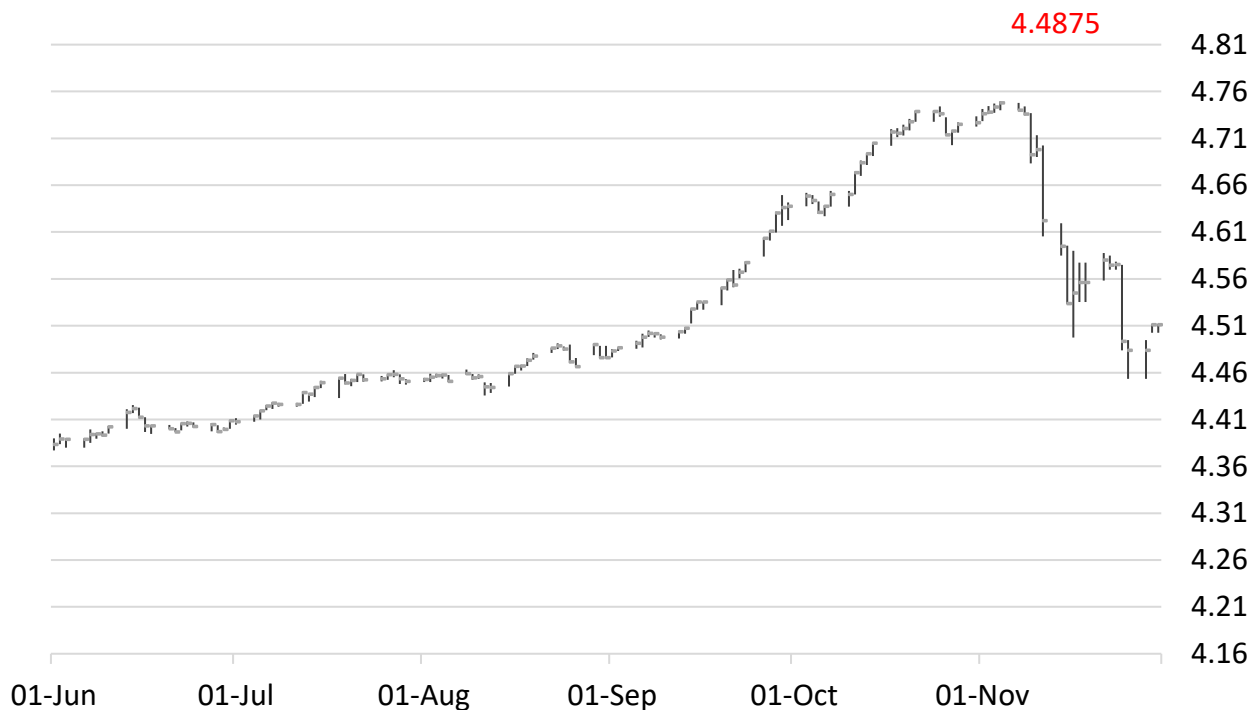


30 November 2022

Global Markets Research

Daily Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Slightly Bearish

USD/MYR opened relatively flat (-0.02%) at 4.5100 but trended lower to 4.4875. We are slightly bearish for this pair given renewed USD weakness against the majors this morning and broad MYR strength against all the major as well as regional currencies. We believe that investors will generally stay pat, watching out for the slew of economic data releases due this week as well as Federal Reserve Chair Jerome Powell’s scheduled speech at the Hutchins Center on Fiscal and Monetary Policy at Brookings on Wednesday for clues into whether the central bank will slow or stop interest rate hikes.

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	4.4780	4.4820	4.4875	4.5060	4.5180

MYR Crosses

SGD/MYR

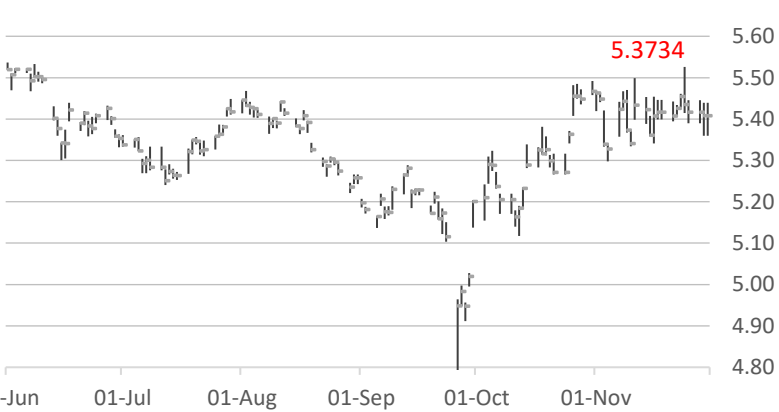


SGD/MYR Neutral-to-Slightly Bearish

SGD/MYR opened 0.14% lower at 3.2787 and has trended lower to 3.2655 at the point of writing. We are neutral-to-slightly bearish for this pair on the back MYR strength while SGD drifted lower against major and regional currencies ahead of the Singapore PMI due to be released on Friday.

To	S2	S1	Indicative	R1	R2
SGD/MYR	3.2602	3.2633	3.2655	3.2710	3.2748

GBP/MYR



GBP/MYR Neutral-to-Slightly Bearish

GBP/MYR opened 0.38% lower at 5.3870 and drifted to 5.3734 at the point of writing. Daily outlook is neutral-to-slightly bearish amid MYR strength. This could, however, be capped by GBP strength vis-à-vis G10 currencies. As mentioned, we expect most investors to stay sideline ahead of Jerome Powell's speech on Wednesday as well as in anticipation of major US economic data release due this week.

To	S2	S1	Indicative	R1	R2
GBP/MYR	5.2936	5.3336	5.3734	5.3851	5.3944

AUD/MYR



AUD/MYR Slightly Bearish

AUD/MYR opened 0.57% lower at 3.0135 and is currently trading lower at 3.0014 at the point of writing. We are slightly bearish for this pair given that AUD is consolidating against most regional and major currencies after being one of the best performing major currencies yesterday. The surprised pullback in inflation numbers also does not support the pair.

To	S2	S1	Indicative	R1	R2
AUD/MYR	2.9328	2.9668	3.0014	3.0094	3.0180

Source: Bloomberg, HLBB Global Markets Research

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