

Bank Dhofar Morning Market Update



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Global Update

Asian stocks climbed to an all-time high and currencies steadied after a volatile day on Monday, as markets regained some stability following speculation over possible yen intervention. The MSCI Asia Pacific Index rose as much as 0.7%, with tech shares such as SK Hynix Inc. and Samsung Electronics Co. among the gainers. South Korea's Kospi index — one of the world's best-performing benchmarks this year — rose 1.9% after opening lower following President Donald Trump's threat to raise tariffs on the country. The yen was a touch weaker after two days of gains against the dollar amid speculation the US may coordinate currency intervention with Japan. The Bloomberg Dollar Spot Index was steady, hovering around lows last seen in 2022. The Korean won weakened after surging on Monday. Recent trading has been marked by cross-asset volatility, driven by turmoil in Japan's bond market and speculation over possible yen intervention. Attention now shifts to the Federal Reserve's policy decision due Wednesday and megacap technology earnings set to test the durability of the AI-driven rally. The USD/JPY pair falls to its 11-week lows near 154.20 during the early Asian session on Tuesday. The Japanese Yen strengthens against the US Dollar amid speculation about a possible coordinated intervention by Japanese and US authorities. From a technical perspective, a sustained break and acceptance below the 154.00 horizontal support, also nearing the 100-day Simple Moving Average (SMA), will be seen as a fresh trigger for the USD/JPY bears. Momentum has deteriorated as the Moving Average Convergence Divergence (MACD) slips below the zero line and extends lower, hinting at building bearish pressure. The Relative Strength Index (RSI) sits at 32, near oversold, suggesting downside momentum is stretched, and a bounce could develop if buyers defend the 100-day SMA. A daily close below that support would risk a deeper pullback, while stabilization above it would keep the broader bullish structure in place.



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		Last Price	Previous Day Close
EURUSD	1.1880	1.1899	1.1871	O/N SOFR	3.650	0.000
GBPUSD	1.3680	1.3701	1.3670	1 month SOFR	3.671	3.671
USDJPY	154.18	154.5600	154.09	3 month SOFR	3.670	3.670
USDINR	91.76	91.90	91.74	6 months SOFR	3.637	3.637
USDCNY	6.9572	6.9591	6.9562	12 month SOFR	3.535	3.535

USDCHF	0.7769	0.7779	0.7753
AUDUSD	0.6917	0.6929	0.6907
NZDUSD	0.5974	0.5979	0.5959

Meanwhile, the yen remained in focus after comments from Japanese officials fueled speculation that the government may intervene in the market to prevent the currency from resuming its slide. To some, however, the recent rally has partly neutralized the likelihood of intervention.The Japanese yen fell 0.2% to 154.54 per dollar.The euro was little changed at \$1.1876.The offshore yuan was little changed at 6.9550 per dollar.

3 years IRS	3.463	3.459
5 years IRS	3.573	3.569

Treasuries remained in a narrow range with Fed officials expected to hold rates steady following three straight cuts at the end of 2025, as a steadier jobs market restores a degree of consensus at the central bank after months of growing division.Expectations about Fed policy have been shifting in response to changes in the consensus view on whom Trump will nominate to succeed Chair Jerome Powell, whose term expires in May. The yield on 10-year Treasuries advanced one basis point to 4.22%.Japan’s 10-year yield advanced 4.5 basis points to 2.280%.Australia’s 10-year yield advanced two basis points to 4.84%.

		Current Levels
CBO Repo Rate		4.25
O/N OMIBOR		4
*Bank Deposit Rates for 1 years		4.00
Bank Deposit Rates for 5 years		4.00

*Amount>500k OMR

Calendar			
Key Data Watch	Time (GST)	Expected	Prior
ADP Weekly Employment Change	17:15		8.00k
FHFA House Price Index MoM	18:00	0.3%	0.4%

Global Markets			
	Level	1-Day Change (%)	YTD (%)
S&P 500	6950	0.501	1.53
Euro Stoxx 600	610	0.202	2.93
ShanghaiComposite Index	4134	0.034	4.16
MSX-30	6195	0.072	5.60
NIFTY-50	25143	0.379	-3.77
Brent Crude (\$/bbl)	65.10	-0.732	7.00
Gold (\$/oz.)	5068	1.179	17.33
		0.098	
DXY	97		-1.21
Silver(\$/oz.)	109	4.648	51.55

For any Treasury related requirement, please contact:
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