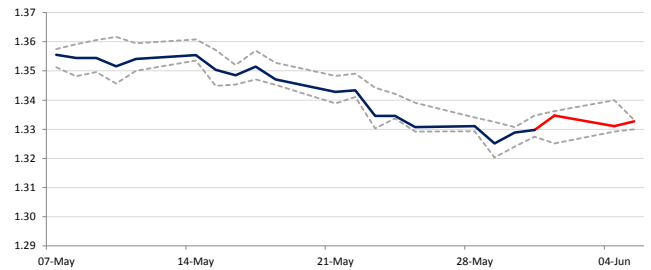


Highlights in the Foreign Exchange Market:

- Brexit continues to haunt the Sterling pound as it slipped yesterday, cutting short a brief rally triggered by stronger-than-expected data on Britain's construction sector. The pound fell 3.43% versus the dollar in May, its biggest monthly decline since 2016, as weakness in the UK economy and non-UK factors including new U.S. trade tariffs impacted the currency. The dip was mainly attributed to a burst of headlines highlighting Britain's future relationship – or lack thereof - with the European Union. One of the main obstacles facing the pair as they part ways is the Irish Border. To sum up the dilemma, the fear is that reinstating a physical border, including for customs, between EU-member Ireland and Britain's Northern Ireland province could revive violence there. Time is currently running out for Britain to secure a deal before exiting the European Union next March, where diplomats are hoping an EU summit on June 28-29 could break the deadlock.
- Donald Trump is under fire from his allies in the G7, a group of the largest advanced economies in the world, representing more than 62% of the global net wealth. The American President has failed to keep even his closest allies happy after a series of decisions that could not be described as "friendly". After pulling out of the international nuclear deal with Iran, Trump has put a strain on historical relationships as he imposed tariffs on steel and aluminum. Other members of the G7 condemned Trump, with the Canadian Finance Minister Bill Morneau saying: "We're concerned that these actions are actually not conducive to helping our economy, they actually are destructive, and that is consistently held across the six countries that expressed their point of view to Secretary Mnuchin."

GBP/USD



UK Construction PMI

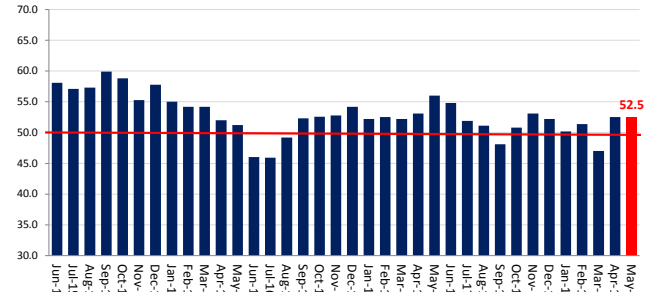


Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.1590	1.1630	1.1694	1.1745	1.1795
GBP	1.3220	1.3275	1.3326	1.3375	1.3425
JPY	108.70	109.25	109.79	110.25	110.85
CHF	0.9775	0.9825	0.9877	0.9925	0.9985

Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1698	(2.53)	EUR/GBP	0.8787	(1.15)
GBP/USD	1.3311	(1.47)	GBP/JPY	146.16	(3.90)
USD/JPY	109.80	(2.57)	EUR/JPY	128.45	(5.01)
USD/CHF	0.9876	1.35	EUR/CHF	1.1556	(1.20)

Major Crosses

Brief Technical Commentary

EUR/USD: The pair moved up to the 1.1744 level during Monday's trading session and currently trading at 1.1694. EUR Resistance is at (1.1795-1.1825) any break above targets 1.1895 and Support is at (1.1570-1.1590) any break below targets 1.1505 The pair is currently Neutral.

USD/JPY: The pair moved up to the 109.85 level during Monday's trading session and currently trading at 109.79 USD/JPY Resistance is at (110.55-110.85) any break above targets 111.40 and Support is at (108.50-108.70) any break below targets 107.80 The pair is currently Neutral.

Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	1.13	1.75	2.00	2.19	2.44
USD	1.75	2.00	2.32	2.47	2.72
EUR	-0.42	-0.41	-0.35	-0.31	-0.23
GBP	0.49	0.50	0.62	0.73	0.90
CHF	-0.80	-0.79	-0.73	-0.65	-0.53
AUD	1.54	2.01	1.99	2.06	2.24

Economic Events

Date	Country	Event	Actual	Forecast	Previous
4-Jun-18	GBP	Construction PMI	52.5	52.0	52.5
5-Jun-18	CNY	Caixin Services PMI	52.9	52.9	52.9
5-Jun-18	GBP	Services PMI		52.9	52.8
5-Jun-18	EUR	ECB President Draghi Speaks			
5-Jun-18	USD	ISD Non-Manufacturing PMI		57.9	56.8
6-Jun-18	AUD	GDP q/q		0.8%	0.4%
7-Jun-18	GBP	Halifax HPI m/m		1.1%	-3.1%
7-Jun-18	AUD	Trade Balance		1.03B	1.53B
8-Jun-18	CNY	Trade Balance		192B	183B
9-Jun-18	CNY	CPI y/y		1.9%	1.8%

Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	2.21	2.50	2.78	2.93	3.08
Germany	-0.71	-0.66	-0.23	0.40	1.09
United Kingdom	0.55	0.64	1.00	1.29	1.75
Japan	-0.14	-0.14	-0.11	0.04	0.72

Commodities

Index	Last Price	% Change	Index	Last Price	Change
Kuwait Oil	72.93	0.14	Dow Jones	24,813.69	178.48
Brent	73.35	(0.03)	Nikkei 225	22,171.35	(30.47)
West Texas	64.76	0.00	S&P 500	2,746.87	12.25
Gold	1,292.51	0.07	KuwaitSE	4,753.17	6.29

All information has been sourced from Reuters

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