

# Bank Dhofar Morning Market Update

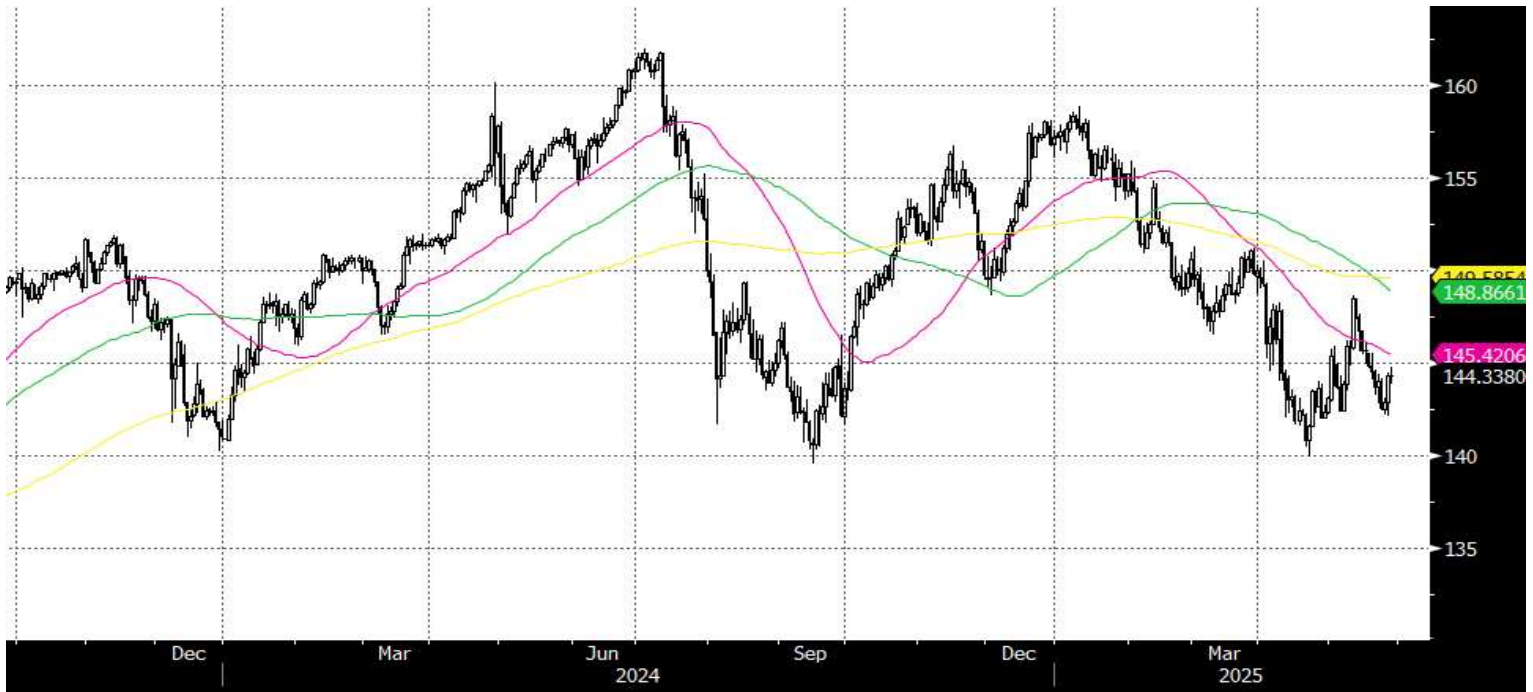


Date: 28/05/25

## Global Update

Asian shares erased their earlier gains to drop 0.1% with stocks in Hong Kong among the region's biggest decliners. Longer maturities led Treasury losses while a 40-year auction in Japan drew the weakest demand since July. South Korean chip stocks rose before earnings from Nvidia Corp. due later Wednesday. Futures for the S&P 500 were flat while those for European shares retreated 0.2%. Investors have remained wary about the fiscal health of the US economy after President Donald Trump unleashed his tariff war and pushed for tax cuts, which raised concerns about the country's burgeoning deficit. The Federal Reserve has reiterated it's waiting to gather more evidence before cutting interest rates, while the "Sell America" trend has hurt the dollar, with a gauge of the currency losing almost 7% this year. Wednesday will be on the earnings of Nvidia, the maker of chips vital to a build-out of AI infrastructure. The company will give an earnings report late Wednesday that will provide investors with a sense of whether that flood of spending is sustainable.

USD/JPY's break of 144.31 resistance suggests that fall from 148.64 might have completed as a correction at 142.10. Intraday bias is back on the upside for 55 D EMA (now at 145.83). Sustained break there will affirm this case and target 148.64 resistance and above. Nevertheless, break of 142.10 will turn bias back to the downside for 139.87 low instead. 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.



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		Last Price	Previous Day Close
EURUSD	1.1328	1.1345	1.1296	O/N SOFR	4.260	4.260
GBPUSD	1.3507	1.3522	1.3461	1 month SOFR	4.329	4.329
USDJPY	144.33	144.7700	143.85	3 month SOFR	4.330	4.330
USDINR	85.62	85.73	85.58	6 months SOFR	4.271	4.271
USDCNY	7.1927	7.2028	7.1927	12 month SOFR	4.068	4.068
USDCHF	0.8273	0.8291	0.8264	3 years IRS	3.658	3.643

AUDUSD	0.6443	0.6454	0.6426	5 years IRS	3.678	3.656
NZDUSD	0.5949	0.5980	0.5924	The decline in demand at Japan’s 40-year auction risks fueling further volatility in global debt markets. The nation’s 30-year yield jumped 10 basis points following the sale, while the yen trimmed its decline.The yield on 10-year Treasuries advanced three basis points to 4.47% Australia’s 10-year yield advanced two basis points to 4.33%		

The euro fell 0.2% to \$1.1306.The Japanese yen was little changed at 144.44 per dollar.The offshore yuan was little changed at 7.1954 per dollar.The British pound fell 0.2% to \$1.3475.

		Global Markets			
Current Levels			Level	1-Day Change (%)	YTD (%)
CBO Repo Rate	5				
O/N OMIBOR	4.25	S&P 500	5922	2.046	0.68
*Bank Deposit Rates for 1 years	4.25	Euro Stoxx 600	552	0.331	8.81
		ShanghaiComposite Index	3343	0.060	-0.27
Bank Deposit Rates for 5 years	4.50	MSX-30	4530	0.424	-1.03

Calendar			
Key Data Watch	Time (GST)	Expected	Prior
MBA Mortgage Applications	15:00		-5.1%
Richmond Fed Manufact. Index	18:00	-9	-13

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