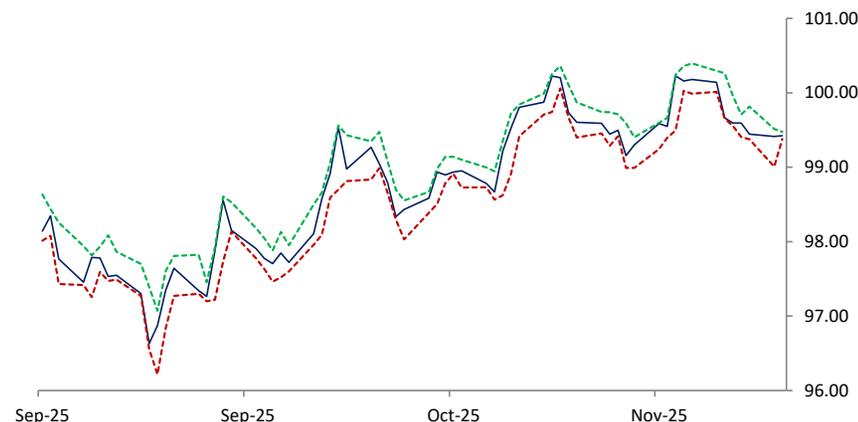


Treasury Daily Newsletter
2-Dec-25

Kuwaiti Dinar Today 0.30585 / 0.30595

Key Market Highlights:

- The U.S. ISM Manufacturing PMI slipped to 48.2 in November, marking a ninth straight month of contraction and the weakest print in four months, undershooting expectations. The downturn deepened across key components, with supplier deliveries, new orders, and employment all falling further, while 67% of firms continued to manage headcount rather than hire. Price pressures picked up again, backlogs shrank further, and inventories declined at a slower pace. There were a few bright spots, including a rebound in production. ISM Chair Susan Spence noted that 58% of manufacturing GDP remained in contraction, unchanged from October.
- The U.S. dollar index steadied around 99.4 this morning after hitting a two-week low, as weak US manufacturing data boosted expectations of a Federal Reserve rate cut. The latest ISM report showed factory activity contracting for a ninth month and at the fastest pace since July, prompting markets to price in an 88% probability of a 25bps cut next week. Sentiment was also shaped by President Trump's announcement that he has selected the next Fed Chair, with reports indicating Kevin Hasset as the frontrunner. Markets now await Fed Chair Jerome Powell's remarks later today for further policy signals.

U.S. Dollar Index
3-Month Performance

Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.1500	1.1550	1.1608	1.1660	1.1725
GBP	1.3120	1.3175	1.3215	1.3275	1.3300
JPY	154.65	155.20	155.70	156.25	156.90
CHF	0.7950	0.8000	0.8045	0.8100	0.8150

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1610	12.09	EUR/GBP	0.8786	6.18
GBP/USD	1.3209	5.56	GBP/JPY	205.29	4.58
USD/JPY	155.42	0.66	EUR/JPY	180.47	10.79
USD/CHF	0.8045	11.33	EUR/CHF	0.9339	0.62

Brief Technical Commentary

EUR/USD: The pair trades near 1.1615 in Asia as weak US PMI pressures the Fed to cut rates. Currently trading at 1.1608, support is seen 1.1550 and resistance is seen at 1.1660.

GBP/USD: The pair briefly went above 1.3250 before closing at 1.3212. Now at 1.3215, a sustained close above 1.3250 could signal further upside. Resistance is seen at 1.3275 and support is seen at 1.3175.

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	63.54	0.30	Dow Jones	47,289.33	0.90
Brent	63.20	0.06	Nikkei 225	49291.83	0.02
West Texas	59.41	0.15	S&P 500	6,812.63	0.53
Gold	4,208.46	0.57	KuwaitSE	8,805.03	0.01

Economic Events	Country	Event	Actual	Forecast	Previous
30-Nov-25	CNY	Manufacturing PMI	49.2	49.2	49
01-Dec-25	JPY	BOJ Gov Ueda Speaks			
01-Dec-25	USD	ISM Manufacturing PMI	48.2	49.0	48.7
01-Dec-25	USD	Fed Chair Powell Speaks			
02-Dec-25	EUR	CPI Flash Estimate y/y		2.1%	2.1%
03-Dec-25	CHF	CPI m/m		-0.2%	-0.3%
03-Dec-25	USD	ADP Non-Farm Employment Change		19K	42K
03-Dec-25	USD	ISM Services PMI		52	52.4
04-Dec-25	USD	Unemployment Claims		220K	216K
05-Dec-25	USD	Core PCE Price Index m/m		0.2%	0.2%

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	2.13	3.63	3.81	4.00	4.19
USD	4.12	3.84	3.77	3.69	3.51
EUR	1.89	1.95	2.06	2.11	2.21
GBP	3.97	3.87	3.78	3.70	3.60

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	3.57	3.53	3.66	4.08	4.73
Germany	1.84	2.05	2.34	2.74	3.37
United Kingdom	3.68	3.73	3.90	4.48	5.24
Japan	0.77	1.00	1.36	1.85	3.37