28 May 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 little changed at 4.1410. We maintain our neutral to bullish outlook for the pair as heightened concerns over surging Covid-19 cases in Malaysia and some pre-weekend risk aversion may weigh on the MYR, but the pair is most likely to stay supported at just above 4.14.

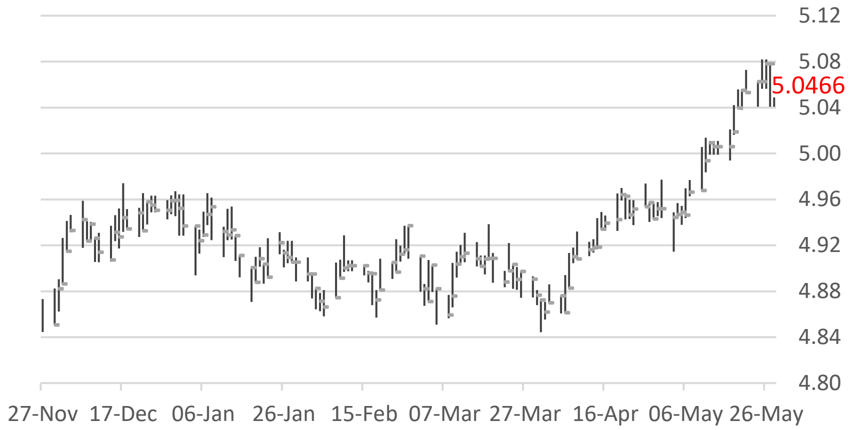
**1-Month Outlook – MYR Neutral to Bearish**

We continue to expect the dollar to remain resilient toward 2Q, in line with the increased net long position in recent weeks. USD/MYR will likely be trading at circa 4.15, within our end-2Q21 forecast, before trending down in 2H this year.

| | S2 | S1 | Indicative | R1 | R2 |
|---|---|---|---|---|---|
| USD/MYR | 4.1200 | 4.1300 | 4.1425 | 4.1550 | 4.1700 |

## MYR Crosses

### EUR/MYR




**EUR/MYR Neutral**

EUR/MYR opened unchanged at 5.0483 after a relatively muted movements in the previous session. We stay slightly constructive on the currency on market positivity and EUR's resilience, but still expect range-bound movements today. Focus shifts to the Eurozone's headline economic confidence index which is likely to join the current stack of positive data.

| | S2 | S1 | Indicative | R1 | R2 |
|---|---|---|---|---|---|
| EUR/MYR | 5.0275 | 5.0400 | 5.0466 | 5.0560 | 5.0800 |

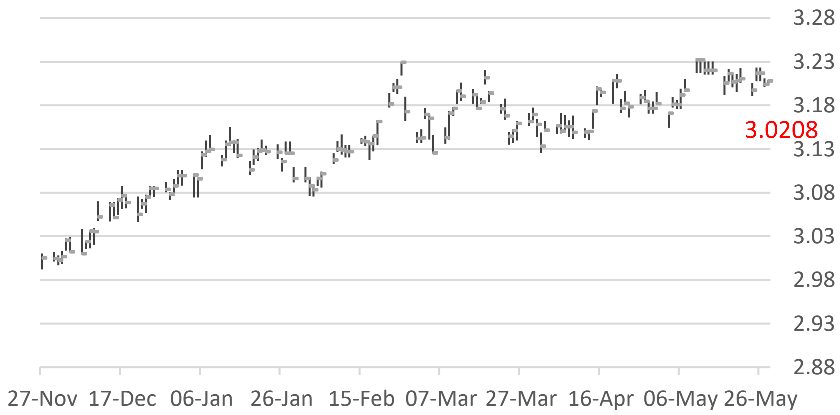
### GBP/MYR


**GBP/MYR Neutral**

GBP/MYR opened 0.6% higher at 5.8804 as the unexpected hawkish comment by a BOE officials sent the sterling higher. We look for further bids in the pair in the week ahead but expect the pair to stay grounded within a tight range in the Asian session following the higher opening. The reopening narrative expected to continue supporting GBP.

| | S2 | S1 | Indicative | R1 | R2 |
|---|---|---|---|---|---|
| GBP/MYR | 5.8015 | 5.8400 | 5.8762 | 5.8850 | 5.9000 |

### AUD/MYR




**AUD/MYR Neutral**

AUD/MYR opened little changed at 3.2056. We maintain a neutral outlook for AUD/MYR as the pair is likely to range-trade ahead of next week's RBA decision and a slew of economic data. Market looks towards RBA for any signals/decision to taper its bond buying program amid continuous domestic economic growth.

| | S2 | S1 | Indicative | R1 | R2 |
|---|---|---|---|---|---|
| AUD/MYR | 3.1820 | 3.1950 | 3.2080 | 3.2200 | 3.2350 |

*Source: Bloomberg, HLBB Global Markets Research*

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