

Bank Dhofar Morning Market Update



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Global Update

It was a volatile start to Asian equities before US jobs report today. The MSCI Asia Pacific Index swung between gains and losses after Trump's announcement of a trade deal with Vietnam had helped the S&P 500 close at another record high Wednesday. The dollar was steady Thursday, hovering around three-year lows. Equity-index futures for the US and Europe rose 0.1%. Gold dipped 0.3%, its first retreat in four days. On the Vietnam trade deal, Trump said that the Asian country had agreed to drop all levies on US imports. A 20% tariff will be placed on Vietnamese exports to the US, with a 40% levy on any goods deemed to be transshipped through the country. The dollar was steady, hovering around three-year lows, while equity-index futures for the US and Europe rose 0.1%, and gold dipped 0.3%, its first retreat in four days. Intraday bias in USD/JPY remains neutral as range trading continues. On the upside, firm break of 148.01 resistance will resume the rise from 139.87 to 61.8% retracement of 158.86 to 139.87 at 151.22. However, break of 142.10 will bring deeper fall back to retest 139.87 low. In the bigger picture, price actions from 161.94 are seen as a corrective pattern to rise from 102.58 (2021 low), with fall from 158.86 as the third leg. Strong support should be seen from 38.2% retracement of 102.58 to 161.94 at 139.26 to bring rebound. However, sustained break of 139.26 would open up deeper medium term decline to 61.8% retracement at 125.25.



Source: Reuters, Bloomberg

Currencies

| | Open | High | Low |
|--------|--------|----------|--------|
| EURUSD | 1.1799 | 1.1810 | 1.1788 |
| GBPUSD | 1.3635 | 1.3667 | 1.3624 |
| USDJPY | 143.66 | 143.8800 | 143.45 |
| USDINR | 85.67 | 85.71 | 85.61 |
| USDCNY | 7.1619 | 7.1646 | 7.1619 |
| USDCHF | 0.7921 | 0.7924 | 0.7910 |
| AUDUSD | 0.6584 | 0.6588 | 0.6565 |
| NZDUSD | 0.6090 | 0.6093 | 0.6066 |

Separate private payrolls data from ADP Research on Wednesday showed employment at US companies fell for the first time in over two years. If the upcoming jobs report shows further

Rates

| | Last Price | Previous Day Close |
|---------------|------------|--------------------|
| O/N SOFR | 4.440 | 4.400 |
| 1 month SOFR | 4.328 | 4.328 |
| 3 month SOFR | 4.298 | 4.298 |
| 6 months SOFR | 4.143 | 4.143 |
| 12 month SOFR | 3.871 | 3.871 |
| 3 years IRS | 3.439 | 3.458 |
| 5 years IRS | 3.470 | 3.489 |

Treasuries inched up Thursday. Yields rose in the prior session following heavy selling in the UK, where concerns about Chancellor of the Exchequer Rachel Reeves' future reignited questions over the nation's fiscal position. The yield on 10-year Treasuries declined two basis points to

weakness, traders reckon the Fed could move up cuts.The euro was little changed at \$1.1792.The Japanese yen fell 0.1% to 143.82 per dollar.The offshore yuan was little changed at 7.1626 per dollar.

4.26%.Japan’s 10-year yield advanced two basis points to 1.445%.
Australia’s 10-year yield advanced three basis points to 4.18%.

| | | | | Global Markets | | | |
|---------------------------------|------------|----------|----------------|-------------------------|-------|------------------|---------|
| | | | Current Levels | | Level | 1-Day Change (%) | YTD (%) |
| CBO Repo Rate | | | 5 | | | | |
| O/N OMIBOR | | | 4.25 | S&P 500 | 6227 | 0.475 | 5.88 |
| *Bank Deposit Rates for 1 years | | | 4.25 | Euro Stoxx 600 | 541 | 0.178 | 6.62 |
| | | | | ShanghaiComposite Index | 3457 | 0.074 | 3.15 |
| Bank Deposit Rates for 5 years | | | 4.50 | MSX-30 | 4525 | 0.250 | -1.13 |
| *Amount>500k OMR | | | | NIFTY-50 | 25505 | 0.201 | 7.87 |
| Calendar | | | | Brent Crude (\$/bbl) | 68.60 | -0.724 | -5.53 |
| Key Data Watch | Time (GST) | Expected | Prior | Gold (\$/oz.) | 3349 | -0.237 | 27.62 |
| Change in Nonfarm Payrolls | 16:30 | 106k | 139k | DXY | 97 | 0.066 | -10.74 |
| Unemployment Rate | 16:30 | 4.3% | 4.2% | | | Silver(\$/oz.) | |

For any Treasury related requirement, please contact:

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