

# Bank Dhofar Morning Market Update



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## Global Update

A slew of trades around the world tied to Donald Trump’s rising presidential prospects notched decisive moves, with stocks extending gains, Treasury yields jumping and the dollar up the most since March 2020. S&P 500 futures climbed 1.3%, 10-year yields surged 18 basis points to a four-month high of 4.46% and Bitcoin spiked to a record – moves that reflect rising wagers on a Trump presidency, with Vice President Kamala Harris’s path to victory narrowing. Contracts on the Russell 2000 Index added 2.4%. Smaller companies with typically domestic operations are seen as potential gainers in a Republican win, given the party’s protectionist stance. Equities in Japan and Australia climbed, while shares in Hong Kong slipped. A cohort of investors on Wall Street have wagered that Trump’s pro-growth stance on industrial policy, corporate tax cuts and tariffs would boost stocks and could fuel inflation — spurring bond yields and the US dollar higher. Crypto is seen as benefiting from relaxed regulation and Trump’s public support for the digital currency. Crude is down more than 1% as the greenback grabs the limelight. That shift comes against a backdrop of concern that underlying market fundamentals heading into 2025 look decidedly weak. Copper is off by more than 1%, and the five other main base metals traded on the LME are also softer. Despite the stronger US currency, it’s more or less flat at the moment, recovering from a wobble earlier in the session.



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		08-00 GST	Previous Day Close
EURUSD	1.0930	1.0937	1.0719	O/N SOFR	4.900	4.860
GBPUSD	1.3042	1.3048	1.2855	1 month SOFR	4.630	4.640
USDJPY	151.62	154.3300	151.30	3 month SOFR	4.523	4.532
USDINR	84.16	84.22	84.15	6 months SOFR	4.380	4.382
USDCNY	7.1279	7.1672	7.1226	12 month SOFR	4.151	4.143
USDCHF	0.8633	0.8754	0.8620	3 years IRS	3.864	3.864

AUDUSD	0.6638	0.6645	0.6513	5 years IRS	3.781	3.781
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The Bloomberg Dollar Spot Index was up 1.5%. The Mexican peso slumped 2.8%, while the Japanese yen and the euro slid at least 1.6%. Concern that a potential Trump administration's tariffs could curb demand for Mexican exports has dented the currency in recent weeks.

The rise in bond yields promised to pull cash into the US as investors seize on the higher payouts. The gap between yields on ordinary Treasuries and those on inflation-protected Treasuries also widened, a sign that investors think that the policies of a second Trump term could put upward pressure on inflation.

OMR Money Markets				Global Markets			
			Current Levels		Level	1-Day Change (%)	YTD (%)
CBO Repo Rate			5.5				
O/N OMIBOR			4.974	S&P 500	5783	1.227	21.24
*Bank Deposit Rates for 1 years			4.50	Euro Stoxx 600	510	0.063	6.38
Bank Deposit Rates for 5 years			4.25	ShanghaiComposite Index	3405	0.543	14.47
*Amount>500k OMR				MSX-30	4724	0.037	4.65
				NIFTY-50	24388	0.721	12.22
Calendar				Brent Crude (\$/bbl)	74.01	-1.999	-0.90
Key Data Watch	Time (GST)	Expected	Prior	Gold (\$/oz.)	2720	-0.860	31.87
GE Factory Orders MoM	11:00	1.5%	-5.8%			1.556	
US MBA Mortgage Applications	16:00	-	-0.1%	DXY	105		3.65
				Silver(\$/oz.)	32	-2.159	34.28

**For any Treasury related requirement, please contact:**

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