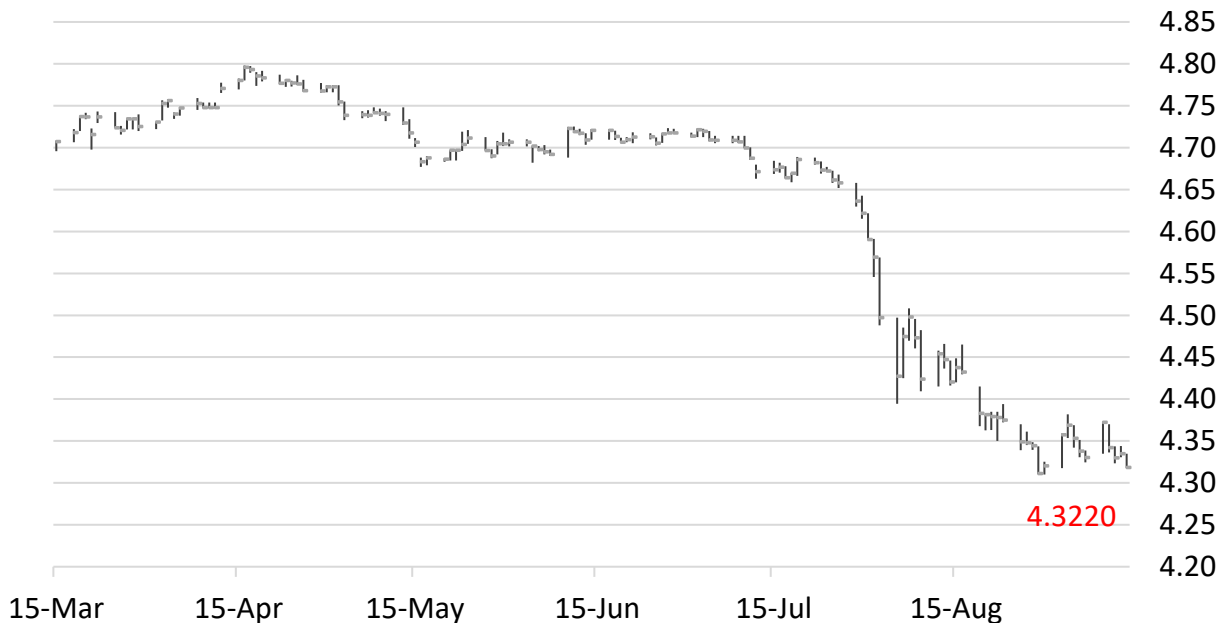


13 September 2024

Global Markets Research

Daily Currency Outlook

**USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

**Intraday Thoughts – Neutral-to-Slightly Bearish**

USD/MYR opened flat at 4.3350 and slid to 4.3220 at the point of writing. Daily outlook is neutral-to-slightly bearish today given USD weakness this morning, mirroring overnight DXY’s movement and as the latest PPI reaffirmed expectations of a 25bps rate cut next week. Today, we will see import prices and consumer sentiment prints coming from the US, with the key risk from any unexpected retreat in the University of Michigan Sentiment data from 67.9 previously (consensus: 68.5) or any surge in inflation expectations.

**1-Month Outlook – USD/MYR Neutral-to-Slightly Bullish**

The USD/MYR outlook is neutral as the pair consolidates after the recent MYR rally, which will more than offset expectations of broad USD weakness going forward, the latter weighed down by a cooling labour prints, further signs of disinflation, gradual weakening in economic conditions in 3Q and more importantly, strongest ever signals for a September rate cut. This kept market pencilling in 25-50bps rate cuts in the September FOMC meeting and at least 4 rate cuts by end-2024 at the point of writing, narrowing the interest rate differentials between the US and Malaysia. This is, however, more aggressive than our expectations of 25bps in September and 75bps by end 2024, thus explaining our view that the USD will remain supported. Domestically, MYR will be supported by expectations for an extended pause in the OPR, as favourable growth prospects should shield BNM from any OPR cut.

	S2	S1	Indicative	R1	R2
USD/MYR	4.2891	4.3064	4.3220	4.3410	4.3583

### USD/SGD

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

USD/SGD opened flat at 1.3013 and retreated to 1.2999 at the point of writing. Daily outlook is neutral-to-slightly bearish given USD weakness today, but losses will likely be capped by support levels at 1.2966 (S1) and 1.2928 (S2) respectively.



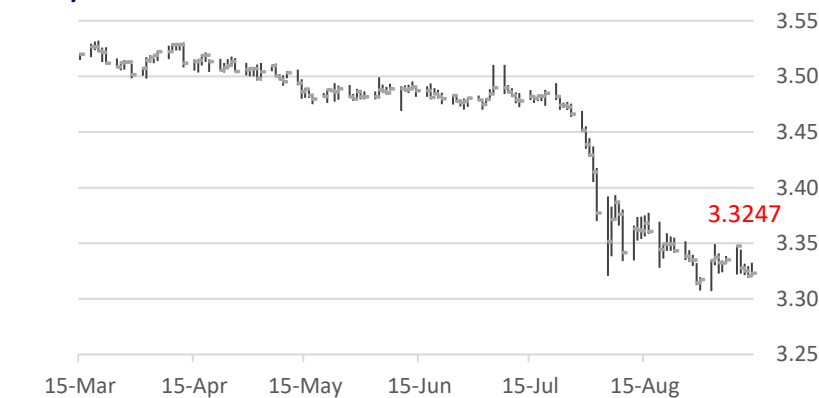
	S2	S1	Indicative	R1	R2
USD/SGD	1.2928	1.2966	1.2999	1.3019	1.3042

### MYR Crosses

#### SGD/MYR

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

SGD/MYR opened 0.36% higher at 3.3330 but quickly pared some of its gains to trade at 3.3247 at the point of writing. Daily outlook is neutral-to-slightly bullish given the higher opening, but we expect gains to narrow throughout the day as a risk-on environment will benefit the MYR rather than SGD today.

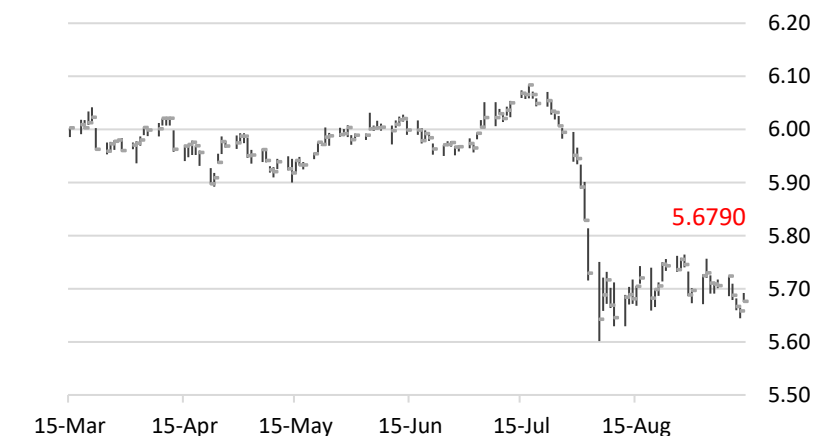


	S2	S1	Indicative	R1	R2
SGD/MYR	3.3047	3.3155	3.3247	3.3370	3.3478

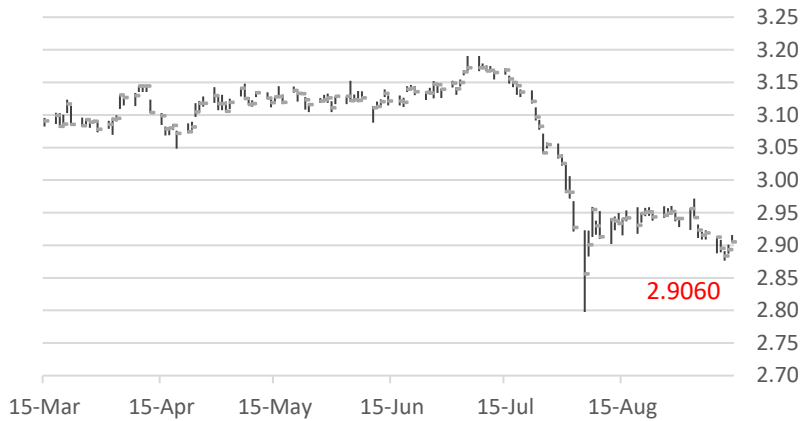
#### GBP/MYR

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

GBP/MYR opened 0.60% higher at 5.6916 but nearly halved its gains to trade at 5.6790 at the point of writing. Daily outlook is neutral-to-slightly bullish given the higher opening this morning and as GBP/USD drifts higher to above the 1.3000 handle at the point of writing. There is not much on the economic calendar to sway this pair until UK's CPI print next week.



	S2	S1	Indicative	R1	R2
GBP/MYR	5.6476	5.6647	5.6790	5.6989	5.7160

**AUD/MYR**

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

AUD/MYR opened 0.76% higher at 2.9153 but quickly erased some of these gains to trade at 2.9060 at the point of writing. Daily outlook is neutral-to-slightly bullish given the jump in opening and as AUD/USD rose to 0.6726 at the point of writing, facing R1 and R2 at 2.9200 and 2.9320 respectively. It will be an empty economic calendar on both fronts today, but we will be watching a slew of economic data from China this weekend which could dampen appetite for AUD on Monday.

	S2	S1	Indicative	R1	R2
AUD/MYR	2.8842	2.8962	2.9060	2.9200	2.9320

Source: Bloomberg, HLBB Global Markets Research

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