

11 June 2025

Global Markets Research

Midday Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Neutral

USD/MYR opened 0.10% lower at 4.2347, traded within the 4.2315-4.2390 range before settling little changed at 4.2340 at the point of writing. Daily outlook is neutral as we expect trading to be largely muted as investors await the upcoming US CPI and outcome from the trade negotiations between US and China. Malaysia will see the release of April's industrial production number at noon today and we expect an uptick to start off 2Q on a firm note. In any case, focus will be on US CPI readings tonight, and expectation is for a higher reading for both the headline and core numbers, hence reaffirming the Fed's wait and see policy stance.

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 odd of a 25bps OPR cut in the 2H of 2025.

	S2	S1	Indicative	R1	R2
USD/MYR	4.2232	4.2308	4.2340	4.2397	4.2438

USD/SGD

USD/SGD Neutral

USD/SGD opened flat at 1.2864 for a second day and was seen trading little changed at 1.2863 at the point of writing. Daily outlook is neutral, likely to trade within a narrow range of 1.2851-1.2874, amid lack of fresh catalysts and as markets await further development on US-China trade negotiations.



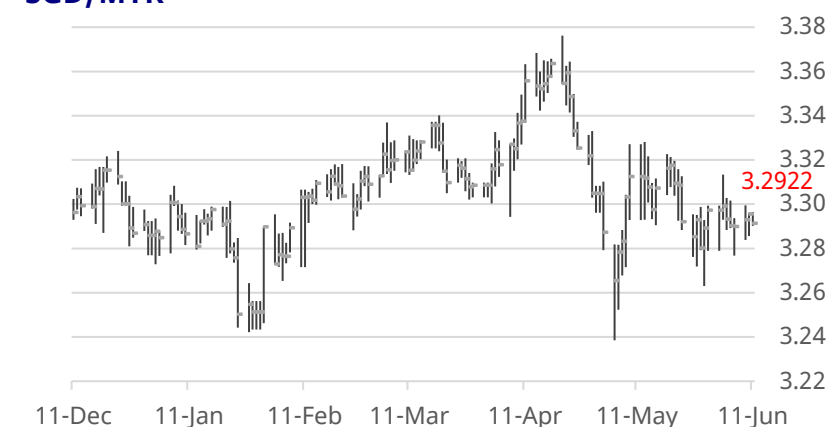
	S2	S1	Indicative	R1	R2
USD/SGD	1.2841	1.2851	1.2863	1.2874	1.2890

MYR Crosses

SGD/MYR

SGD/MYR Neutral

SGD/MYR opened 0.03% higher at 3.2964 but pulled back to 3.2922 at the point of writing. Daily outlook is neutral as both MYR and SGD are expected to rangetrade ahead of US CPI tonight, while Malaysia IPI is not expected to move the pair in any significant way.



	S2	S1	Indicative	R1	R2
SGD/MYR	3.2820	3.2897	3.2922	3.2967	3.3000

GBP/MYR

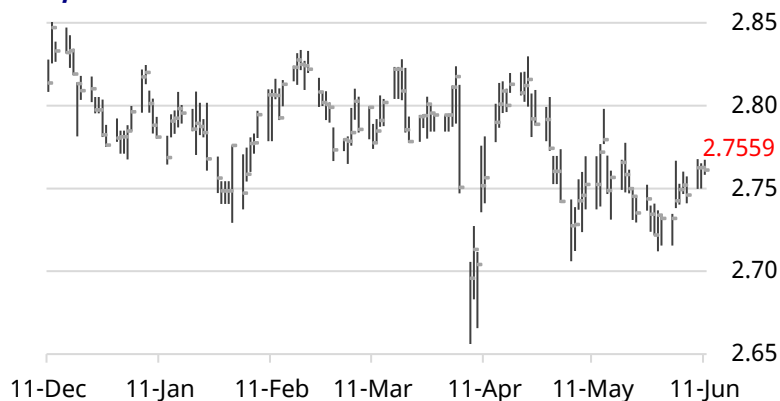
GBP/MYR Neutral-to-Slightly Bearish

GBP/MYR opened 0.12% higher at 5.7259 but slipped to 5.7126 at the point of writing. Daily outlook is neutral-to-slightly bearish on a weaker GBP/USD outlook today following the slew of softer UK job data overnight. However, downside is expected to be capped at 5.7058 (S1) today, which is a key support level in our view.



	S2	S1	Indicative	R1	R2
GBP/MYR	5.6985	5.7058	5.7126	5.7332	5.7405

AUD/MYR



AUD/MYR Neutral-to-Slightly Bearish

AUD/MYR opened 0.18% higher at 2.7674 but retreated to 2.7559 at the point of writing. Daily outlook is neutral-to-slightly bearish as the MYR appeared to be performing better today vis-à-vis the AUD and commodity crosses are seen remaining under pressure this morning. We however cautioned that any positive concrete deal out of the US-China trade talk could reinvigorate AUD bulls, hence limiting downside for this pair.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.7464	2.7524	2.7559	2.7645	2.7669

Source: Bloomberg, HLBB Global Markets Research

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