

## Treasury Daily Newsletter

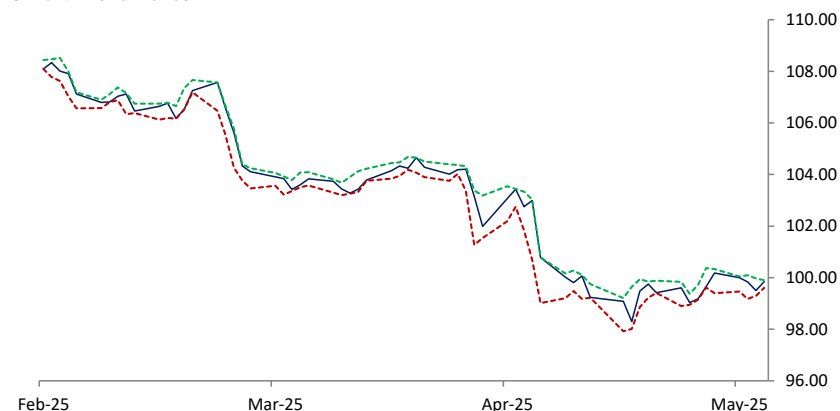
8-May-25

Kuwaiti Dinar Today 0.30640 / 0.30650

**Key Market Highlights:**

- In its latest policy meeting, the Federal Reserve opted to keep interest rates unchanged at 4.25% to 4.50%, emphasizing a cautious “wait-and-see” approach as trade tensions cloud the economic outlook. Chair Jerome Powell highlighted that while the economy and labor market remain broadly solid, the Fed will refrain from adjusting rates until it gathers more clarity on the evolving impact of recent tariff policies. The decision comes amid a surge in imports aimed at beating new tariffs, a trend that may have distorted Q1 GDP figures. Powell pointed to the Trump administration’s aggressive trade measures as a major source of economic uncertainty, warning that rising tariffs risks pushing inflation higher while simultaneously slowing growth, an unfavorable scenario that could leave the Fed’s dual mandate out of reach. Meanwhile, President Donald Trump hinted that there will be a deal with a "big" country announced on Thursday, adding that he would not lower tariffs on China as a condition to begin negotiations. Markets reacted positively on Wednesday with the Dow Jones, S&P 500, and Nasdaq indices ending the trading day with positive gains.

**U.S. Dollar Index**  
3-Month Performance



Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.1230	1.1280	1.1325	1.1380	1.1430
GBP	1.3230	1.3280	1.3335	1.3380	1.3440
JPY	142.60	143.20	143.70	144.20	144.75
CHF	0.8140	0.8185	0.8240	0.8300	0.8340

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1299	9.03	EUR/GBP	0.8500	2.62
GBP/USD	1.3295	6.26	GBP/JPY	191.01	2.61
USD/JPY	143.82	8.08	EUR/JPY	162.53	0.31
USD/CHF	0.8234	8.94	EUR/CHF	0.9304	0.70

**Brief Technical Commentary**

EURUSD held the previous support of 1.1290 after the Fed meeting and Powell's comments yesterday. The pair is now back trading at previous ranges. If the pair breaks 1.1300 then it can test support at 1.1280 followed by 1.1230. Resistance is now 1.1380 and 1.1430.

USDJPY went to a low of 142.35 post Fed announcement before retracing back to current levels. New support is at 143.20 and 142.60 and resistance levels are at 144.20 and 144.75 respectively.

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	62.73	1.77	Dow Jones	41,113.97	0.70
Brent	61.50	0.62	Nikkei 225	36,909.00	0.35
West Texas	58.50	0.74	S&P 500	5,631.28	0.43
Gold	3,341.01	0.70	KuwaitSE	8,008.68	0.01

Economic Events	Country	Event	Actual	Forecast	Previous
05-May-25	CHF	CPI m/m	0.0%	0.2%	0.0%
05-May-25	USD	ISM Services PMI	51.6	50.2	50.8
07-May-25	NZD	Unemployment Rate	5.1%	5.3%	5.1%
07-May-25	USD	Federal Funds Rate	4.50%	4.50%	4.50%
07-May-25	USD	FOMC Statement			
08-May-25	GBP	BOE Monetary Policy Report			
08-May-25	GBP	Official Bank Rate		4.25%	4.50%
08-May-25	USD	Unemployment Claims		232K	241K
09-May-25	GBP	BOE Gov Bailey Speaks			
09-May-25	CAD	Unemployment Rate		6.7%	6.7%

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	3.50	3.75	4.00	4.19	4.44
USD	4.32	4.34	4.30	4.17	3.89
EUR	2.17	2.14	2.14	2.15	2.05
GBP	4.46	4.21	4.14	3.99	3.78

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	3.98	3.80	3.89	4.29	4.79
Germany	1.73	1.72	2.02	2.48	2.94
United Kingdom	3.58	3.78	3.92	4.45	5.24
Japan	0.52	0.61	0.86	1.32	2.87

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