

Bank Dhofar Morning Market Update



Date: 14/07/25

Global Update

Asian shares edged down in a cautious start to the week after President Donald Trump dialed up trade tensions by announcing a 30% tariff on goods from the European Union and Mexico. Contracts for the S&P 500 fell 0.4% and those for European stocks dipped 0.6%. Asian shares were flat, with small gains in Hong Kong and mainland China. Silver gained to trade near the highest level since 2011. Bitcoin breached \$120,000 for the first time. Trump’s latest tariff threats are testing the market’s resilience after the US leader ratcheted up trade measures on everyone from Canada to Brazil to Algeria last week. Despite warnings of complacency, investors have so far behaved as if they’re counting on the president to back down, having seen previous U-turns from his administration. The S&P 500 and the MSCI All Country World Index both hit records this month.

EUR/USD fails to gather momentum, trading below 1.1700 at the end of the week. EUR/USD trades below the lower limit of the ascending regression channel and stays a tad below the 100-period Simple Moving Average on the 4-hour chart. Additionally, RSI indicator stays near 40, reaffirming the bearish stance in the short term. On the downside, 1.1650 aligns as the first support level before 1.1600 (static level, round level) and 1.1560 (200-period SMA). Looking north, resistance levels could be seen at 1.1700 (static level, round level), 1.1740 (50-period SMA) and 1.1800 (static level, round level).



Source: Reuters, Bloomberg

| Currencies | | | | Rates | | |
|------------|--------|----------|--------|--|------------|--------------------|
| | Open | High | Low | | Last Price | Previous Day Close |
| EURUSD | 1.1671 | 1.1698 | 1.1651 | O/N SOFR | 4.310 | 4.310 |
| GBPUSD | 1.3499 | 1.3504 | 1.3472 | 1 month SOFR | 4.342 | 4.342 |
| USDJPY | 147.30 | 147.5700 | 146.86 | 3 month SOFR | 4.318 | 4.318 |
| USDINR | 86.01 | 86.03 | 85.95 | 6 months SOFR | 4.191 | 4.191 |
| USDCNY | 7.1662 | 7.1709 | 7.1662 | 12 month SOFR | 3.960 | 3.960 |
| USDCHF | 0.7964 | 0.7978 | 0.7957 | 3 years IRS | 3.549 | 3.551 |
| AUDUSD | 0.6575 | 0.6588 | 0.6558 | 5 years IRS | 3.582 | 3.581 |
| NZDUSD | 0.6020 | 0.6020 | 0.5981 | Bond investors were all but certain that the Federal Reserve would | | |

The yen rose against the dollar while bond futures dropped after a report that Bank of Japan officials may consider raising at least one of their inflation forecasts at a policy meeting later this month. The euro was little changed at \$1.1679. The Japanese yen was little changed at 147.40 per dollar. The offshore yuan was little changed at 7.1710 per dollar.

resume cutting interest rates by September. Lately, that confidence has been wavering. And those nascent doubts add to the focus on inflation data this week that will help set expectations for the Fed’s next steps. The yield on 10-year Treasuries was little changed at 4.41%. Japan’s 10-year yield advanced five basis points to 1.550%. Australia’s 10-year yield advanced three basis points to 4.35%.

| | | | | Global Markets | | | |
|---------------------------------|------------|----------------|-------------------------|----------------|------------------|---------|-------|
| | | Current Levels | | Level | 1-Day Change (%) | YTD (%) | |
| CBO Repo Rate | | 5 | | | | | |
| O/N OMIBOR | | 4.25 | S&P 500 | 6260 | -0.330 | 6.43 | |
| *Bank Deposit Rates for 1 years | | 4.25 | Euro Stoxx 600 | 547 | -1.011 | 7.82 | |
| | | | ShanghaiComposite Index | 3525 | 0.434 | 5.18 | |
| Bank Deposit Rates for 5 years | | 4.50 | MSX-30 | 4622 | 0.428 | 1.00 | |
| *Amount>500k OMR | | | NIFTY-50 | 25107 | -0.170 | 6.18 | |
| Calendar | | | Brent Crude (\$/bbl) | 70.50 | 0.185 | -2.95 | |
| | | | Gold (\$/oz.) | 3361 | 0.169 | 28.07 | |
| Key Data Watch | Time (GST) | Expected | Prior | | 0.104 | | |
| CPI MoM | 16:30 | 0.3% | 0.1% | DXY | 98 | | -9.71 |
| CPI YoY | 16:30 | 2.6% | 2.4% | Silver(\$/oz.) | 39 | 1.453 | 34.85 |

For any Treasury related requirement, please contact:
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