

5 July 2024

**Global Markets Research**

**Daily Currency Outlook**

**USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

**Intraday Thoughts – Neutral**

USD/MYR opened flat at 4.7090, traded within a tight range of 4.7070-4.7110 before settling at 4.7087 at the point of writing. We have a neutral outlook for this pair today, eyeing a trading range between 4.7048-4.7128 as we expect investors to stay cautious ahead of the non-farm payroll data today. As it is, consensus is expecting gains in the non-farm payroll to slow to 190k in June from 272k previously, but the unemployment rate to hold steady at 4.0% for the month.

**1-Month Outlook – USD/MYR Neutral**

The USD/MYR outlook is neutral as the upside for the DXY appeared to have peaked with the recent rise in the Dollar, amidst cooling-but-still resilient signs of a labour market, forward looking data that suggests gradual weakening in economic conditions in 2Q, but also an uneven disinflation path which should keep rate cut expectations and marked weakening in the Dollar, in check. Domestically, MYR will be supported by expectations for an extended pause in the OPR, as recovery in exports, sustained domestic demand and upside risk to inflation amid imminent subsidy cuts should shield BNM from any OPR cut. The ongoing tension in the Middle-east could benefit both the USD and MYR, the latter benefitting from the higher oil prices, while the former benefitting from a safe-haven bid in the forex market.

	S2	S1	Indicative	R1	R2
USD/MYR	4.7008	4.7048	4.7087	4.7128	4.7168

## USD/SGD



### USD/SGD Neutral-to-Slightly Bearish

USD/SGD opened flat at 1.3519 and slid to 1.3509 at the point of writing. Daily outlook is neutral-to-slightly bearish, hit by double-whammy of USD weakness and SGD strength, and support levels seen at 1.3496 (S1) and 1.3476 (S2) respectively. Besides US NFP, we will be watching out for Singapore's retail sales, where expectations is that it will rebound to +0.2% y/y in May from -1.2% y/y previously.

	S2	S1	Indicative	R1	R2
USD/SGD	1.3479	1.3496	1.3509	1.3518	1.3527

## MYR Crosses

### SGD/MYR

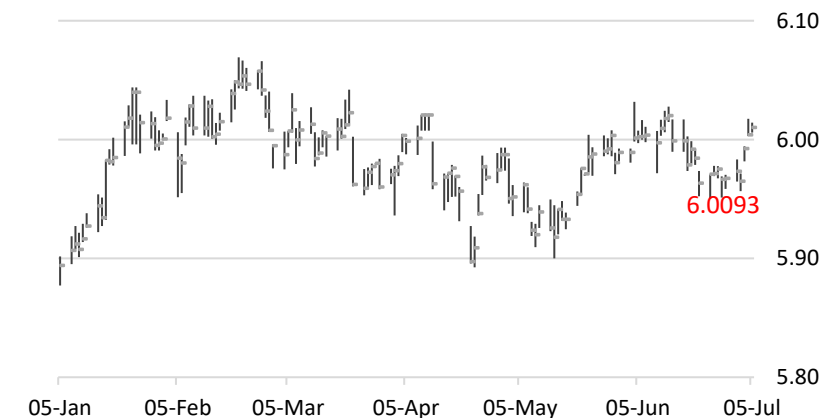


### SGD/MYR Neutral-to-Slightly Bullish

SGD/MYR opened flat at 3.4841, whipsawed within the 3.4832-3.4881 level before settling at 3.4859 at the point of writing. Daily outlook is neutral-to-slightly bullish on SGD strength, facing resistance at 3.4906 (R1) and 3.4955 (R2) respectively.

	S2	S1	Indicative	R1	R2
SGD/MYR	3.4759	3.4808	3.4859	3.4906	3.4955

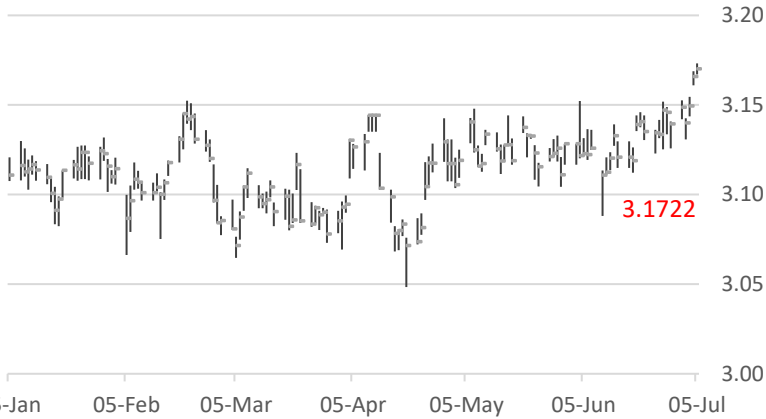
### GBP/MYR



### GBP/MYR Neutral-to-Slightly Bullish

GBP/MYR opened 0.06% higher at 6.0072 and strengthened to 6.0093 at the point of writing. Daily outlook is neutral-to-slightly bullish as GBP/USD appears to be well supported around the 1.2760 level. Meanwhile, UK's exit poll confirms what the markets had factored all along, a landslide victory for the Labour party.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.9939	6.0021	6.0093	6.0187	6.0270

**AUD/MYR**
**AUD/MYR Neutral-to-Slightly Bullish**


AUD/MYR opened 0.04% higher at 3.1670 and strengthened to 3.1722 at the point of writing. Daily outlook is neutral-to-slightly bullish as the AUD/IUSD held its ground above 0.6700 at the point of writing, and strengthened against other G10 and regional currencies.

	S2	S1	Indicative	R1	R
AUD/MYR	3.1582	3.1644	3.1722	3.1768	3.1830

Source: Bloomberg, HLBB Global Markets Research

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