

13 November 2024

**Global Markets Research**

**Daily Currency Outlook**

**USD/MYR**



Source: Bloomberg, HLBB Global Markets Research

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

USD/MYR opened flat at 4.4383 before trending up to 4.4425 at the point of writing. Daily outlook is neutral-to-slightly bullish as we expect USD to be largely supported by the spike in UST yields overnight as well as less dovish comments from Fed’s Neel Kashkari, who said that incoming inflation print could derail a December rate cut. As it is, consensus is expecting headline to tick up 0.2ppts to 2.6% in October, while core holds steady at 3.3% y/y.

**1-Month Outlook – USD/MYR Neutral**

The USD/MYR outlook is neutral as traders continue to trade cautiously in the USD on uncertainties over the pace of rate cuts especially in view of Trump’s potentially inflationary policies going forward and softer, but still resilient labour data released recently. That said, we believe increasing odds of a slower pace of Fed rate cuts especially going into 2025, will limit downside in the USD going forward. On the domestic front, the delay in the implementation of RON95 subsidy retargeting to mid-2025 will further push back upside risks to inflation, reaffirming our view for an extended pause in the OPR probably through next year. The prospects of narrowing in rate differentials, favourable economic outlook and domestic reforms, ongoing initiatives to encourage flows, will continue to support the MYR, despite likelihood of near-term volatility in the midst of political and policy noises in the US.

	S2	S1	Indicative	R1	R2
USD/MYR	4.4333	4.4379	4.4425	4.4472	4.4519

### USD/SGD



#### USD/SGD Neutral

USD/SGD opened flat at 1.3382, traded within the 1.3367-1.3398 before settling at 1.3376 at the point of writing. We prefer to stay neutral ahead of the US CPI print today. With this, we are eyeing trading range between 1.3363-1.3394 for this pair today.

	S2	S1	Indicative	R1	R2
USD/SGD	1.3339	1.3363	1.3376	1.3394	1.3411

### MYR Crosses

#### SGD/MYR

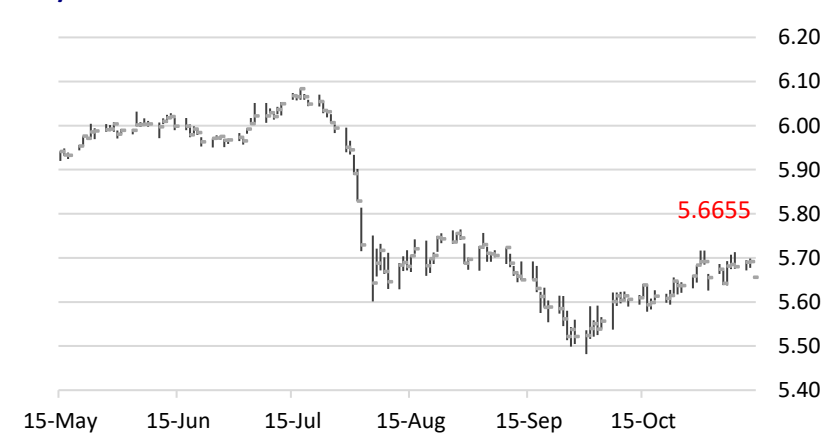


#### SGD/MYR Neutral-to-Slightly Bullish

SGD/MYR opened 0.01% higher at 3.3164 before strengthening to 3.3216 at the point of writing. Daily outlook is neutral-to-slightly bullish given the upper trajectory post opening as well as expectations that a cautious investment environment will largely be supportive of SGD rather than MYR today.

	S2	S1	Indicative	R1	R2
SGD/MYR	3.3032	3.3097	3.3216	3.3264	3.3380

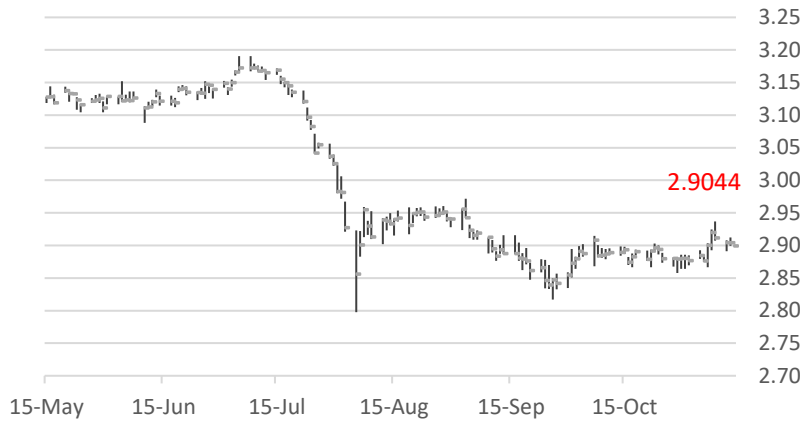
#### GBP/MYR



#### GBP/MYR Slightly Bearish

GBP/MYR opened 0.62% lower at 5.6561 and pared some of these losses to trade at 5.6655 at the point of writing. Daily outlook is slightly bearish after appetite for GBP was dented by its softer labour prints overnight, with support levels seen at 5.6583 (S1) and 5.6475 (S2) respectively today. Next on deck will be its preliminary 3Q GDP due end of the week, where consensus is expecting it to moderate to +0.2% q/q from +0.3% q/q previously.

	S2	S1	Indicative	R1	R2
GBP/MYR	5.6475	5.6583	5.6655	5.7008	5.7099

**AUD/MYR**

**AUD/MYR Neutral**

AUD/MYR opened 0.15% lower at 2.8994 before rebounding to 2.9044 at the point of writing, just a shade higher from its previous close. Daily outlook is neutral with the lower opening offset by a stronger AUD this morning, which saw AUD/USD trading in the green at 0.6534 at the point of writing, supported by a jump in its sovereign bond yields

	S2	S1	Indicative	R1	R2
AUD/MYR	2.8804	2.8928	2.9044	2.9107	2.9176

Source: Bloomberg, HLBB Global Markets Research

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