By Global Markets | 10 February 2026

Daily Treasury Outlook

Highlights

Global: Positive pro-risk sentiment extended to Monday trading session. US major indexes managed to close higher on the day when Alphabet offered upsized US$20 billion corporate bond issuance, drawing over $100 billion in investor bids. This signalled a vote of confidence from investors and a turnaround from last week's AI capex scare. Treasuries mostly recovered from an earlier slide driven by headline that China is urging banks to curb UST exposure, citing concentration risks and market volatility. Dollar weakened across board, while gold, silver and oil all advanced. National Economic Council Director Kevin Hassett stated that the US labour force will slow in the coming months, which will result in softer monthly job gains. On a separate note, the ongoing political saga in UK sapped sentiment towards domestic assets. British Prime Minister Keir Starmer is securing cabinet support amid calls to resign over the Peter Mandelson/Jeffrey Epstein scandal. Gilts and sterling were both under pressure, before trimming some losses. On the other hand, outlook in Japan turns more constructive amid political stability and a clear electoral mandate for growth.

On data front, Japan's December labour earning data was weaker than expected at 2.4% YoY, while November's data was revised upward to 1.7% YoY. Meanwhile, real earnings edged down by 0.1% YoY (vs consensus of 0.8% YoY). Australia's December household spending fell by 0.4% MoM, reversing the gain in the previous months, potentially due to purchases brought forward during sales events in October and November. Eurozone's sentix investor confidence beat consensus and rose to 4.2 in February, from the previous reading of -1.8.

Market Watch: Asian market is likely to trade with a positive tone this morning. Singapore upgraded 2026 growth forecast to 2-4% after 4Q25 & full-year 2025 growth were revised up to 6.9% and 5.0% respectively, close to our forecasts. Today's economic calendar comprises of Australia's February Westpac consumer confidence (-2.6% MoM) and January NAB business confidence (staying flat at 3), Singapore 4Q GDP, Japan's January machine tool orders and money stock. Later today, the market will watch out for US' December retail sales, import price index, and January NFIB small business optimism.

SG: Singapore's 4Q25 GDP growth forecast was revised up to 6.9% YoY (2.1% QoQ sa) from the advance estimate of 5.7% YoY (1.9% QoQ sa), beating Bloomberg consensus and our forecast of 6.5% YoY. This brought the full-year 2025 growth to 5.05 YoY in line with our expectations., The key performer was the manufacturing sector which was revised up from 15.0% YoY to 18.8% YoY, the fastest since 3Q17. MTI also upgraded the 2026 growth forecast from 1-3% to 2-4% YoY, citing a brighter outlook for the global economy and the AI investment boom. EnterpriseSG also upgraded 2026 NODX growth forecast from 0-2% to 2-4% YoY.

Key Market Movements

Equity	Value	% chg
S&P 500	6964.8	0.5%
DJIA	50136	0.0%
Nikkei 225	56364	3.9%
SH Comp	4123.1	1.4%
STI	4960.8	0.5%
Hang Seng	27027	1.8%
KLCI	1751.3	1.1%
	Value	**% chg**
DXY	96.816	-0.8%
USDJPY	155.88	-0.9%
EURUSD	1.1914	0.8%
GBPUSD	1.3693	0.6%
USDIDR	16803	-0.4%
USDSGD	1.2657	-0.4%
SGDMYR	3.1000	0.0%
	Value	**chg (bp)**
2Y UST	3.49	-1.25
10Y UST	4.20	-0.39
2Y SGS	1.33	-2.10
10Y SGS	1.97	-2.32
3M SORA	1.15	-0.15
3M SOFR	3.80	-1.00
	Value	**% chg**
Brent	69.04	1.5%
WTI	64.36	1.3%
Gold	5058	1.9%
Silver	83.40	7.1%
Palladium	1740	2.1%
Copper	13177	1.4%
BCOM	118.44	0.4%

Source: Bloomberg

Major Markets

CH: Chongqing has rolled out a broad-based package of real estate support measures aimed at stabilising housing demand and improving affordability. Key initiatives include home-purchase subsidies for multi-child families (RMB 20,000 for two-child households and RMB 30,000 for three-child households), subsidies for first-time homebuyers and eligible talent purchases to lower effective entry costs, and "sell-old, buy-new" incentives to facilitate housing upgrades and improve transaction liquidity. In addition, the city has optimised housing provident fund (HPF) mortgage policies, including more accommodative loan terms, and introduced personal income tax rebates linked to housing transactions, further reducing the overall cost burden for households.

ID: Bank Indonesia reported that the consumer confidence index rose to 127.2 in January 2026 from 123.5 in December 2025, marking the highest level since January last year. Sentiment improvements were broad-based in both the present situation index (115.1 from 111.4) and the expectations index (138.8 from 135.6). Specifically, gains in the present situation were strong across sub-components, including income, goods purchases, and employment conditions, while improvements in the expectations index reflected consumers' more optimistic outlook on income and business activity over the next six months, even as expectations for jobs remained unchanged. Separately, former deputy finance minister Thomas Djiwandono was officially appointed as Deputy Governor of Bank Indonesia on Monday, 9 February 2026.

MY: December industrial production (IP) growth improved to 4.8%YoY versus 4.3% in November (Consensus & OCBC: 4.5%). This was driven by the electricity (3.7% YoY from 2.7% in November) and manufacturing (6.7% from 4.9%) while mining output contracted by 2.5%YoY from 2.3% in November. Within the manufacturing sector, the strength was broad-based across major sectors with electrical and electronics products IP growth at 12.8% YoY in December versus 10.8% in November. Higher growth was also witnessed in the non-metallic minerals, transportation equipment and textile sectors. The December IP print is broadly consistent with the 4Q25 advance GDP growth estimate of 5.7%, which will bring full year GDP growth to 4.9%.

TH: The National Anti-Corruption Commission (NACC) has ruled that 44 former Move Forward Party MPs have committed an ethical violation over their 2023 pledge to amend the lèse-majesté law. Among the 44 former MPs, 12 are election candidates for the People's Party, with unofficial results from the Election Commission of Thailand indicating that 10 are likely to win seats in the 2026 General Election. The ten accused include People's Party leader Natthaphong Ruengpanyawut. The NACC will submit its finding to the Supreme Court within 30 days. If the court rules against them, the lawmakers will have to vacate their House seats and face a ban from future elections.

ESG

MY: Malaysia has imposed an immediate ban on imports of electronic waste (e-waste), as it looks to tighten controls on the entry of hazardous materials and safeguard the environment. This comes amid a probe into corruption linked to e-waste management. Malaysia has been among the world's top destinations for plastic waste and e-waste, alongside illicit imports, from other markets including the EU and US. E-waste will be reclassified under the "Absolute Prohibition" category in customs regulations, thereby restricting e-waste entry with strict enforcement. The government taskforce is also discussing a proposal for a three-month moratorium on plastic waste imports to manage the growing waste problem.

Credit Market Updates

Market Commentary:
The SGD SORA OIS curve traded lower yesterday with shorter tenors trading 3-5bps lower while belly tenors traded flat to 2-3bps lower and 10Y traded 3bps lower. Global Investment Grade spreads traded flat at 74bps and Global High Yield spreads tightened by 2bps to 267bps respectively. Bloomberg Global Contingent Capital Index traded flat at 222bps. Bloomberg Asia USD Investment Grade spreads traded flat at 58bps and Asia USD High Yield spreads traded flat at 349bps respectively. (Bloomberg, OCBC)

New Issues:
The total issuance volumes for APAC and DM IG market yesterday were zero and USD23.95bn respectively.

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

- Alphabet Inc priced USD20bn of debt in seven tranches.
- Thermo Fisher Scientific Inc priced USD3.8bn of debt in four tranches.

There were no notable issuers in the APAC USD and Singdollar markets yesterday.

Mandates:
There were no notable mandates yesterday.

Equity Market Updates

US: Stocks began the week on a generally positive but relatively quiet note, with continued strength in mega-cap, technology and higher-beta shares lifting the S&P 500 (+0.5%) and Nasdaq (+0.9%), while the Dow finished flat but reached another record high after recovering from early losses. Small and mid caps also advanced, with the Russell 2000 gaining 0.7% and the S&P MidCap 400 rising by 0.2%. Information technology (+1.6%) led throughout, supported by renewed buying in software after recent weakness, with strong gains in AppLovin (+13.2%), Oracle (+9.7%) and Microsoft (3.1%), and a 3.2% rise in the iShares Expanded Tech-Software Sector ETF. Semiconductors also advanced, pushing the PHLX Semiconductor Index up 1.4% as NVIDIA (+2.5%) and Broadcom (+3.4%) traded higher. Broader mega-cap strength helped the Vanguard Mega Cap Growth ETF rise 1.0%, with Meta (+2.4%) and Alphabet (+0.4%) contributing to a 0.8% gain in communication services. Consumer discretionary slipped 0.3% as Tesla rose (+1.5%) but Amazon (-0.8%) remained slightly lower, albeit well above early session lows. Financials (-0.6%) lagged amid pronounced weakness in insurance stocks, while materials (+1.4%) and energy (+0.8%) benefited from firmer oil and precious metals prices. Defensive sectors underperformed, with consumer staples and healthcare both down 0.9%. Meanwhile, Treasury yields edged lower, as investors looked ahead to a heavier slate of earnings later in the week.

Foreign Exchange

	Day Close	% Change		Day Close
DXY	96.816	-0.84%	**USD-SGD**	1.2657
USD-JPY	155.88	-0.85%	**EUR-SGD**	1.5077
EUR-USD	1.191	0.84%	**JPY-SGD**	0.8118
AUD-USD	0.709	1.14%	**GBP-SGD**	1.7332
GBP-USD	1.369	0.60%	**AUD-SGD**	0.8979
USD-MYR	3.935	-0.32%	**NZD-SGD**	0.7665
USD-CNY	6.921	-0.21%	**CHF-SGD**	1.6517
USD-IDR	16803	-0.37%	**SGD-MYR**	3.1000
USD-VND	25914	-0.20%	**SGD-CNY**	5.4706

Equity and Commodity

Index	Value	Net change
DJIA	50,135.87	20.20
S&P	6,964.82	32.52
Nasdaq	23,238.67	207.46
Nikkei 225	56,363.94	2110.26
STI	4,960.83	26.42
KLCI	1,751.30	18.47
JCI	8,031.87	96.61
Baltic Dry	1,923.00	-13.00
VIX	17.36	-0.40

SOFR

Tenor	EURIBOR	Change	Tenor	USD SOFR
1M	1.9720	0.97%	**1M**	3.6600
3M	1.9990	-1.04%	**2M**	3.6492
6M	2.1520	-0.92%	**3M**	3.6389
12M	2.2270	0.09%	**6M**	3.5717
			1Y	3.4201

Government Bond Yields (%)

Tenor	SGS (chg)	UST (chg)
2Y	1.33 (-0.02)	3.48(--)
5Y	1.57 (-0.02)	3.74 (-0.01)
10Y	1.97 (-0.02)	4.2 (0)
15Y	2.08 (-0.01)	--
20Y	2.13 (-0.01)	--
30Y	2.2 (-0.01)	4.85 (+0.01)

Fed Rate Hike Probability

Meeting	# of Hikes/Cuts	% of Hikes/Cuts	Implied Rate Change	Expected Effective Fed Funds Rate
01/28/2026	-0.006	-0.600	-0.001	3.638
03/18/2026	-0.190	-19.000	-0.048	3.591
04/29/2026	-0.405	-21.500	-0.101	3.537
06/17/2026	-0.982	-57.700	-0.245	3.393
07/29/2026	-1.345	-36.300	-0.336	3.303
09/16/2026	-1.809	-46.400	-0.452	3.187

Financial Spread (bps)

	Value	Change
TED	35.36	--

Secured Overnight Fin. Rate

SOFR	3.64

Commodities Futures

Energy	**Futures**	**% chg**	**Soft Commodities**	**Futures**	**% chg**
WTI (per barrel)	64.36	1.3%	Corn (per bushel)	4.288	-0.3%
Brent (per barrel)	69.04	1.5%	Soybean (per bushel)	11.108	-0.4%
Heating Oil (per gallon)	241.69	0.1%	Wheat (per bushel)	5.288	-0.2%
Gasoline (per gallon)	198.55	1.7%	Crude Palm Oil (MYR/MT)	41.000	0.4%
Natural Gas (per MMBtu)	3.14	-8.3%	Rubber (JPY/KG)	3.450	2.6%

Base Metals	**Futures**	**% chg**	**Precious Metals**	**Futures**	**% chg**
Copper (per mt)	13177	1.4%	Gold (per oz)	5058	1.9%
Nickel (per mt)	17349	1.5%	Silver (per oz)	83.40	7.1%

Source: Bloomberg, Reuters

(Note that rates are for reference only)

Economic Calendar

Date Time	Country Code	Event	Period	Survey	Actual	Prior	Revised
2/10/2026 0:00	US	NY Fed 1-Yr Inflation Expectations	Jan	3.38%	3.09%	3.42%	--
2/10/2026 19:00	US	NFIB Small Business Optimism	Jan	99.8	--	99.5	--
2/10/2026 21:15	US	ADP Weekly Employment Change	10-Jan	--	--	7.750k	--
2/10/2026 21:30	US	Import Price Index MoM	Dec	0.10%	--	--	--
2/10/2026 21:30	US	Import Price Index ex Petroleum MoM	Dec	0.20%	--	--	--
2/10/2026 21:30	US	Import Price Index YoY	Dec	0.10%	--	0.10%	--
2/10/2026 21:30	US	Export Price Index MoM	Dec	0.10%	--	--	--
2/10/2026 21:30	US	Export Price Index YoY	Dec	3.00%	--	3.30%	--
2/10/2026 21:30	US	Employment Cost Index	4Q	0.80%	--	0.80%	--
2/10/2026 21:30	US	Retail Sales Advance MoM	Dec	0.40%	--	0.60%	--
2/10/2026 21:30	US	Retail Sales Ex Auto MoM	Dec	0.40%	--	0.50%	--
2/10/2026 21:30	US	Retail Sales Ex Auto and Gas	Dec	0.40%	--	0.40%	--
2/10/2026 21:30	US	Retail Sales Control Group	Dec	0.40%	--	0.40%	--
2/10/2026 23:00	US	Business Inventories	Nov	0.20%	--	0.30%	--

Source: Bloomberg