

Bank Dhofar Morning Market Update



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Global Update

US and European stock futures fell and haven assets such as gold rallied after President Donald Trump proposed new levies on eight countries that have opposed his plans to acquire Greenland. The dollar weakened against most of its major peers. Equity-index futures for the US retreated, with Nasdaq 100 contracts down 1.2%. European futures slid 1% as tariff-related concerns weighed on markets. Asian shares edged lower, though losses were modest. South Korea, a poster child for investments in AI, was among the few markets that rose. Chinese gauges fluctuated even after the country's economic growth met the government's target. The risk-off mood spurred buying of gold and silver, which both hit record highs, while cryptocurrencies sold off. The euro reversed early losses to trade higher, while Treasury futures gained along with German and French bond futures. There will be no cash trading in Treasuries due to a holiday in the US on Monday. Tariff concerns are resurfacing at a time when risk appetite has been underpinned by resilient corporate earnings and sustained investment linked to artificial intelligence. Trump's latest threats pose a fresh test for stock markets, which have climbed to record highs on an AI-led rally after rebounding from the April selloff triggered by century-high US levies.

The EUR/USD pair gains ground to around 1.1625, snapping the four-day losing streak during the early European session on Monday. The US Dollar (USD) faces some selling pressure against the Euro (EUR) after U.S President Donald Trump threatened escalating tariffs on eight European nations that have opposed his plan to take Greenland. Trump on Saturday announced a 10% tariff on goods from European countries, including Denmark, Norway, Sweden, France, Germany, the Netherlands, Finland, and the United Kingdom (UK), starting from February 1 and raising the levy to 25% in June until "a Deal is reached for the Complete and Total purchase of Greenland."



Source: Reuters, Bloomberg

Currencies				Rates		
	Open	High	Low		Last Price	Previous Day Close
EURUSD	1.1590	1.1638	1.1573	O/N SOFR	3.660	0.000
GBPUSD	1.3369	1.3409	1.3331	1 month SOFR	3.673	3.673
USDJPY	157.87	157.9700	157.43	3 month SOFR	3.670	3.670
USDINR	90.70	90.87	90.61	6 months SOFR	3.630	3.630
USDCNY	6.9643	6.9650	6.9633	12 month SOFR	3.505	3.505

USDCHF	0.8021	0.8025	0.7980	3 years IRS	3.446	3.446	
AUDUSD	0.6682	0.6695	0.6668	5 years IRS	3.557	3.557	
NZDUSD	0.5765	0.5777	0.5739	S&P 500 futures fell 0.8% as of 1:04 p.m. Tokyo time. Japan's Topix fell 0.3%. Australia's S&P/ASX 200 fell 0.4%. Hong Kong's Hang Seng fell 1%. The Shanghai Composite rose 0.1%. Euro Stoxx 50 futures fell 1%. Japan's 10-year yield advanced 5.5 basis points to 2.240%. Australia's 10-year yield advanced three basis points to 4.74%			
The Bloomberg Dollar Spot Index fell 0.2%. The euro rose 0.3% to \$1.1627. The Japanese yen rose 0.2% to 157.86 per dollar. The offshore yuan rose 0.1% to 6.9580 per dollar. Bitcoin fell 2.8% to \$92,685.39. Ether fell 3.9% to \$3,210.79. West Texas Intermediate crude rose 0.3% to \$59.60 a barrel. Spot gold rose 1.4% to \$4,660.55 an ounce.							

		Global Markets				
		Current Levels		Level	1-Day Change (%)	YTD (%)
CBO Repo Rate	4.25					
O/N OMIBOR	4	S&P 500	6940	-0.064	1.38	
*Bank Deposit Rates for 1 years	4.00	Euro Stoxx 600	614	-0.031	3.75	
Bank Deposit Rates for 5 years	4.00	ShanghaiComposite Index	4107	0.128	3.49	
		MSX-30	6224	0.739	6.08	
		NIFTY-50	25528	-0.649	-2.30	
		Brent Crude (\$/bbl)	64.29	0.250	5.65	
Key Data Watch	Time (GST)	Expected	Prior	Gold (\$/oz.)	1.498	8.00
Core Machine Orders YoY (JPN)	3:50	4.2%	12.5%	Gold (\$/oz.)	-0.249	
CPI YoY (EURO Zone)	14:00	2.2%	2.2%	DXY	99	0.84
				Silver(\$/oz.)	93	3.234
						29.83

For any Treasury related requirement, please contact:

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