

20 October 2020

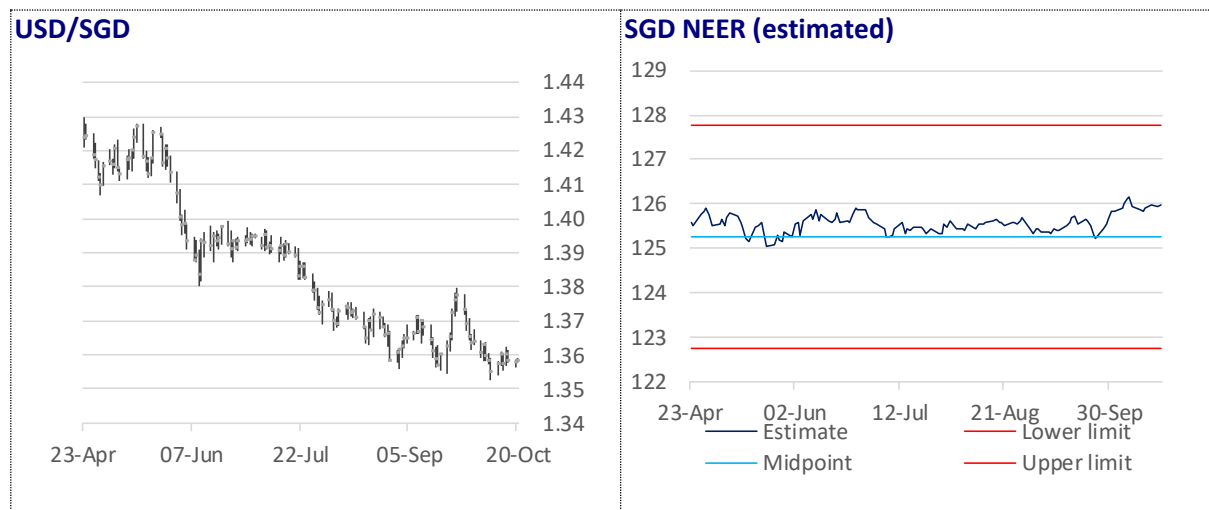
Global Markets Research

Currency Outlook

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1-Week Outlook – SGD Neutral-to-Bullish

USD/SGD has been relatively range bound around 1.3580 since Thursday 16 October. We expect pair to mostly trade within a range of 1.3527-1.3640 for now. Some modest strength is likely if the CNY or CNH strengthens further, spilling over to other Asia currencies. Macro outlook will likely be secondary as global market focus turns to US stimulus talks. Pair may see an upside bias if risk aversion returns in contrast.

1-Month Outlook – SGD Neutral-to-Bullish

With the MAS decision now behind us, SGD will likely trade in line with fundamentals – i.e. external demand and domestic economy. We see SGD doing slightly better than other G10 and Asia currencies during periods of market recovery. A risk averse mood (which is likely to happen in October) may threaten with some SGD reversal. We stick to our forecast of 1.34 by end-2020, if volatility tapers off after November.

	S2	S1	Prev. Close	R1	R2
USD/SGD	1.3482	1.3525	1.3582	1.3787	1.3850

SGD Crosses – 1 Week View



All charts and tables source: Bloomberg, HL Bank

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