

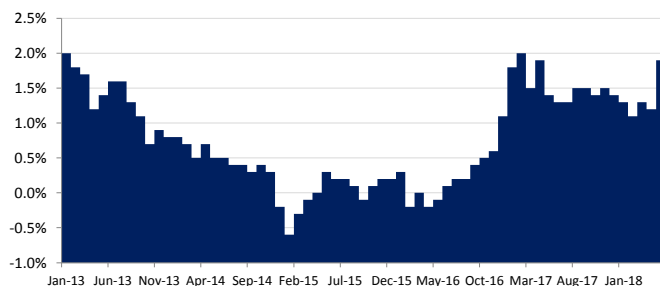
#### Highlights in the Foreign Exchange Market:

- Gold prices rose to a one-week high early on Wednesday, rebounding from a seven-month low touched in the previous session, as the dollar weakened against the yen and an end-of-week deadline loomed for U.S. tariffs on Chinese imports.
- Meanwhile, the European Central Bank's chief economist said on Tuesday he was confident inflation in the euro zone would continue accelerating towards the ECB's target of just under 2% even after the end of its massive bond purchases. "The underlying strength of the euro area economy, together with well-anchored, longer-term inflation expectations, provides grounds to be confident that the sustained convergence of inflation will continue in the period ahead, even after a gradual winding-down of net asset purchases," he told an event in Bucharest.
- Regarding China, the renminbi underwent one of its largest intraday drops on record as it appreciated against the dollar. The onshore renminbi is currently 1.4% below its highest level on Tuesday. Market participants attributed the move to state banks aggressively buying the currency. Afterwards however, the currency appeared to stabilize due to apparent intervention by China's state banks. Notably, the Chinese currency's 3.3% tumble in June was its worst month ever.

FX USD/CNY



Eurozone Economy Final CPI (y/y)



#### Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.1555	1.1610	<b>1.1660</b>	1.1720	1.1775
GBP	1.3095	1.3150	<b>1.3200</b>	1.3255	1.3315
JPY	109.35	109.95	<b>110.45</b>	111.05	111.45
CHF	0.9830	0.9870	<b>0.9920</b>	0.9970	1.0020

#### Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1655	(2.78)	EUR/GBP	0.8833	(0.54)
GBP/USD	1.3191	(2.29)	GBP/JPY	145.87	(4.17)
USD/JPY	110.58	(2.01)	EUR/JPY	128.92	(4.72)
USD/CHF	0.9923	1.79	EUR/CHF	1.1567	(1.02)

#### Major Crosses

#### Brief Technical Commentary

EUR/USD: The pair moved up to the 1.1673 level during Tuesday's trading session and currently trading at 1.1660 EUR/USD Support is at (1.1505-1.1555) any break below targets 1.1315. Short term outlook is slightly bearish and any move up should be limited to 1.1720. However, medium term outlook remains extremely bearish.

USD/JPY: The pair moved up to the 111.15 level during Tuesday's trading session and currently trading at 110.45 USD/JPY Resistance is at (111.15-111.45) any break above targets 112.75. Short term outlook is slightly bullish and any move down should be limited to 109.35. However, medium term outlook remains extremely bullish.

#### Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	1.19	1.75	2.00	2.19	2.50
USD	1.97	2.09	2.34	2.51	2.77
EUR	-0.42	-0.40	-0.36	-0.31	-0.24
GBP	0.48	0.50	0.69	0.79	0.96
CHF	-0.79	-0.78	-0.73	-0.65	-0.52
AUD	1.45	2.02	2.11	2.23	2.20

#### Economic Events

Date	Country	Event	Actual	Forecast	Previous
2-Jul-18	GBP	Manufacturing PMI	54.4	54.1	54.4
2-Jul-18	USD	ISM Manufacturing PMI	60.2	58.2	58.7
3-Jul-18	AUD	RBA Rate Statement			
3-Jul-18	GBP	Construction PMI	53.1	52.6	52.5
4-Jul-18	GBP	Services PMI		53.9	54.0
5-Jul-18	USD	ISM Non-Manufacturing PMI		58.3	58.6
5-Jul-18	EUR	FOMC Meeting Minutes			
6-Jul-18	USD	Average Hourly Earnings m/m		0.3%	0.3%
6-Jul-18	USD	Non-Farm Employment Change		200K	223K
6-Jul-18	USD	Unemployment Rate		3.8%	3.8%

#### Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	2.31	2.53	2.72	2.83	2.96
Germany	-0.71	-0.71	-0.31	0.29	0.98
United Kingdom	0.64	0.68	0.98	1.24	1.70
Japan	-0.14	-0.14	-0.12	0.03	0.69

#### Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	75.36	0.15	Dow Jones	24,174.82	(0.54)
Brent	75.46	(0.03)	Nikkei 225	21,730.80	(0.25)
West Texas	74.14	(0.13)	S&P 500	2,713.22	(0.49)
Gold	1,257.00	0.36	KuwaitSE	4,963.41	0.01

All information has been sourced from Reuters.

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