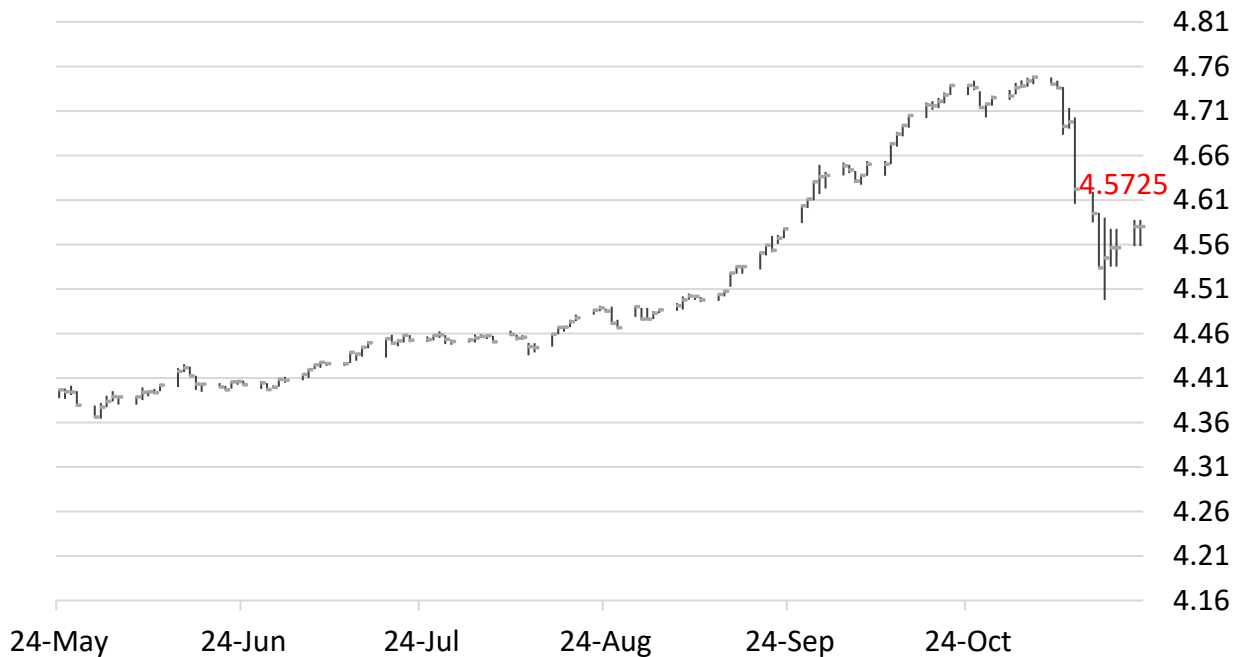


22 November 2022

Global Markets Research

Daily Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Neutral to Slightly Bearish

USD/MYR opened 0.19% lower at 4.5712, spiked above previous day's close at 4.5848 but has since retreated to 4.5725. Daily outlook is neutral to slightly bearish on account of the lower opening but downside in the pair to be capped by expectation of a weak MYR, battered by the latest elections as well as investors seeking shelter in the greenback amidst fears of tighter Covid curbs in China. Key risk for this pair would be further signals about future interest rate hikes in the FOMC minutes due to be released on 24th and on the local front, political headlines on the outcome of the formation of a coalition government.

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	4.5725	4.6220	4.6470

MYR Crosses

SGD/MYR

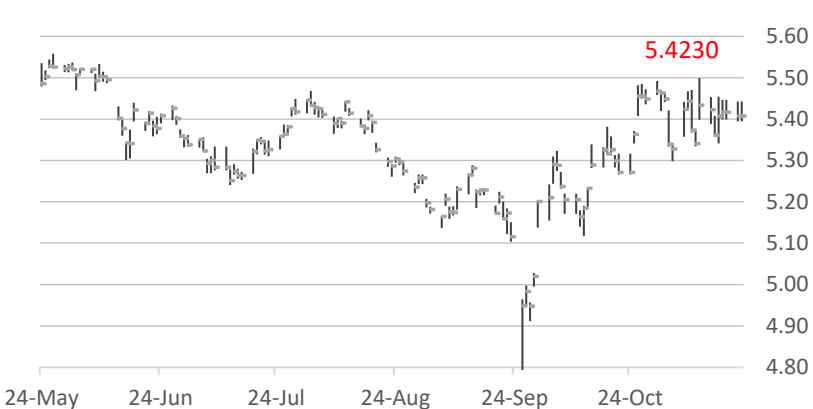


SGD/MYR Slightly Bullish

SGD/MYR opened relatively flat (+0.01%) at 3.3138, shot up to 3.3184 but has since retreated slightly to 3.3170 at the point of writing. Daily outlook is slightly bullish on MYR related risk as investors stay side line while awaiting political outcome from the negotiation.

To	S2	S1	Indicative	R1	R2
SGD/MYR	3.2800	3.3060	3.3170	3.3463	3.3614

GBP/MYR



GBP/MYR Slightly Bullish

GBP/MYR opened 0.18% higher at 5.4167 and trended higher to 5.4230 at the point of writing. Daily outlook is slightly bullish given a strong sterling vis-à-vis G10 and regional currencies. Similarly, this pair will also be supported by concerns over the political impasse today.

To	S2	S1	Indicative	R1	R2
GBP/MYR	5.3461	5.3940	5.4230	5.4820	5.5016

AUD/MYR



AUD/MYR Neutral to Slightly Bullish

AUD/MYR opened slightly lower by 0.03% at 3.0262 and hovered around 3.0281 at the point of writing. Daily outlook is neutral to slightly bullish on account of expectations of a weak MYR. AUD has also strengthened vis-à-vis G10 and regional currencies but remains vulnerable to market jitters related to China's policy uncertainties.

To	S2	S1	Indicative	R1	R2
AUD/MYR	2.9959	3.0156	3.0281	3.0814	3.0984

Source: Bloomberg, HLBB Global Markets Research

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