP/MYR opened 0.1% lower at 5.8131. We are neutral to bullish on the pair mainly on MYR weakness as well as the market turning slightly bullish on GBP in anticipation for some hawkish shifts in BOE's stance.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.7500	5.7718	5.8144	5.8250	5.8500

AUD/MYR

AUD/MYR Neutral to Bullish



AUD/MYR opened little changed at 3.1521 although AUD strengthened alongside NZD overnight. AUD/MYR is expected to be supported by the pause in USD strength, the current MYR weakness and higher oil prices.

	S2	S1	Indicative	R1	R2
AUD/MYR	3.1250	3.1397	3.1551	3.1670	3.1800

Source: Bloomberg, HLBB Global Markets Research

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