

Daily Treasury Outlook

Highlights

Global: Risk-on sentiment was evident across global markets, with equities rallying and a moderation in the DXY index. Nearly 24 hours into a two-week ceasefire between the US and Iran, the latter claimed there were violations that led to Iran’s retaliation. Skirmishes in the Middle East continue, with Israel striking Lebanon and reportedly more minor damages to the Saudi Arabian pipeline. Nonetheless, on Wednesday, Brent and WTI settled 13.3% and 16.4% lower respectively, while the gold spot price closed higher at USD4719/oz. US Vice President JD Vance will represent the US in talks with Iran scheduled to take place in Islamabad. The FOMC minutes released overnight showed that “Some participants judged that there was a strong case for a two-sided description of the committee’s future interest-rate decisions in the post-meeting statement, reflecting the possibility that upward adjustments to the target range for the federal funds rate could be appropriate if inflation were to remain at above-target levels.” In Asia, RBI kept its policy rate unchanged but sounded cautious of external risks. Our baseline view remains for the RBI to keep its policy rate unchanged at 5.25% through FY27.

Market Watch: For the day ahead, geopolitical headlines will likely continue dominating, with the fragile ceasefire between the US and Iran still being tested. In Asia, Malaysia will release its February Industrial Production data. From the US, the focus will shift to weekly jobless claims, February personal income, personal spending, the core PCE price index, as well as the final reading of 4Q25 GDP.

Key Market Movements

Equity	Value	% chg
S&P 500	6782.8	2.5%
DJIA	47910	2.8%
Nikkei 225	56308	5.4%
SH Comp	3995.0	2.7%
STI	4996.1	0.8%
Hang Seng	25893	3.1%
KLCI	1696.3	1.2%
	Value	% chg
DXY	99.133	-0.7%
USDJPY	158.57	-0.7%
EURUSD	1.1663	0.6%
GBPUSD	1.3394	0.8%
USDIDR	17010	-0.5%
USDSGD	1.2742	-0.7%
SGDMYR	3.1176	-0.7%
	Value	chg (bp)
2Y UST	3.79	-0.22
10Y UST	4.29	-0.20
2Y SGS	1.51	-5.50
10Y SGS	2.14	-7.69
3M SORA	1.07	0.02
3M SOFR	3.67	-0.03
	Value	% chg
Brent	94.75	-13.3%
WTI	94.41	-16.4%
Gold	4719	0.3%
Silver	74.12	1.5%
Palladium	1559	6.0%
Copper	12709	3.2%
BCOM	131.48	-4.6%

Source: Bloomberg

Major Markets

ID: Bank Indonesia reported that official reserve assets stood at USD148.2bn at end March 2026, down from USD151.9bn at end February 2026. The change was “attributable to the issuance of government global bonds, as well as tax and services receipts, amidst the government's external debt repayments and Bank Indonesia's Rupiah stabilization policy in response to heightened uncertainty in the global financial markets,” according to BI. The end March 2026 reserve position was equivalent to 6.0 months of imports, or 5.8 months of imports and servicing the government external debt, well above the international adequacy standard of around three months of imports.

MY: Communications Minister Fahmi Fadzil said the government will study mechanisms to use the MyKasih system and MyKad for targeted subsidy distribution, including diesel, with proposals to be refined by the Ministry of Finance before Cabinet approval. He noted the initiative was discussed at the latest Cabinet meeting following the National Economic Action Council session, building on a proposal by Finance Minister II Amir Hamzah Azizan. Amir Hamzah said expanding MyKad usage, following the Budi95 programme for RON95 petrol, could improve subsidy delivery and reduce leakages, although logistics, usability, and system readiness require further assessment.

TH: The National Energy Policy Council approved a historic THB2 per litre cut in ex-refinery prices for B7 and B20 diesel. As a result, the reduction brought the retail prices for B7 and B20 diesel down by THB2.14 per litre to THB48.40 and THB43.40, respectively, effective 9 April 2026. The Oil Fuel Fund also lowered diesel compensation rates as global oil prices eased. These adjustments are expected to reduce the Fund's daily expenditure by ~18.9% to THB1.24bn per day, in an effort to preserve its long-term stability. Nevertheless, the Fund's overall deficit remains significant, at over THB57.8bn as of 8 April. Akanat Promphan, Energy Minister and chairman of the Oil Fuel Fund Management Committee, emphasised that cooperation among government, refineries, and the public is essential to easing cost-of-living pressures and sustaining economic momentum amid continued global volatility.

Credit Market Updates

Market Commentary:

The SGD SORA OIS curve traded lower yesterday with shorter tenors trading 4-8bps lower while belly tenors traded 9-10bps lower and 10Y tenors traded 9bps lower. US Investment Grade spreads tightened by 1bps to 81bps and US High Yield spreads tightened by 17bps to 281bps respectively. Bloomberg Global Contingent Capital Index tightened by 14bps at 246bps. Bloomberg Asia USD Investment Grade spreads tightened by 2bps to 63bps and Asia USD High Yield spreads tightened by 22bps to 427bps respectively. (Bloomberg, OCBC)

New Issues:

The total issuance volumes for APAC and DM IG market yesterday were USD13.5bn and USD12.88bn respectively.

There were three notable issuers in the DM IG market yesterday where issuers priced deals of at least USD1.0bn.

- Vistra Operations Co LLC priced USD4bn of debt in four tranches.
- Banco Santander SA priced USD3.65bn of debt in four tranches.
- American Honda Finance Corp priced USD2bn of debt in four tranches.

There were three notable issuers in the APAC USD market yesterday where issuers priced deals of at least USD500mn.

- Mizuho Bank Ltd priced USD7.5bn of debt in six tranches.
- Mitsubishi UFJ Financial Group Inc priced USD5.5bn of debt in five tranches.
- United Overseas Bank Ltd priced USD500mn of debt in one tranche.

There were no notable issuances in the Singdollar market yesterday.

Mandates:

There were no notable mandates yesterday.

Equity Market Updates

US: US stocks surged Wednesday as a two-week ceasefire agreement between the US and Iran lifted investor sentiment, with the S&P 500 soaring 2.5%, the Nasdaq climbing 2.8%, and the Dow advancing 2.8%. The rally marked the biggest short squeeze since 2020, with more than 400 stocks in the S&P 500 trading higher as the index broke above its 200-day and 50-day moving averages. Oil prices plunged around 15%, with Brent crude settling below USD95 a barrel, easing concerns about energy-driven inflation and reviving expectations for potential Federal Reserve rate cuts in 2026. Treasury yields declined, with the 10-year yield falling to 4.29%, down 5 basis points, and the 30-year yield dropping to 4.89%. The ceasefire announcement triggered a wave of optimism across global markets, with Asian equities rallying sharply earlier in the session, led by South Korea's Kospi surging nearly 7% and Hong Kong's Hang Seng rising over 3%. Corporate news included Delta Air Lines reporting higher-than-expected quarterly earnings but warning of over USD2bn in additional fuel costs through June due to the conflict, whilst Constellation Brands disappointed with softer beer sales guidance.

Foreign Exchange

	Day Close	% Change		Day Close
DXY	99.133	-0.73%	USD-SGD	1.2742
USD-JPY	158.57	-0.66%	EUR-SGD	1.4859
EUR-USD	1.166	0.59%	JPY-SGD	0.8034
AUD-USD	0.704	1.00%	GBP-SGD	1.7068
GBP-USD	1.339	0.77%	AUD-SGD	0.8974
USD-MYR	3.976	-1.33%	NZD-SGD	0.7419
USD-CNY	6.833	-0.44%	CHF-SGD	1.6089
USD-IDR	17010	-0.50%	SGD-MYR	3.1176
USD-VND	26335	0.00%	SGD-CNY	5.3579

Equity and Commodity

Index	Value	Net change
DJIA	47,909.92	1325.46
S&P	6,782.81	165.96
Nasdaq	22,634.99	617.14
Nikkei 225	56,308.42	2878.86
STI	4,996.05	38.04
KLCI	1,696.31	19.45
JCI	7,279.21	308.18
Baltic Dry	2,139.00	44.00
VIX	21.04	-4.74

SOFR

Tenor	EURIBOR	Change	Tenor	USD SOFR
1M	1.9180	0.47%	1M	3.6524
3M	2.1700	3.19%	2M	3.6635
6M	2.5120	2.20%	3M	3.6726
12M	2.8720	2.61%	6M	3.6939
			1Y	3.7111

Government Bond Yields (%)

Tenor	SGS (chg)	UST (chg)
2Y	1.51 (-0.05)	3.79(--)
5Y	1.76 (-0.09)	3.92 (-0.01)
10Y	2.14 (-0.08)	4.3 (0)
15Y	2.18 (-0.08)	--
20Y	2.2 (-0.07)	--
30Y	2.26 (-0.07)	4.89 (+0.01)

Fed Rate Hike Probability

Meeting	# of Hikes/Cuts	% of Hikes/Cuts	Implied Rate Change	Expected Effective Fed Funds Rate
03/18/2026	0.010	1.000	0.002	3.643
04/29/2026	0.005	0.500	0.001	3.642
06/17/2026	-0.004	-0.900	-0.001	3.640
07/29/2026	-0.035	-3.100	-0.009	3.632
09/16/2026	-0.064	-2.900	-0.016	3.625

Financial Spread (bps)

Value	Change	
TED	35.36	--

Secured Overnight Fin. Rate

SOFR	3.62
-------------	------

Commodities Futures

Energy	Futures	% chg	Soft Commodities	Futures	% chg
WTI (per barrel)	94.41	-16.4%	Corn (per bushel)	4.473	-0.4%
Brent (per barrel)	94.75	-13.3%	Soybean (per bushel)	11.620	0.3%
Heating Oil (per gallon)	380.84	-14.9%	Wheat (per bushel)	5.803	-3.0%
Gasoline (per gallon)	300.59	-9.1%	Crude Palm Oil (MYR/MT)	45.180	-3.7%
Natural Gas (per MMBtu)	2.72	-5.1%	Rubber (JPY/KG)	3.833	-0.9%
Base Metals	Futures	% chg	Precious Metals	Futures	% chg
Copper (per mt)	12709	3.2%	Gold (per oz)	4719	0.3%
Nickel (per mt)	17302	2.1%	Silver (per oz)	74.12	1.5%

Source: Bloomberg, Reuters

Economic Calendar

Date Time	Country Code	Event	Period	Survey	Actual	Prior	Revised
4/09/2026 2:00	US	FOMC Meeting Minutes	18-Mar	--	--	--	--
4/09/2026 12:00	TH	Consumer Confidence	Mar	--	--	53.7	--
4/09/2026 12:00	TH	Consumer Confidence Economic	Mar	--	--	47.3	--
4/09/2026 16:30	HK	Foreign Reserves	Mar	--	--	\$439.2b	--
4/09/2026 20:30	US	Personal Income	Feb	0.30%	--	0.40%	--
4/09/2026 20:30	US	Personal Spending	Feb	0.60%	--	0.40%	--
4/09/2026 20:30	US	Real Personal Spending	Feb	0.20%	--	0.10%	--
4/09/2026 20:30	US	PCE Price Index MoM	Feb	0.40%	--	0.30%	--
4/09/2026 20:30	US	PCE Price Index YoY	Feb	2.80%	--	2.80%	--
4/09/2026 20:30	US	Core PCE Price Index MoM	Feb	0.40%	--	0.40%	--
4/09/2026 20:30	US	Core PCE Price Index YoY	Feb	3.00%	--	3.10%	--
4/09/2026 20:30	US	Initial Jobless Claims	4-Apr	210k	--	202k	--
4/09/2026 20:30	US	Initial Claims 4-Wk Moving Avg	4-Apr	--	--	207.75k	--
4/09/2026 20:30	US	Continuing Claims	28-Mar	1828k	--	1841k	--
4/09/2026 20:30	US	GDP Annualized QoQ	4Q T	0.70%	--	0.70%	--
4/09/2026 20:30	US	Personal Consumption	4Q T	2.00%	--	2.00%	--

Source: Bloomberg

Disclaimers

This report is solely for information purposes and general circulation only and may not be published, circulated, reproduced or distributed in whole or in part to any other person without our prior written consent. This report should not be construed as an offer or solicitation for the subscription, purchase or sale of the securities/instruments mentioned herein or to participate in any particular trading or investment strategy. Any forecast on the economy, stock market, bond market and economic trends of the markets provided is not necessarily indicative of the future or likely performance of the securities/instruments. Whilst the information contained herein has been compiled from sources believed to be reliable and we have taken all reasonable care to ensure that the information contained in this report is not untrue or misleading at the time of publication, we cannot guarantee and we make no representation as to its accuracy or completeness, and you should not act on it without first independently verifying its contents. The securities/instruments mentioned in this report may not be suitable for investment by all investors. Any opinion or estimate contained in this report is subject to change without notice. We have not given any consideration to and we have not made any investigation of the investment objectives, financial situation or particular needs of the recipient or any class of persons, and accordingly, no warranty whatsoever is given and no liability whatsoever is accepted for any loss arising whether directly or indirectly as a result of the recipient or any class of persons acting on such information or opinion or estimate. This report may cover a wide range of topics and is not intended to be a comprehensive study or to provide any recommendation or advice on personal investing or financial planning. Accordingly, it should not be relied on or treated as a substitute for specific advice concerning individual situations. Please seek advice from a financial adviser regarding the suitability of any investment product taking into account your specific investment objectives, financial situation or particular needs before you make a commitment to purchase the investment product. In the event that you choose not to seek advice from a financial adviser, you should consider whether the investment product mentioned herein is suitable for you. Oversea-Chinese Banking Corporation Limited ("OCBC Bank"), Bank of Singapore Limited ("BOS"), OCBC Securities Private Limited ("OSPL") and their respective related companies, their respective directors and/or employees (collectively "Related Persons") may or might have in the future, interests in the investment products or the issuers mentioned herein. Such interests include effecting transactions in such investment products, and providing broking, investment banking and other financial or securities related services to such issuers as well as other parties generally. OCBC Bank and its Related Persons may also be related to, and receive fees from, providers of such investment products. There may be conflicts of interest between OCBC Bank, BOS, OSPL or other members of the OCBC Group and any of the persons or entities mentioned in this report of which OCBC Bank and its analyst(s) are not aware due to OCBC Bank's Chinese Wall arrangement. This report is intended for your sole use and information. By accepting this report, you agree that you shall not share, communicate, distribute, deliver a copy of or otherwise disclose in any way all or any part of this report or any information contained herein (such report, part thereof and information, "Relevant Materials") to any person or entity (including, without limitation, any overseas office, affiliate, parent entity, subsidiary entity or related entity) (any such person or entity, a "Relevant Entity") in breach of any law, rule, regulation, guidance or similar. In particular, you agree not to share, communicate, distribute, deliver or otherwise disclose any Relevant Materials to any Relevant Entity that is subject to the Markets in Financial Instruments Directive (2014/65/EU) ("MiFID") and the EU's Markets in Financial Instruments Regulation (600/2014) ("MiFIR") (together referred to as "MiFID II"), or any part thereof, as implemented in any jurisdiction. No member of the OCBC Group shall be liable or responsible for the compliance by you or any Relevant Entity with any law, rule, regulation, guidance or similar (including, without limitation, MiFID II, as implemented in any jurisdiction).

The information provided herein may contain projections or other forward looking statements regarding future events or future performance of countries, assets, markets or companies. Actual events or results may differ materially. Past performance figures are not necessarily indicative of future or likely performance.

Privileged / confidential information may be contained in this report. If you are not the addressee indicated in the message enclosing the report (or responsible for delivery of the message to such person), you may not copy or deliver the message and/or report to anyone. Opinions, conclusions and other information in this document that do not relate to the official business of OCBC Bank, BOS, OSPL and their respective connected and associated corporations shall be understood as neither given nor endorsed.

Co.Reg.no.: 193200032W

Additional disclosures and disclaimers applicable only to clients of Bank of Singapore Limited

This material is being made available to you through an arrangement between Bank of Singapore Limited (Co Reg. No.: 197700866R) ("BOS") and Oversea-Chinese Banking Corporation Limited ("OCBC Bank") (Co Reg. No.: 193200032W). BOS and OCBC Bank shall not be responsible or liable for any loss (whether direct, indirect or consequential) that may arise from, or in connection with, any use of or reliance on any information contained in or derived from this material, or any omission from this material, other than where such loss is caused solely by BOS' or OCBC Bank's wilful default or gross negligence.

The DIFC Branch of BOS has not conducted or produced any research contained in this material and is acting solely as a conduit in forwarding it to you.

For BOS clients in the United Kingdom:

This research has been prepared by OCBC Bank and made available to BOS. It is intended solely for informational purposes and does not constitute investment advice, a personal recommendation, or an offer or solicitation to buy or sell any financial instruments. Any payments or non-monetary benefits received or paid will be fully disclosed in accordance with applicable regulations, promptly and transparently, and will not influence the advice or services offered to you. If you would like more information about any inducements received, please contact your Relationship Manager.

Cross Border Disclaimer and Disclosures

Please refer to https://www.bankofsingapore.com/Disclaimers_and_Disclosures.html for cross-border marketing disclaimers and disclosures.