

Bank Dhofar Morning Market Update



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Global Update

The MSCI Index, which closed at a record on Monday, gained for a fourth day. Equity gauges in Taiwan and South Korea led advances in Asia, while contracts for the S&P 500 dipped 0.1% after the benchmark notched its best quarter since December 2023. Treasuries rose with yields on the 10-year falling about 2 basis points to 4.21%. Wall Street's bulls drove stocks to all-time highs at the end of a solid quarter, amid hopes the US is moving closer to reaching concrete deals with its top trading partners. Bets the Federal Reserve will resume rate cuts powered the best first-half stretch for Treasuries in five years. Japanese shares fell as much as 1.2% as Trump threatened to impose a fresh tariff level on the country and the yen strengthened, which hurts exporters.

GBP/USD is staying in consolidations below 1.3770 temporary top and intraday bias remains neutral at this point. Downside of retreat should be contained above 1.3369 support to bring another rally. Above 1.3770 will target 100% projection of 1.2099 to 1.3206 from 1.3138 at 1.3813. In the bigger picture, up trend from 1.3051 (2022 low) is in progress. Next medium term target is 61.8% projection of 1.0351 to 1.3433 from 1.2099 at 1.4004. Outlook will now stay bullish as long as 55 W EMA (now at 1.2960) holds, even in case of deep pullback.



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		Last Price	Previous Day Close
EURUSD	1.1787	1.1807	1.1778	O/N SOFR	4.390	4.400
GBPUSD	1.3732	1.3749	1.3718	1 month SOFR	4.329	4.329
USDJPY	144.03	144.0800	143.44	3 month SOFR	4.291	4.291
USDINR	85.62	85.64	85.58	6 months SOFR	4.141	4.141
USDCNY	7.1561	7.1631	7.1561	12 month SOFR	3.884	3.884
USDCHF	0.7931	0.7937	0.7915	3 years IRS	3.392	3.399
AUDUSD	0.6581	0.6584	0.6554	5 years IRS	3.416	3.428
NZDUSD	0.6096	0.6097	0.6076			

A stronger yen also weighed on Japanese stocks after confidence among Japan's large manufacturers edged up in June. Taiwan dollar surged more than 2%, reversing a loss of similar magnitude on

The better-than-expected reading for sentiment at large manufacturers is likely to give Bank of Japan Governor Kazuo Ueda confidence he can keep the debate around a potential rate hike on the agenda when his board next meets at the end of the month. The yield on 10-year Treasuries declined

Monday.The euro was little changed at \$1.1788.The Japanese yen was little changed at 143.91 per dollar.The offshore yuan was little changed at 7.1581 per dollar.

two basis points to 4.21%.Japan’s 10-year yield declined three basis points to 1.390%.Australia’s 10-year yield declined five basis points to 4.11%

				Global Markets			
			Current Levels		Level	1-Day Change (%)	YTD (%)
CBO Repo Rate			5				
O/N OMIBOR			4.25	S&P 500	6205	0.516	5.50
*Bank Deposit Rates for 1 years			4.25	Euro Stoxx 600	541	-0.416	6.65
				ShanghaiComposite Index	3452	0.211	2.98
Bank Deposit Rates for 5 years			4.50	MSX-30	4501	-0.137	-1.65
*Amount>500k OMR				NIFTY-50	25557	0.157	8.09
Calendar				Brent Crude (\$/bbl)	66.44	-0.449	-8.52
Key Data Watch	Time (GST)	Expected	Prior	Gold (\$/oz.)	3323	0.601	26.61
S&P Global US Manufacturing PMI	17:45	52.0	52.0	DXY	97	-0.141	-10.83
ISM Manufacturing	18:00	48.8	48.5	Silver(\$/oz.)	36	0.167	25.15

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