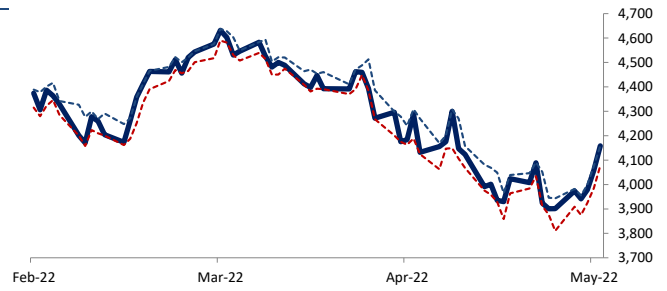


Highlights in the Foreign Exchange Market:

- Inflation in the US began cooling with the latest core PCE price index measure, the Fed's preferred measure of inflation, gaining just 0.2% last month after shooting up 0.9% in March. Looking over the past year, PCE slowed to 6.3% in April from a 40-year high of 6.6% in March, demonstrating the first decline since November 2020.
- The equity rebound persisted, bolstered by strong corporate performance and a swing in risk sentiment as inflation shows signs of descending and hawkish central bank fears ease. Major indices wiped out their recent losses that drove the market down for seven straight weeks. The S&P 500 posted its biggest weekly gain since November 2020. The rally in US Treasuries tempered – the 10-year yield settled at 2.74% while the 2-year held at 2.48%.
- The softer PCE figure failed to keep spirits high for the dollar and it lost some of its appeal against its peers. The US Dollar index fell about 0.2% to settle at 101.64. The euro kept climbing as odds narrow on an interest rate hike in July and traded above 1.0720. The sterling took advantage of the dollar's weakness and traded above 1.2600. The yen also managed to gain, freeing itself from its lows, as it traded on the lower end of 127.
- Commodities were not left out in the broad market upswing. The lingering seesaw of a potential Russian embargo on oil and uncertainty around the Chinese market demand buoyed oil prices above \$115 a barrel. Gold hovered slightly above \$1,850 an ounce.

S&P 500 Index
3-Month Performance



EUR/USD
3-Month Performance

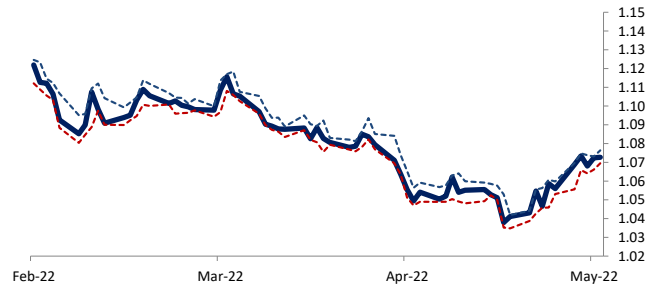


Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.0530	1.0630	1.0727	1.0840	1.0940
GBP	1.2420	1.2520	1.2616	1.2725	1.2825
JPY	125.10	126.20	127.11	128.10	129.10
CHF	0.9360	0.9460	0.9570	0.9670	0.9765

Major Currencies

CCY	Closing Rate	YTD %	Major Crosses	CCY	Closing Rate	YTD %
EUR/USD	1.0727	(5.64)	EUR/GBP	0.8494	1.12	
GBP/USD	1.2616	(6.75)	GBP/JPY	160.48	3.34	
USD/JPY	127.1100	10.47	EUR/JPY	136.42	4.68	
USD/CHF	0.9570	4.91	EUR/CHF	1.0272	(0.94)	

Brief Technical Commentary

EUR/USD: The pair moved up to the 1.0764 level during Friday's trading session and closed the week at 1.0727. EUR/USD supports are at (1.0630-1.0530) any break below would take the pair down to 1.0470. Short term outlook is Bearish.

GBP/USD: The pair moved up to the 1.2666 level during Friday's trading session and closed the week at 1.2616. GBP/USD supports are at (1.2520-1.2420) any break below would take the pair down to 1.2330. Short term outlook is Bearish.

Local & Global Rates

CCY	O/N	1-Month	3-Month	6-Month	1-Year
KWD	1.31	1.63	1.88	2.13	2.44
USD	0.78	1.05	1.40	1.75	2.25
EUR	-0.57	-0.55	-0.37	-0.08	0.36
GBP	0.94	1.05	1.26	1.54	1.94

Economic Events

Date	Country	Event	Actual	Forecast	Previous
27-May-22	USD	Core PCE Price Index m/m	1.9%	2.0%	1.9%
1-Jun-22	AUD	GDP q/q		0.6%	0.3%
1-Jun-22	EUR	German Retail Sales			-0.1%
1-Jun-22	CAD	Overnight Rate & Rate Statement		1.50%	1.00%
1-Jun-22	USD	ISM Manufacturing PMI		54.9	55.4
2-Jun-22	USD	ADP Non-Farm Employment Change	295K		247K
2-Jun-22	USD	Crude Oil Inventories			-1.0M
3-Jun-22	USD	Average Hourly Earnings m/m		0.4%	0.3%
3-Jun-22	USD	Non-Farm Employment Change	325K		428K
3-Jun-22	USD	Unemployment Rate		3.5%	3.6%

Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	1.97	2.48	2.72	2.74	2.97
Germany	-0.07	0.33	0.67	0.97	1.24
United Kingdom	1.35	1.41	1.55	1.91	2.18
Japan	-0.12	-0.08	-0.01	0.22	0.98

Commodities

Index	Last Price	% Change	Global Indices	Index	Last Price	% Change
Kuwait Oil	122.02	0.51	Dow Jones	33,212.96	1.76	
Brent	119.43	1.73	Nikkei 225	26,781.68	0.66	
West Texas	115.07	0.86	S&P 500	4,158.24	2.47	
Gold	1,854.73	0.15	KuwaitSE	7,632.02	0.64	

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