



#### Highlights in the Foreign Exchange Market:

- The FOMC is set to meet today and tomorrow to agree on monetary policy in the US and is widely expected to cut interest rates by a further 25bps. The Fed is likely to claim it is a mid-cycle adjustment against uncertainties such as trade, Brexit, softer global growth, and low inflation. As investors become more confident about the likelihood of a partial trade deal between the US and China later this month, currencies remain well supported against the USD. The pound edged slightly lower on Brexit uncertainty, specifically about the impact of a possible snap election. Meanwhile, oil markets are focused on current demand conditions as Brent crude dipped around 1.15% from yesterday's opening, currently trading at 61.33.
- Though Johnson has secured a Brexit deal in Brussels, he was not able to get it ratified in the UK Parliament nor can he get the election he wants in order to break the deadlock. Yesterday, the PM tried for a third time to trigger a snap poll to end the impasse and was rejected again by the House of Commons. Under the rules of the vote he needed a two-thirds majority of all 650 sitting MPs to win it, but with a 299 - 70 outcome the vote was lost given the large number of MPs that abstained. He will try again today, this time using a different legal route which should make it easier for Johnson to secure votes. According to European Council President Donald Tusk, EU27 members have agreed to accept a request from the UK for a three month delay to the exit, extending the deadline to 31st January from 31st October.

#### Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.0985	1.1035	<b>1.1094</b>	1.1145	1.1195
GBP	1.2755	1.2800	<b>1.2852</b>	1.2900	1.2950
JPY	107.95	108.45	<b>108.97</b>	109.50	110.00
CHF	0.9845	0.9895	<b>0.9945</b>	0.9995	1.0045

#### Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1098	(3.28)	EUR/GBP	0.8628	(3.95)
GBP/USD	1.2862	0.74	GBP/JPY	140.10	0.01
USD/JPY	108.9400	(1.17)	EUR/JPY	120.93	(4.24)
USD/CHF	0.9944	1.31	EUR/CHF	1.1037	(1.95)

#### Major Crosses

#### Brief Technical Commentary

EUR/USD: The pair moved up to the 1.1107 level during Monday's trading session and currently trading at 1.1094. EUR/USD Support is at (1.0985-1.1035) any break below would take the pair down to 1.0875. Short term outlook is Bearish.

GBP/USD: The pair moved up to the 1.2876 level during Monday's trading session and currently trading at 1.2852. GBP/USD Support is at (1.2755-1.2805) any break below would take the pair down to 1.2675. Short term outlook is Bearish.

#### Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	2.38	2.63	2.81	3.06	3.25
USD	1.75	1.80	1.94	1.94	2.00
EUR	-0.53	-0.50	-0.44	-0.40	-0.30
GBP	0.70	0.71	0.80	0.87	0.96
CHF	-0.81	-0.79	-0.76	-0.69	-0.56
AUD	0.85	0.88	1.07	1.07	1.07

#### Economic Events

Date	Country	Event	Actual	Forecast	Previous
29-Oct-19	USD	CB Consumer Confidence		128.2	125.1
30-Oct-19	AUD	CPI q/q		0.5%	0.6%
30-Oct-19	EUR	German Prelim CPI m/m		0.0%	0.0%
30-Oct-19	USD	ADP Non-Farm Employment Change		125K	135K
30-Oct-19	USD	Advance GDP q/q		1.6%	2.0%
30-Oct-19	CAD	Overnight Rate		1.75%	1.75%
30-Oct-19	USD	Federal Funds Rate		<1.75%	<2.00%
31-Oct-19	CNY	Manufacturing PMI		49.9	49.8
31-Oct-19	EUR	CPI Flash Estimate y/y		0.7%	0.9%
1-Nov-19	USD	Non-Farm Employment Change		90K	136K

#### Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	1.60	1.66	1.68	1.85	2.35
Germany	-0.67	-0.67	-0.60	-0.34	0.17
United Kingdom	0.65	0.53	0.50	0.71	1.22
Japan	-0.21	-0.22	-0.24	-0.12	0.42

#### Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	63.23	(0.64)	Dow Jones	27,090.72	0.49
Brent	61.38	(0.31)	Nikkei 225	22,964.40	0.42
West Texas	55.61	(0.36)	S&P 500	3,039.42	0.56
Gold	1,491.65	(0.05)	KuwaitSE	5,766.90	(0.15)

All information has been sourced from Reuters.

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