

Bank Dhofar Morning Market Update



Date: 16/07/25

Global Update

Asian shares dropped as traders trimmed interest-rate cut bets by the Federal Reserve after US inflation data showed companies are beginning to pass some tariff-related costs to consumers. The MSCI regional gauge dropped 0.1% while a gauge of technology shares in Hong Kong rose 0.6% on optimism about the resumption of some specific chip shipments to China. Taiwan Semiconductor Manufacturing Co. rose as much as 1.8% in Taipei after a report said the company plans to build a second chip plant in Japan. Contracts for the S&P 500 and the Nasdaq 100 dipped 0.1%. Treasuries steadied after 30-year yields topped 5% in the prior session. The yen weakened 0.1%, hovering around levels last seen in April. West Texas Intermediate crude rose 0.4% to \$66.76 a barrel. Spot gold rose 0.3% to \$3,333.16 an ounce. The consumer price index, excluding the often volatile food and energy categories, increased 0.2% from May. While a decline in car prices helped keep a lid on the figure, goods categories exposed to the levies including toys and appliances rose at the fastest paces in years. Sterling edged higher versus the dollar ahead of UK inflation data which may impact the BOE’s monetary policy stance. GBP/USD consolidates below 1.34 ahead of UK CPI. Bank of England Governor Andrew Bailey said US President Donald Trump’s trade war with the rest of the world is the wrong approach to addressing imbalances in the global economy and will harm households.



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		Last Price	Previous Day Close
EURUSD	1.1601	1.1620	1.1599	O/N SOFR	4.330	4.310
GBPUSD	1.3384	1.3401	1.3382	1 month SOFR	4.340	4.340
USDJPY	148.88	149.1900	148.71	3 month SOFR	4.318	4.318
USDINR	85.99	86.05	85.81	6 months SOFR	4.197	4.197
USDCNY	7.1783	7.1829	7.1776	12 month SOFR	3.976	3.976
USDCHF	0.8017	0.8022	0.8010	3 years IRS	3.612	3.614
AUDUSD	0.6514	0.6534	0.6512	5 years IRS	3.648	3.652
NZDUSD	0.5946	0.5966	0.5944	The yield on 10-year Treasuries was little changed at 4.48%. Japan’s 10-year yield was unchanged at 1.585%. Australia’s 10-year yield advanced		

The Bloomberg Dollar Spot Index was little changed. The euro

was little changed at \$1.1612. The Japanese yen fell 0.2% to 149.13 per dollar. The offshore yuan was little changed at 7.1844 per dollar. USD/CAD trades calmly near 1.3720 as the US Dollar demonstrated strength, following US CPI data for June.

three basis points to 4.40%. JGB 40-year yields are lower today, reversing most of the climb seen on Tuesday as the longest duration bonds continue to suffer from illiquidity and tepid demand. However, yields are still higher by around 33 bps this month.

				Global Markets			
			Current Levels		Level	1-Day Change (%)	YTD (%)
CBO Repo Rate			5				
O/N OMIBOR			4.25	S&P 500	6244	-0.396	6.16
*Bank Deposit Rates for 1 years			4.25	Euro Stoxx 600	545	-0.373	7.35
				ShanghaiComposite Index	3501	-0.125	4.44
Bank Deposit Rates for 5 years			4.50	MSX-30	4613	-0.304	0.78
*Amount>500k OMR				NIFTY-50	25143	-0.210	6.34
Calendar				Brent Crude (\$/bbl)	68.87	0.247	-5.16
Key Data Watch	Time (GST)	Expected	Prior	Gold (\$/oz.)	3339	0.429	27.22
NY Fed Services Business Activity	16:30	-	-16.2	DXY	99	-0.085	-9.18
UK CPI Core YoY	10:00	3.5%	3.8%	Silver(\$/oz.)	38	0.318	30.88

For any Treasury related requirement, please contact:
Telephone: +968 2265 2721/2722/2731/2716

Disclaimer: Any information contained in this document should not be construed as an offer, invitation, solicitation, or advice of any kind to buy or sell any financial products or services offered by Bank Dhofar S.A.O.G ("Bank Dhofar S.A.O.G"), unless specifically stated so. Foreign exchange and derivative transactions involve numerous risks including among others, market, counterparty default and illiquidity risk. Before entering into any transaction you should take steps to ensure that you understand the transaction and have made an independent assessment of the appropriateness of the transaction in the light of your own objectives and circumstances, including the possible risks and benefits of entering into such transaction. You may consider asking advice from your advisers in making this assessment. No part of this report/document may be copied or redistributed by any recipient for any purpose without Bank Dhofar S.A.O.G's prior written consent. All information contained in this document has been obtained from official sources believed to be accurate and reliable and Bank Dhofar S.A.O.G makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Opinions, estimates and projections constitute the current judgment of the author as of the date of this report. They do not necessarily reflect the opinion of Bank Dhofar S.A.O.G and are subject to change without notice.