

Bank Dhofar Morning Market Update



Date: 06/05/25

Global Update

The dollar snapped two days of declines on stronger US economic data, helping ease outsized moves in Asian currencies. A gauge of the greenback rose 0.2% after data showed activity at US service providers accelerated in April, prompting traders to price in slightly less easing by the Federal Reserve. Equity-index futures for the S&P 500 dropped 0.2% after the index halted its longest rally in about 20 years. There’s no cash trading in Treasuries during the Asian day as Japan is closed for a holiday. President Donald Trump’s aggressive trade talk has rattled markets since he took office in January, undermining the dollar’s traditional haven role in times of stress and leading investors to allocate away from US assets. Optimism about trade deals to lower US tariffs has led to a surge in Asian currencies recently, prompting central bankers from Taiwan to Hong Kong to respond by intervening in the market. West Texas Intermediate crude rose 1.5% to \$58 a barrel. Spot gold rose 0.8% to \$3,360.57 an ounce. Copper rises in early Asian trading as investor sentiment improves amid hints of a thaw in U.S.-China trade tensions and potential trade talks. Meanwhile, demand for copper has been supported by declining inventories in China, Gelin Dahua Futures analysts say in commentary. Prices remain rangebound, with a slightly bullish bias, Gelin Dahua adds. The three-month LME copper contract is 0.7% higher at \$9,431.00 a ton.



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		Last Price	Previous Day Close
EURUSD	1.1315	1.1325	1.1280	O/N SOFR	4.360	4.390
GBPUSD	1.3297	1.3306	1.3260	1 month SOFR	4.332	4.332
USDJPY	143.70	144.2800	143.56	3 month SOFR	4.260	4.260
USDINR	84.28	84.40	84.26	6 months SOFR	4.083	4.083
USDCNY	7.2377	7.2387	7.2211	12 month SOFR	3.762	3.762
USDCHF	0.8222	0.8254	0.8217	3 years IRS	3.521	3.519
AUDUSD	0.6468	0.6470	0.6443	5 years IRS	3.580	3.564

The Taiwanese dollar gained 0.3% following its biggest surge since the 1980s on Monday. The yen weakened slightly while the Malaysian ringgit

S&P 500 futures fell 0.2% as of 1:01 p.m. Tokyo time. Australia’s S&P/ASX 200 was little changed. Hong Kong’s Hang Seng rose 0.7%. The Shanghai

depreciated 0.8%. Oil climbed from the lowest close in four years while gold steadied after a 3% surge in the prior session. The Bloomberg Dollar Spot Index rose 0.1%. The euro was little changed at \$1.1316. The Japanese yen was little changed at 143.79 per dollar. The offshore yuan fell 0.2% to 7.2188 per dollar.

Composite rose 0.9%. Euro Stoxx 50 futures fell 0.1%. Australia's 10-year yield advanced six basis points to 4.32%. Treasury yields ended Monday higher, their third straight increase, after stronger-than-expected ISM services report for April and a heavy corporate new-issue calendar. Session highs were reached shortly after the 3-year note auction, the first coupon sale of the May-July quarter, despite its strong overall demand metrics.

				Global Markets			
Current Levels					Level	1-Day Change (%)	YTD (%)
CBO Repo Rate			5				
O/N OMIBOR			4.25	S&P 500	5650	-0.638	-3.93
*Bank Deposit Rates for 1 years			4.25	Euro Stoxx 600	537	0.164	5.85
				ShanghaiComposite Index	3310	0.943	-1.25
Bank Deposit Rates for 5 years			4.50	MSX-30	4339	-0.075	-5.19
*Amount>500k OMR				NIFTY-50	24401	-0.248	3.20
Calendar				Brent Crude (\$/bbl)	61.17	1.577	-16.48
Key Data Watch	Time (GST)	Expected	Prior	Gold (\$/oz.)	3360	0.788	28.04
S&P Global UK Services PMI	12:30	51.5	52.5	DXY	100	-0.045	-8.02
UK Official Reserves Changes	12:30	-	\$646m	Silver(\$/oz.)	33	1.878	14.51

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