Daily Treasury Outlook

27 November 2025

Highlights

Global: US equities advanced overnight, with all major indices closing higher as sentiment improved ahead of the Thanksgiving holiday. Optimism was partly driven by growing conviction of rate cuts by the Federal Reserve in December, supported by softer inflation signals and resilient activity data. Recent comments from Fed officials, including Mary Daly and Christopher Waller, reinforced expectations of an earlier policy pivot. The latest Fed Beige Book described overall economic activity as "little changed," noting softer consumer spending and "flat to down" revenues in nonfinancial services, while manufacturing showed slight improvement despite tariff-related headwinds. Labor demand continued to ease, with firms favouring hiring freezes and attrition over layoffs, and wages grew at a "moderate pace." Price increases were characterized as "moderate," though several districts reported tariff-driven cost pressures and margin compression. Outlooks were largely unchanged, but contacts flagged rising risks of slower activity in the coming months, though some optimism was noted among manufacturers. On the data front, initial jobless claims fell to 216k for the week ending 22 November, below consensus (225k) and prior readings (222k), while continuing claims edged up to 1.96mn from 1.95mn. Meanwhile, durable goods orders rose 0.5% MoM in September, with core capital goods orders up 0.9%, signalling resilient business investment, particularly in technology and equipment.

Market Watch: The economic calendar is relatively light with China's industrial profits, Germany GfK Consumer Confidence, and the Eurozone's consumer confidence print to be released later today. On the central bank front, the Bank of Korea kept its base rate steady at 2.50%, in line with our view and consensus expectations.

Commodities: Crude oil benchmarks rebounded on Wednesday, with WTI and Brent rising by 1.2% and 1.0%, respectively, to USD58.7/bbl and USD63.1/bbl. Oil prices increased, mirroring gains in major US equity indices, despite the reported buildup in US crude oil and fuel inventories. According to the Energy Information Administration (EIA), US crude oil, gasoline, and distillate inventories rose by 2.8mn bbls (consensus: -2.3mn bbls), 2.5mn bbls (consensus: 0.6m bbls), and 1.1mn bbls (consensus: 0.0mn bbls), respectively, reaching 426.9mn bbls, 209.9mn bbls, 112.2mn bbls for the week ending 21 November. Elsewhere, Kremlin official Yuri Ushakov stated that Steve Witkoff, US President Donald Trump's envoy, will lead a delegation to Russia next week for peace talks to end the ongoing Russia-Ukraine War.

Key Market Movements

Equity	Value	% chg
S&P 500	6812.6	0.7%
DJIA	47427	0.7%
Nikkei 225	49559	1.8%
SH Comp	3864.2	-0.2%
STI	4501.6	0.4%
Hang Seng	25928	0.1%
KLCI	1624.5	0.8%
	Value	**% chg**
DXY	99.595	-0.1%
USDJPY	156.47	0.3%
EURUSD	1.1595	0.2%
GBPUSD	1.3241	0.6%
USDIDR	16662	0.0%
USDSGD	1.2975	-0.3%
SGDMYR	3.1858	0.4%
	Value	**chg (bp)**
2Y UST	3.48	1.64
10Y UST	3.99	-0.19
2Y SGS	1.39	5.40
10Y SGS	2.06	5.39
3M SORA	1.24	-0.06
3M SOFR	4.20	-0.39
	Value	**% chg**
Brent	63.13	1.0%
WTI	58.65	1.2%
Gold	4162	0.8%
Silver	53.36	3.7%
Palladium	1417	1.4%
Copper	10975	1.5%
BCOM	108.59	1.2%

Source: Bloomberg

Major Markets

CH: Both the bond and equity prices of China Vanke — one of the most closely watched names in the property sector — came under heavy pressure yesterday. Vanke's A-share slid to an 11-year low, underscoring the market's mounting concerns around liquidity and refinancing risks in the broader real estate space. Adding to the cautious mood, Shanghai Pudong Development Bank announced it will convene a bondholders' meeting on 10 December for the "22 Vanke MTN004" note to discuss a proposed maturity extension. The note carries an outstanding balance of RMB 2 billion, with principal repayment currently due on 15 December. The upcoming meeting will be a key focus for investors as they assess whether Vanke can navigate another near-term funding hurdle.

ID: Coordinating Minister Airlangga Hartarto announced that the government will offer 10–20% toll road discounts on December 22, 23, and 31 across 26 routes, including Jabodetabek, Trans-Java, and Trans-Sumatra, to ease Christmas and New Year travel, as reported by Antara. The Transport Ministry also mandated state-owned operators to cut fares, extending last year's scheme. Pelni and ASDP will apply 20% discounts for sea and ferry travel from December 17 to January 10, 2026, while economy-class train tickets will be about 30% cheaper between December 22 and January 10, 2026. Deputy Minister of Transportation Suntana added that air passengers will receive 13–14% discounts as part of the broader holiday stimulus.

MY: The Department of Statistics Malaysia (DOSM) reported that e-commerce revenue grew 1.9% YoY to MYR937.5bn in the first nine months of 2025, led by B2B activity worth MYR817.1bn. DOSM noted that domestic e-commerce income rose to MYR1.1trn, while cross-border transactions reached MYR131.1bn. E-commerce expenditure increased to MYR571.4bn, with stronger gains in the B2C and B2G segments, supported by digital procurement systems and e-payment solutions.

Credit Market Updates

Market Commentary: The SGD SORA OIS curve traded significantly higher yesterday with shorter tenors trading 8-10bps higher while belly tenors and 10Y traded ~9bps higher. As per Bloomberg, China Vanke Co Ltd ("Vanke") is seeking to delay principal payment on a RMB2bn bond maturing on 15 December. The move is another setback for the housing industry amidst the years of sales decline and defaults by other developers. A default by Vanke would indicate government's will in supporting the sector and would deepen the industry slump, it would also impact future public debt raising ability for other property developers. Meanwhile, New World Development Co Ltd have received additional bondholders support in its debt swap plan as the second early bird deadline closed. Investors tendered a total of USD185mn of its perpetual notes and USD39.5mn of its regular notes during the second early deadline of 25 November. Lastly, HKSAR court has bolstered an injunction against the ex-wife of the founder of China Evergrande Group, covering USD220mn in assets across bank accounts in Canada, Gibraltar, Jersey and Singapore. This marks as a procedural win for the liquidators, giving more room to recover the USD6bn owed to creditors. Bloomberg Asia USD Investment Grade spreads traded flat at 64bps and Bloomberg Asia USD High Yield spreads widened by 2bps to 380bps respectively. (Bloomberg, OCBC)

New issues:

There were two notable issuances in the Asiadollar market yesterday.

- China Huaneng Group Hong Kong Treasury Management Holding Ltd (guarantor: China Huaneng Group Co., Ltd.) priced a USD1bn PerpNC3 Green Subordinated Perpetual at T+67bps (par to yield 4.15%).
- Joy Treasure Assets Holdings Inc (guarantor: China Orient Asset Management International Holding Ltd) priced a USD800mn 3Y Fixed Bond at T+88bps (reoffer price 99.872 to yield 4.346%).

There was one notable issuance in the Singdollar market yesterday.

- First Abu Dhabi Bank PJSC priced a SGD150mn 2Y Fixed Bond at 2.00%.

Mandates:

There were no notable mandates yesterday.

Foreign Exchange

	Day Close	% Change		Day Close
DXY	99.595	-0.07%	**USD-SGD**	1.2975
USD-JPY	156.470	0.27%	**EUR-SGD**	1.5045
EUR-USD	1.160	0.22%	**JPY-SGD**	0.8291
AUD-USD	0.652	0.76%	**GBP-SGD**	1.7178
GBP-USD	1.324	0.57%	**AUD-SGD**	0.8456
USD-MYR	4.136	0.04%	**NZD-SGD**	0.7393
USD-CNY	7.076	-0.12%	**CHF-SGD**	1.6131
USD-IDR	16662	0.00%	**SGD-MYR**	3.1858
USD-VND	26374	0.01%	**SGD-CNY**	5.4545

Equity and Commodity

Index	Value	Net change
DJIA	47,427.12	314.67
S&P	6,812.61	46.73
Nasdaq	23,214.69	189.10
Nikkei 225	49,559.07	899.55
STI	4,501.56	15.93
KLCI	1,624.50	12.76
JCI	8,602.13	80.24
Baltic Dry	2,309.00	14.00
VIX	17.19	-1.37

SOFR

Tenor	EURIBOR	Change	Tenor	USD SOFR
1M	1.9260	0.63%	**1M**	3.8779
3M	2.0660	0.34%	**2M**	3.8258
6M	2.1210	0.05%	**3M**	3.7864
12M	2.2060	-0.14%	**6M**	3.6977
			1Y	3.5012

Government Bond Yields (%)

Tenor	SGS (chg)	UST (chg)
2Y	1.39 (+0.05)	3.48(--)
5Y	1.78 (+0.05)	3.57 (+0.01)
10Y	2.06 (+0.05)	3.99 (0)
15Y	2.16 (+0.05)	--
20Y	2.15 (+0.04)	--
30Y	2.21 (+0.04)	4.64 (-0.01)

Fed Rate Hike Probability

Meeting	# of Hikes/Cuts	% of Hikes/Cuts	Implied Rate Change	Expected Effective Fed Funds Rate
12/10/2025	-0.818	-81.80%	-0.205	3.672
01/28/2026	-1.135	-31.70%	-0.284	3.592

Financial Spread (bps)

	Value	Change
TED	35.36	--

Secured Overnight Fin. Rate

SOFR	4.01

Commodities Futures

Energy	**Futures**	**% chg**	**Soft Commodities**	**Futures**	**% chg**
WTI (per barrel)	58.65	1.21%	Corn (per bushel)	4.318	1.9%
Brent (per barrel)	63.13	1.04%	Soybean (per bushel)	11.315	0.6%
Heating Oil (per gallon)	232.55	-1.20%	Wheat (per bushel)	5.290	0.3%
Gasoline (per gallon)	188.90	1.71%	Crude Palm Oil (MYR/MT)	45.090	0.5%
Natural Gas (per MMBtu)	4.56	3.03%	Rubber (JPY/KG)	309.500	2.8%

Base Metals	**Futures**	**% chg**	**Precious Metals**	**Futures**	**% chg**
Copper (per mt)	10975.00	1.45%	Gold (per oz)	4162.2	0.8%
Nickel (per mt)	14823.00	-0.33%	Silver (per oz)	53.4	3.7%

Source: Bloomberg, Reuters
(Note that rates are for reference only)

Economic Calendar

Date Time	Country Code	Event	Period	Survey	Actual	Prior	Revised
11/27/2025 9:30	CH	Industrial Profits YTD YoY	Oct	--	--	3.20%	--
11/27/2025 9:30	CH	Industrial Profits YoY	Oct	--	--	21.60%	--
11/27/2025 14:00	IN	Bloomberg Nov. India Economic Survey					
11/27/2025 15:00	GE	GfK Consumer Confidence	Dec	-23.5	--	-24.1	--
11/27/2025 17:00	EC	M3 Money Supply YoY	Oct	2.80%	--	2.80%	--
11/27/2025 18:00	EC	Consumer Confidence	Nov F	--	--	-14.2	--
11/27/2025 18:00	EC	Economic Confidence	Nov	97	--	96.8	--
11/27/2025 18:00	EC	Industrial Confidence	Nov	-8.3	--	-8.2	--
11/27/2025 18:00	EC	Services Confidence	Nov	4.4	--	4	--
11/27/2025 21:30	CA	Payroll Employment Change - SEPH	Sep	--	--	3.3k	--
11/27/2025 21:30	CA	Current Account Balance	3Q	-$15.34b	--	-$21.16b	--
11/27/2025	SK	BOK Base Rate	27-Nov	2.50%	--	2.50%	--

Source: Bloomberg

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