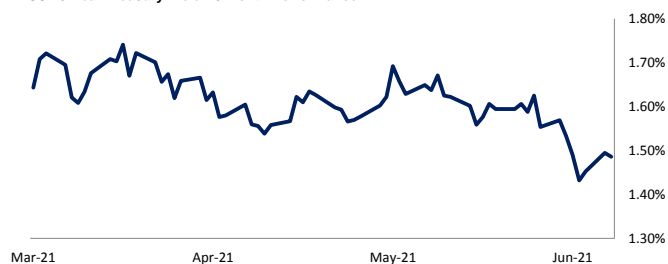


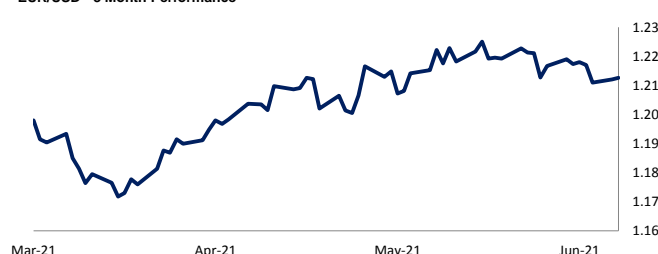
#### Highlights in the Foreign Exchange Market:

- In the United States, bond yields have pulled back as investors digest inflation data. US equities have been in a rising momentum in anticipation of a Fed meeting later this week. In Europe, the industrial production y/y was released and it illustrated a rise from 37.4% expected versus 39.3% actual. This data may influence a bullish stance for the euro, however increased volume of productions does suggest a rise of inflation and that could influence the ECB to take a position. More in Europe, the euro has been steady above the 1.21 range against the US dollar.
- Shifting to Australia, the Reserve Bank of Australia published minutes and it showed that the central bank is not considering tapering in the near future. The published minutes dipped the Australian dollar against the US dollar. Additionally, Australian stocks have edged higher following a holiday. Moving to Asia, Japanese equities have gained and the Nikkei 225 rose around 0.95%.
- Commodity prices have been balancing out following a recent surge influenced by global demand and the possibility that economies will be reopening. Copper has witnessed a slowdown in prices from recent all-time highs at \$10,000 a ton. The housing market in the United States has witnessed a deceleration and lumber has shaved around 40% of its price gain. The slowdown in commodity price gains and the rise in gold price could reinforce the concerns of rising inflation.

US 10-Year Treasury Yield - 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	1.2025	1.2075	1.2125	1.2175	1.2225
GBP	1.4015	1.4065	1.4114	1.4165	1.4210
JPY	109.05	109.55	110.07	110.55	111.05
CHF	0.8895	0.8945	0.8994	0.9040	0.9090

#### Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.2120	-0.74	EUR/GBP	0.8589	4.05
GBP/USD	1.4112	3.27	GBP/JPY	155.33	-9.15
USD/JPY	110.07	-6.16	EUR/JPY	133.40	-5.45
USD/CHF	0.8999	-1.58	EUR/CHF	1.09	-0.86

#### Major Crosses

#### Brief Technical Commentary

EUR/USD: The pair moved down to the 1.2093 level during Monday's trading session and currently trading at 1.2125. EUR/USD Resistance levels are at (1.2175-1.2225) any break above would take the pair up to 1.2420. Short term outlook is Bullish.

GBP/USD: The pair moved down to the 1.4069 level during Monday's trading session and currently trading at 1.4114. GBP/USD Resistance levels are at (1.4165-1.4210) any break above would take the pair up to 1.4370. Short term outlook is Bullish.

#### Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	0.00	1.25	1.50	1.75	2.00
USD	0.06	0.07	0.12	0.15	0.24
EUR	-0.58	-0.58	-0.55	-0.53	-0.49
GBP	0.04	0.05	0.08	0.11	0.17
CHF	-0.82	-0.80	-0.75	-0.71	-0.59
AUD	2.78	2.87	2.96	3.06	3.34

#### Economic Events

Date	Country	Event	Actual	Forecast	Previous
10-Jun-21	USD	CPI m/m	0.6%	0.4%	0.8%
15-Jun-21	GBP	BOE Gov Bailey Speaks			
15-Jun-21	USD	PPI m/m		0.5%	0.6%
15-Jun-21	USD	Retail Sales m/m		-0.6%	0.0%
15-Jun-21	USD	Industrial Production m/m		0.6%	0.7%
15-Jun-21	GBP	CPI y/y		1.8%	1.5%
16-Jun-21	CAD	CPI m/m			0.5%
16-Jun-21	USD	FOMC Policy Meeting			
17-Jun-21	AUD	Unemployment Rate		5.5%	5.5%
18-Jun-21	JPY	Monetary Policy Statement			

#### Government Yields

Country	2-Year	3-Year	5-Year	10-Year	30-Year
United States	0.16	0.33	0.78	1.48	2.17
Germany	-0.73	-0.70	-0.62	-0.26	0.29
United Kingdom	0.06	0.15	0.31	0.74	1.28
Japan	-0.13	-0.16	-0.12	0.04	0.66

#### Commodities

Index	Last Price	1D % Change	Index	Last Price	1D % Change
Kuwait Oil	72.40	0.65	Dow Jones	34,393.75	-0.25
Brent	73.10	0.33	Nikkei 225	29,450.95	0.99
West Texas	71.11	0.32	S&P 500	4,255.15	0.18
Gold	1,866.42	0.01	KuwaitSE	6,360.95	0.51

#### Global Indices

All information has been sourced from Bloomberg

This Treasury Newsletter is a publication of the National Bank of Kuwait ("NBK"). Although the information in this document has been prepared in good faith and from sources which we believe to be reliable, we do not represent or warrant its accuracy and such information may not necessarily represent the actual market data. NBK accepts no liability whatsoever for any loss or damage arising from the use of this document or reliance on the information contained herein. NBK will not be responsible for the consequence of reliance upon any opinion or statement contained herein.

For further information or discussion, please contact the Treasury Services Desk on TSD\_LIST@NBK.COM or +965 2221 6603 FAX +965 2229 1441