

Bank Dhofar Morning Market Update



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Global Update

Equity-index futures fell along with the dollar after President Donald Trump said he will set unilateral tariff rates within two weeks, dialing up trade tensions once again. Haven assets such as Treasuries and gold rose. Contracts for the S&P 500 and the Nasdaq 100 dipped 0.3% as Trump said he will send letters to trading partners setting tariffs. Futures for European stocks fell 0.8% as Commerce Secretary Howard Lutnick said the European Union is likely to be among the last deals that the US completes. A gauge of the dollar slid 0.3% to touch its lowest since July 2023, with the yen and Swiss franc leading the gains against the greenback. Asian shares were flat. Gold gained for a second day on demand for haven assets, its appeal boosted by Trump's tariff comments. The latest tariff threat came a day after Chinese and US officials struck a positive tone following their talks to dial down tensions. Amid US talking with countries including India and Japan to lower the levies, some investors see Trump's comments as an effort to ramp up urgency in talks. It's also unclear if Trump will follow through with his pledge - the president has often set two-week deadlines for actions, only for them to come later or not at all.

USD/JPY dips mildly today but stays in established range. Intraday bias stays neutral. On the upside, above 146.27 resistance will argue that price actions from 148.64 has completed as a corrective pattern. Intraday bias will be back on the upside for 148.64 resistance and above to resume the rebound from 139.87 low. However, firm break of 142.10 will bring retest of 139.87 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

	Open	High	Low
EURUSD	1.1487	1.1532	1.1485
GBPUSD	1.3547	1.3593	1.3545
USDJPY	144.56	144.5700	143.69
USDINR	85.43	85.54	85.43
USDCNY	7.1905	7.1905	7.1787
USDCHF	0.8202	0.8209	0.8158
AUDUSD	0.6501	0.6511	0.6484
NZDUSD	0.6030	0.6043	0.6016

Rates

	Last Price	Previous Day Close
O/N SOFR	4.280	4.290
1 month SOFR	4.314	4.314
3 month SOFR	4.324	4.324
6 months SOFR	4.265	4.265
12 month SOFR	4.083	4.083
3 years IRS	3.634	3.648
5 years IRS	3.654	3.672

The Bloomberg Dollar Spot Index falls 0.3%. USD/JPY drops back to 144

US 2-year yields are down 2bps to 3.93% while 10-year yields fall 2bps to 4.40%. In Wednesday's US trading session 2-year yields ended down 7bps while 10 year fell 5bps. Japan's 10 year yield was unchanged at

while EUR/USD climbs above 1.15. GBP/USD advances toward 1.36 ahead of a slew of UK data, including monthly GDP. AUD/USD fluctuates around 0.65

		Current Levels
CBO Repo Rate		5
O/N OMIBOR		4.25
*Bank Deposit Rates for 1 years		4.25
Bank Deposit Rates for 5 years		4.50

*Amount>500k OMR

Calendar			
Key Data Watch	Time (GST)	Expected	Prior
PPI Final Demand MoM	16:30	0.2%	-0.5%
PPI Ex Food and Energy MoM	16:30	0.3%	-0.4%

while 10-year tenbps. Japan's 10-year yield was unchanged at 1.450%.Australia's 10-year yield declined five basis points to 4.23%.

Global Markets			
	Level	1-Day Change (%)	YTD (%)
S&P 500	6022	-0.274	2.39
Euro Stoxx 600	552	-0.268	8.67
ShanghaiComposite Index	3399	-0.102	1.40
MSX-30	4592	0.204	0.33
NIFTY-50	25056	-0.342	5.97
Brent Crude (\$/bbl)	69.33	-0.616	-4.94
Gold (\$/oz.)	3375	0.600	28.61
		-0.354	
DXY	98		-9.41
Silver(\$/oz.)	36	0.398	25.94

For any Treasury related requirement, please contact:
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