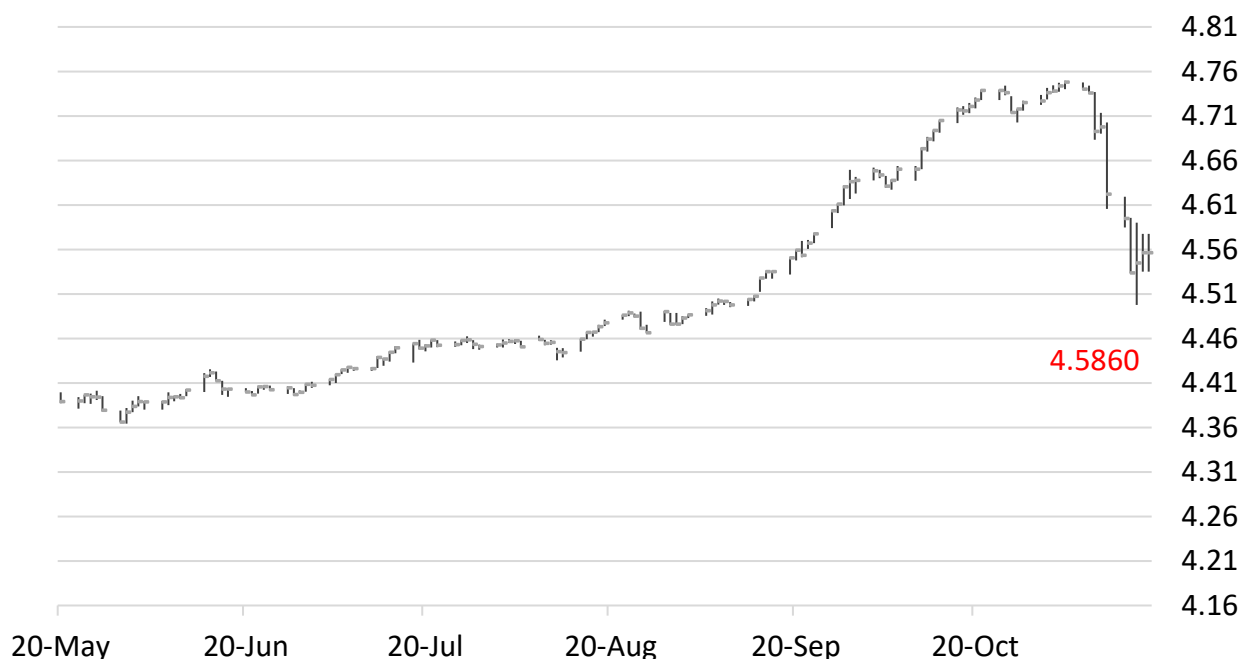


21 November 2022

Global Markets Research

Daily Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Bullish

USD/MYR opened 0.08% higher at 4.5600 and has since shot up to 4.5860 at the point of writing. We expect the MYR to trade on a weaker note today, probably back to 4.60-4.65 this week in the midst of uncertainties surrounding a hung parliament post GE15 outcome. Greenback, meanwhile, has also stayed resilient with the Dollar Index firm at the 106-handle as investors assessed tougher language from Federal Reserve speakers.

1-Month Outlook – USD/MYR Neutral-to-Bullish

MYR is expected to see some renewed weakness once consolidation in the USD dissipates and the pre-GE15 rally subsides. The USD came under pressure after softer than expected October US CPI, followed by PPI, spurred expectations the Fed would be slowing its pace of rate increases although subsequent Fed speaks reaffirmed the case of further policy tightening ahead with terminal rate in the 5.00% handle. Prospect of widening yield differential between the Fed fund rates and OPR is still expected to keep the pair in an overall bullish bias. Fed speaks have remained hawkish and the upside surprises in US retail sales data signaled resiliency in the US economy still.

	S2	S1	Indicative	R1	R2
USD/MYR	4.5400	4.5523	4.5860	4.6220	4.6470

MYR Crosses

SGD/MYR



SGD/MYR Bullish

SGD/MYR opened 0.02% lower at 3.3110 but has since spiked to 3.3287 at the point of writing. Daily outlook is bullish in anticipation of a weaker MYR battered by uncertainties surrounding a hung parliament post GE15. There are no economic numbers due to be released on both sides of the border which is expected to sway the outlook this week. Hence, the pair will likely hinge on MYR movement with more political noises ahead.

To	S2	S1	Indicative	R1	R2
SGD/MYR	3.2800	3.3060	3.3287	3.3463	3.3614

GBP/MYR

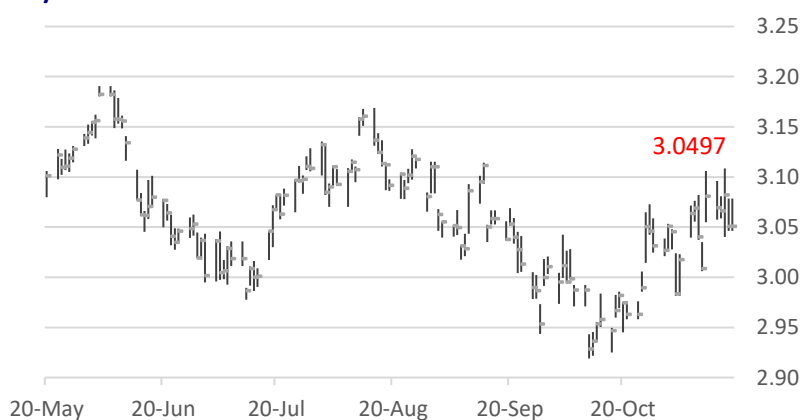


GBP/MYR Slightly Bullish

UK/MYR opened slightly lower by 0.01% at 5.4153 but has since rebounded to 5.4368 at the time of writing. Daily outlook is slightly bullish given that sterling closed Friday 0.2% stronger vis-à-vis the greenback as investors brushed off a weaker than expected rebound in UK retail sales. Similarly, this pair will also be supported by expectations of a weaker MYR this week.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.3461	5.3940	5.4368	5.4820	5.5016

AUD/MYR



AUD/MYR Neutral to Slightly Bearish

AUD/MYR opened 0.19% lower at 3.0450 but has since edged up slightly to 3.0497 at the point of writing. Daily outlook is neutral to slightly bearish on account of lower opening as well as a weak AUD vis-à-vis G10 currencies. Market jitters related to China's policy uncertainties are expected to continue keep a lid on AUD. The temporary relief from China's property and Covid restriction relaxation appears shortlived.

	S2	S1	Indicative	R1	R2
AUD/MYR	3.0156	3.0304	3.0497	3.0814	3.0984

Source: Bloomberg, HLBB Global Markets Research

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