Bank Dhofar Morning Market Update

Date: 03/11/26

Global Update

Asian equities declined as weakness in global technology shares continued to weigh on sentiment. The MSCI Asia Pacific Index fell nearly 1%, led by South Korea's Kospi Index, which dropped more than 3% as Samsung Electronics and SK Hynix each lost over 4%. The selloff followed a sharp correction in US technology stocks, with the Nasdaq 100 falling 10% from its recent peak and a US semiconductor index extending its three-day decline to 12%. Despite lower oil prices easing inflation concerns, investors remained cautious about AI-related valuations and future spending trends. In China, equities slipped even after authorities introduced additional stock-market support measures, reflecting continued concerns about economic growth and corporate earnings. Corporate developments remained mixed, with Apple shares falling after a mixed earnings outlook, while AI firm Anthropic reported a twelve-fold increase in quarterly revenue.

GBP/USD retreated to around 1.3405, ending a four-session winning streak during Asian trading as investors adopted a cautious stance ahead of several major market events this week. Focus is on the US midterm elections, the Bank of England's interest-rate decision, and key US labor market data, all of which could significantly influence monetary policy expectations and market sentiment. GBP/USD maintains a constructive near-term bias despite the latest pullback, with the pair continuing to trade above both the 100-day SMA at 1.3385 and the 20-period Bollinger Band midpoint at 1.3318. Momentum remains positive, as reflected by the 14-day RSI near 58, suggesting buyers retain control while conditions remain below overbought territory.On the upside, 1.3465 represents immediate resistance at the upper Bollinger Band. A sustained break above this level could pave the way for a move toward the 1.3500 psychological mark. On the downside, initial support is located at the 100-day SMA around 1.3385, followed by stronger support near the Bollinger mid-band at 1.3318. A deeper correction could target the lower Bollinger Band around 1.3175, although the broader technical structure remains bullish as long as the pair holds above key moving-average support levels.



Source: Reuters, Bloomberg

Currencies

	Open	High	Low
EURUSD	1.1187	1.1198	1.1177
GBPUSD	1.3406	1.3416	1.3396
USDJPY	157.94	157.9700	157.79

Rates

	Last Price	Previous Day Close
O/N SOFR	3.950	#N/A N/A
1 month SOFR	3.903	3.903
3 month SOFR	4.051	4.051

Internal

USDINR	94.66	94.83	94.61
USDCNY	6.6653	6.6728	6.6631
USDCHF	0.8188	0.8200	0.8178
AUDUSD	0.6999	0.7007	0.6973
NZDUSD	0.5617	0.5636	0.5603

The Chinese yuan weakened after the People's Bank of China took measures to slow its recent appreciation by raising foreign currency reserve requirements for banks. The offshore yuan fell as much as 0.4% against the US dollar, ending a 13-day winning streak, its longest since 1996. The euro remained steady around $1.1190 and the Japanese yen traded near 157.86 per dollar. The Australian dollar fell up to 0.5% to around US$0.70 despite the central bank raising interest rates, as markets focused on a cautious policy outlook.

6 months SOFR	4.189	4.189
12 month SOFR	4.428	4.428
3 years IRS	4.453	4.452
5 years IRS	4.433	4.433

Australia's 10-year government bond yield declined 3 basis points to 5.10%.US 10-year Treasury yield was around 4.34%, reflecting investor focus on upcoming labor market data and Fed rate expectations.Japan's 10-year government bond yield traded near 1.58%, remaining close to multi-year highs as markets assess the Bank of Japan's normalization path.

	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
JOLTS Job Openings	19:00	7164k	7079k
Factory Orders	19:00	1.2%	0.1%

Global Markets

	Level	1-Day Change (%)	YTD (%)
S&P 500	7541	-0.510	10.17
Euro Stoxx 600	649	0.416	9.67
ShanghaiComposite Index	3612	-0.713	-8.99
MSX-30	7262	-0.418	23.78
NIFTY-50	23612	0.728	-9.64
Brent Crude ($/bbl)	105.28	0.496	74.81
Gold ($/oz.)	3924	-0.570	-9.16
DXY	102	0.036	3.52
Silver($/oz.)	50	-2.167	-30.87

For any Treasury related requirement, please contact:
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