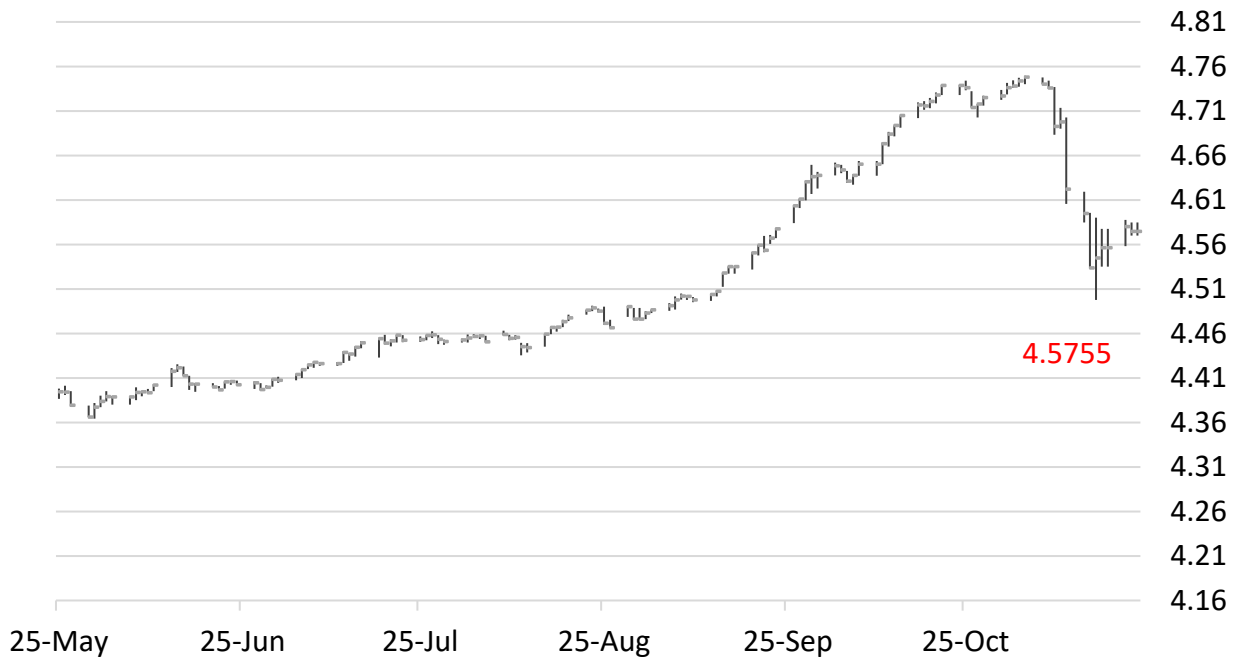


23 November 2022

Global Markets Research

Daily Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Neutral to Slightly Bullish

USD/MYR opened 0.04% lower at 4.5725 but has since retraced above yesterday's closing at 4.5755 at the point of writing. Daily outlook is neutral to slightly bullish. While the Dollar Index has retreated slightly back to the 107-handle overnight amidst lower Treasury yield, similar trend is observed for the MYR. With uncertainty continue to cloud the political arena today with the delay in the formation of the government, this impasse essentially means that MYR is expected to stay weak pending greater clarity.

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 rats 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	4.5755	4.6220	4.6470

MYR Crosses

SGD/MYR

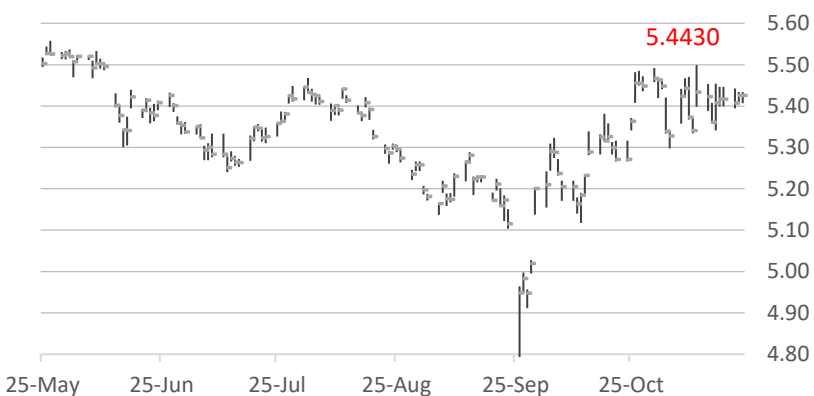


SGD/MYR Neutral to Slightly Bullish

SGD/MYR opened 0.08% higher at 3.3232 but has since retreated to 3.3209 at the point of writing. Daily outlook is neutral to slightly bullish as investors remain cautious with the MYR given the political risk. However, any gain to this pair could be capped by the softer-than initially expected Singapore 3Q GDP, as reflected by the retreat in SGD this morning.

To	S2	S1	Indicative	R1	R2
SGD/MYR	3.2800	3.3060	3.3209	3.3463	3.3614

GBP/MYR

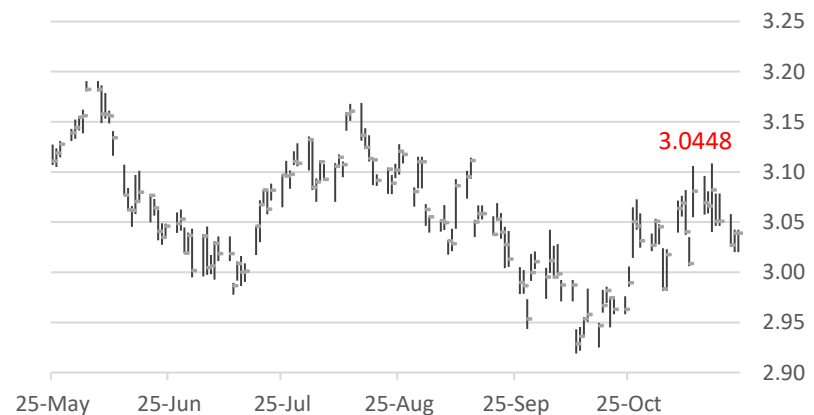


GBP/MYR Slightly Bullish

GBP/MYR opened 0.24% higher at 5.4385 and has strengthened further to 5.4430. Daily outlook for this pair is slightly bullish on the back of the higher opening as well as a strong sterling vis-à-vis the USD as data showed Britain's government borrowed less than expected in October.

To	S2	S1	Indicative	R1	R2
GBP/MYR	5.3461	5.3940	5.4430	5.5016	5.5338

AUD/MYR



AUD/MYR Slightly Bullish

AUD/MYR opened 0.05% higher at 3.0405 and strengthened to 3.0448 at the point of writing. Daily outlook is slightly bullish as revival in risk appetite has helped lift the Australian dollar. As mentioned earlier, MYR could stay weak until Malaysia's political cloud is removed.

To	S2	S1	Indicative	R1	R2
AUD/MYR	2.9959	3.0156	3.0448	3.0814	3.0984

Source: Bloomberg, HLBB Global Markets Research

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