Bank Dhofar Morning Market Update

Date: 11/11/26

Global Update

Asian equities advanced for a third consecutive session, supported by persistent enthusiasm surrounding artificial intelligence-related investments despite stronger-than-expected U.S. inflation data. The MSCI Asia Pacific Index rose 1%, led by technology stocks, while Nasdaq 100 futures gained 1.2% after AI infrastructure provider CoreWeave reported better-than-expected earnings and raised its annual outlook. Investor optimism was further boosted by reports that Anthropic may target a valuation exceeding $1.5 trillion in its upcoming IPO, while OpenAI's quarterly revenue surpassed $10 billion for the first time. However, concerns remain that tighter monetary policy and increased regulatory scrutiny of the AI sector could challenge technology valuations going forward.

WTI crude oil edged higher during Asian trading, recovering part of the previous two-day decline and trading near $85.60/bbl. However, sentiment remains cautious as signs of easing geopolitical tensions between the United States and Iran could reduce concerns over potential supply disruptions. Market participants continue to balance geopolitical developments against broader macroeconomic factors, including expectations of tighter U.S. monetary policy and slowing global demand growth.WTI remains technically bearish, currently trading around $84.81 on the daily chart and well below its 20-day EMA at $93.36, indicating strong overhead resistance and a prevailing downward trend. The bearish structure was reinforced after prices broke below the October 6 low at $86.32, creating a fresh lower low and signaling continued downside pressure. Momentum indicators also favor sellers, with the RSI at 34, hovering just above oversold territory, suggesting that bearish momentum remains intact although the pace of the decline could begin to slow.



Source: Reuters, Bloomberg

Currencies

	Open	High	Low
EURUSD	1.1164	1.1170	1.1159
GBPUSD	1.3344	1.3356	1.3339
USDJPY	158.75	158.9600	158.67
USDINR	93.74	93.88	93.71
USDCNY	6.6783	6.6783	6.6746
USDCHF	0.8253	0.8263	0.8249
AUDUSD	0.6866	0.6885	0.6865
NZDUSD	0.5604	0.5614	0.5599

Rates

	Last Price	Previous Day Close
O/N SOFR	3.880	3.890
1 month SOFR	3.918	3.918
3 month SOFR	4.062	4.062
6 months SOFR	4.164	4.164
12 month SOFR	4.325	4.325
3 years IRS	4.576	4.577
5 years IRS	4.533	4.533

Bond markets came under pressure after U.S. core inflation rose 0.3% in October,

The U.S. dollar remained broadly supported after stronger inflation figures reinforced expectations of further Federal Reserve tightening. The Bloomberg Dollar Spot Index held near recent highs after rising 0.5% in the previous session, while major currency pairs traded in narrow ranges. The euro hovered around $1.1167, the Japanese yen remained near 158.86 per dollar, and the offshore Chinese yuan was steady at 6.6736. Currency markets are largely focused on the evolving Fed outlook, with higher U.S. yields continuing to underpin dollar demand and limit gains in major counterparts.

exceeding expectations for a third consecutive month and strengthening the case for additional Federal Reserve rate hikes. Treasury yields surged, with the two-year U.S. yield jumping 17 basis points to 4.73%, its largest one-day increase in 19 months. Money markets now fully price a December Fed rate increase, while some investors see a possibility of a larger move. Hawkish comments from Federal Reserve officials, including Dallas Fed President Lorie Logan and Governor Christopher Waller, reinforced expectations for tighter policy. Reflecting this shift, Japanese and Australian 10-year government bond yields climbed 8.5 and 6 basis points respectively, tracking the global selloff in fixed-income markets

	Current Levels
CBO Repo Rate	4.5
O/N OMIBOR	4
***Bank Deposit Rates for 1 years**	4.45
Bank Deposit Rates for 5 years	4.45

*Amount>500k OMR

Calendar

Key Data Watch	Time (GST)	Expected	Prior
MBA Mortgage Applications	16:00		-1.2%
Initial Jobless Claims	17:30	195k	189k

Global Markets

	Level	1-Day Change (%)	YTD (%)
S&P 500	7521	-0.384	9.87
Euro Stoxx 600	658	0.274	11.17
ShanghaiComposite Index	3655	-0.240	-7.91
MSX-30	7279	0.629	24.08
NIFTY-50	25350	1.221	-2.98
Brent Crude ($/bbl)	92.42	1.049	53.49
Gold ($/oz.)	4042	0.232	-6.42
DXY	102	0.033	4.01
Silver($/oz.)	52	1.876	-26.74

For any Treasury related requirement, please contact:
Telephone: +968 2265 2721/2722/2731/2716

Disclaimer: Any information contained in this document should not be construed as an offer, invitation, solicitation, or advice of any kind to buy or sell any financial products or services offered by Bank Dhofar S.A.O.G ("Bank Dhofar S.A.O.G"), unless specifically stated so. Foreign exchange and derivative transactions involve numerous risks including among others, market, counterparty default and illiquidity risk. Before entering into any transaction you should take steps to ensure that you understand the transaction and have made an independent assessment of the appropriateness of the transaction in the light of your own objectives and circumstances, including the possible risks and benefits of entering into such transaction. You may consider asking advice from your advisers in making this assessment. No part of this report/document may be copied or redistributed by any recipient for any purpose without Bank Dhofar S.A.O.G's prior written consent. All information contained in this document has been obtained from official sources believed to be accurate and reliable and Bank Dhofar S.A.O.G makes no representation or warranty, express or implied, as to the accuracy, timeliness or completeness of any such information. Opinions, estimates and projections constitute the current judgment of the author as of the date of this report. They do not necessarily reflect the opinion of Bank Dhofar S.A.O.G and are subject to change without notice.