

25 September 2024

Global Markets Research

Daily Currency Outlook

USD/MYR



Source: Bloomberg, HLBB Global Markets Research

Intraday Thoughts – Neutral-to-Slightly Bullish

USD/MYR opened 0.04% lower at 4.1563 and plunged during early Asian trading to as low as 4.1060 before recovering slightly to 4.1258 at the point of writing. Daily outlook from here is neutral-to-slightly bullish with the pair now deep in oversold territory and may correct higher. The USD may also see some support on the continued rise in geopolitical tensions on the Middle Eastern front. In terms of economic data, its quiet domestically with no releases scheduled for the day ahead, while later tonight in the US, only new home sales and mortgage applications data are on the deck. Immediate support for the pair today comes in at 4.1050 (S1), while some resistance is likely above towards the 4.1500 (R1) area.

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

The USD/MYR outlook is neutral-to-slightly bullish as the pair consolidates after the recent MYR rally, which has seen it move into oversold conditions. While expectations of broad USD weakness going forward should continue to play out in the medium term, with the currency weighed down by a cooling labour prints, further signs of disinflation and a gradual weakening in economic conditions, the USD could regain some ground in the short term. The Fed reduced interest rates by 50bps at the September FOMC meeting and indicated more cuts to come this year, with the dot plot pointing to a further reduction of another 50bps for the rest of the year. The market though is pricing in nearly another three 25bps cuts for the remaining 2 FOMC meetings for the year, and an adjustment to this pricing could lend some support to the USD in the near term. Domestically, the MYR will be supported by expectations for an extended pause in the OPR.

	S2	S1	Indicative	R1	R2
USD/MYR	4.0807	4.1050	4.1258	4.1500	4.1773

USD/SGD



USD/SGD Neutral

USD/SGD opened flat at 1.2835 and inched lower in early trading to stand at 1.2832 at the point of writing. Daily outlook for the pair today is neutral, with no Singaporean economic releases scheduled. Trading in the pair should be contained in the range of 1.2810 (S1) and 1.2858 (R1) for the day.

	S2	S1	Indicative	R1	R2
USD/SGD	1.2786	1.2810	1.2832	1.2858	1.2882

MYR Crosses

SGD/MYR



SGD/MYR Neutral-to-Slightly Bullish

SGD/MYR opened 0.49% higher at 3.2422 but gave up all its gains and more to stand at 3.2148 at the point of writing. Daily outlook from the current levels is neutral-to-slightly bullish for the day, with no economic releases on either front, and the cross looking massively oversold. Immediate support for the cross comes in at 3.1957 (S1) today, while some resistance is likely topside at 3.2361 (R1).

	S2	S1	Indicative	R1	R2
SGD/MYR	3.1785	3.1957	3.2148	3.2361	3.2593

GBP/MYR



GBP/MYR Neutral

GBP/MYR opened 0.30% higher at 5.5785 but plunged to 5.5356 at the point of writing as the USDMYR came off. Daily outlook from the current level is neutral, with no economic data scheduled in either jurisdiction today. Support for the cross comes in at 5.5040 (S1) today, while some resistance can be expected at 5.5700 (R1).

	S2	S1	Indicative	R1	R2
GBP/MYR	5.4757	5.5040	5.5356	5.5700	5.6081

AUD/MYR

AUD/MYR Neutral

AUD/MYR opened 0.83% higher at 2.8693 but gave up its gains in its entirety to trade at 2.8440 at the point of writing. Daily outlook for the cross is neutral from current levels, no surprises in the Australian August CPI number this morning, which eased as expected. Resistance on top comes in at 2.8609 (R1) today, while strong support is likely to emerge at 2.8241 (S1).

	S2	S1	Indicative	R1	R2
AUD/MYR	2.8102	2.8241	2.8440	2.8609	2.8838

Source: Bloomberg, HLBB Global Markets Research

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