

4 July 2025

Global Markets Research

Midday Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Neutral-to-Slightly Bullish

USD/MYR opened flat at 4.2215 before trending up to 4.2358 at the point of writing. Daily outlook is neutral-to-slightly bullish after Dollar strengthened overnight following the bumper jobs data and jump in Treasury yields. Just a recap, data releases saw NFP rising by 147k in June, versus 144k in May and the 106k consensus had anticipated, sending traders paring rate cut bets and pushing back expectations for the next rate cut to the October FOMC meeting. ISM Services index also surprised slightly on the upside. It will be an empty economic calendar for Malaysia today, and with US markets closed for Independence Day.

1-Month Outlook – USD/MYR Neutral-to-Slightly Bearish

We prefer to stay neutral-to-slightly bearish on USD/MYR as we expect the recent Dollar weakness to have more legs to run, as lingering concerns over the outcome of the trade negotiations and its repercussions on US growth will also continue to weigh on sentiment for the greenback but that said, divergence in the policy tones between the Fed and BNM recently, namely a wait-and-see hawkish stance for the Fed and a dovish tweak for BNM, suggests a possibility of widening interest rate differential for the two policy rates, will likely cap losses for this pair. As it is, US labour market indicators remain decent for now while inflation prints have softened, giving FOMC leeway to stay the course, and potentially pushing back rate cuts to the later part of this year. With this, we are pencilling in 2 quarter point cuts in 2H for the US, but on the domestic front, the dovish tweaks in policy tone suggests a 25bps OPR cut in the 2H of 2025.

	S2	S1	Indicative	R1	R2
USD/MYR	4.2108	4.2161	4.2358	4.2417	4.2767

USD/SGD

USD/SGD Neutral

USD/SGD opened flat at 1.2753, slid to as low as 1.2739 before rebounding to 1.2756 at the point of writing. That said, the pair appears to face resistance breaking above the 1.2758 level this morning, and as such, we have a neutral outlook for this pair today.



	S2	S1	Indicative	R1	R2
USD/SGD	1.2680	1.2717	1.2756	1.2788	1.2822

MYR Crosses

SGD/MYR

SGD/MYR Neutral-to-Slightly Bullish

SGD/MYR opened 0.11% lower at 3.3132, but pared its losses and more to trade up at 3.3214 at the point of writing. Daily outlook is thus, neutral-to-slightly bullish, facing resistance at 3.3241 (R1). No economic data is on deck this week, but we will be watching out for policy decisions on both sides of the border later in the month.



	S2	S1	Indicative	R1	R2
SGD/MYR	3.3077	3.3124	3.3214	3.3241	3.3338

GBP/MYR

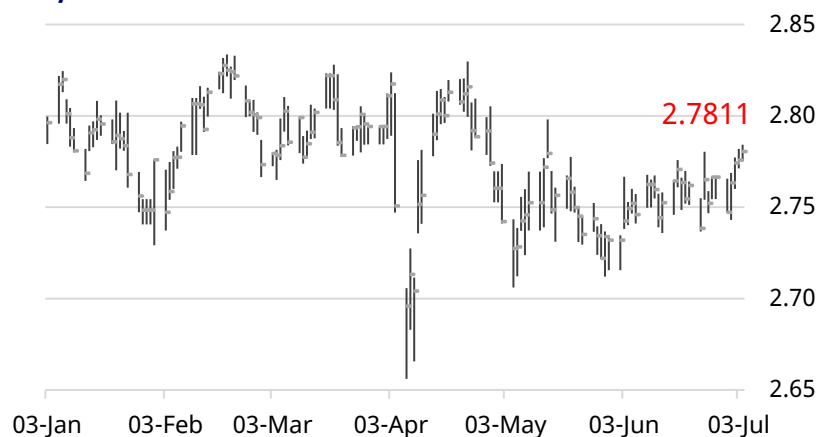
GBP/MYR Neutral-to-Slightly Bullish

GBP/MYR opened 0.07% higher at 5.7689 and strengthened further to 5.7812 at the point of writing. Daily outlook is neutral-to-slightly bullish after GBP/USD rebounded overnight after Prime Minister Keir Starmer allayed fears of a Reeves exit. Economic data remains on the quiet front for the UK, with the next hurdle being May's monthly GDP due end next week.



	S2	S1	Indicative	R1	R2
GBP/MYR	5.7430	5.7539	5.7812	5.7828	5.8027

AUD/MYR



AUD/MYR Neutral-to-Slightly Bullish

AUD/MYR opened 0.03% higher at 2.7763 and traded up to 2.7811 at the point of writing. Daily outlook is neutral-to-slightly bullish as traders temper rate cut bets ahead of the RBA meeting next week after the stronger than expected household spending data released on the Aussie front this morning.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.7655	2.7706	2.7811	2.7869	2.7976

Source: Bloomberg, HLBB Global Markets Research

Hong Leong Bank Berhad²

Fixed Income & Economic Research, Global Markets
Level 8, Hong Leong Tower
6, Jalan Damanlela
Bukit Damansara
50490 Kuala Lumpur
Tel: 603-2081 1221
Fax: 603-2081 8936
Email:

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