

Key Market Highlights:

- Risk aversion dominated markets overnight as equities fell and the dollar gained across the board. Concerns that higher commodity prices would fuel inflation and curb economic momentum dominated markets. Adding to the risk-off mood, is news that another Chinese real estate company missed its debt payment, indicating the possibility of further defaults down the line.
- In the equities market, the S&P and the Dow were down 1.39% and 0.94% respectively. Meanwhile, the tech-heavy Nasdaq was down 2%. On the FX front, the Dollar index snapped a four-day losing streak as sentiments soured and is back above the 94 level. The Euro fell to a low of 1.1573 edging closer to its one-year low of 1.1563, while sterling fell to a low of 1.3416. The greenback lost some of its gains as the market settled. In line with current movements, the US10-year treasury yield continues to recover towards the 1.50% level and closed at 1.49%
- Additionally challenging the market sentiment is the indecision over the passage of the US infrastructure-spending bill and the debt limit extension amid Republicans' strong rejection of President Joe Biden's "all or none" approach. It's worth noting the President's opposition are yet to respond to his readiness to negotiate the cap of the stimulus, hence expect an interesting US session.



US 10-Year Treasury Yield (%)
YTD Performance



Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.1500	1.1561	1.1600	1.1670	1.1750
GBP	1.3400	1.3500	1.3590	1.3700	1.3750
JPY	110.00	110.60	111.20	111.60	112.50
CHF	0.9100	0.9220	0.9265	0.9360	0.9400

Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1596	-5.08	EUR/GBP	0.8532	-1.57
GBP/USD	1.3592	-0.57	GBP/JPY	151.11	-1.01
USD/JPY	111.18	-7.13	EUR/JPY	128.92	-2.15
USD/CHF	0.9266	-4.47	EUR/CHF	1.0745	-0.62

Major Crosses

Brief Technical Commentary

EUR / USD: EUR went as high as 1.1640-20 yet losing any advances and back steady at 1.1600 once again. Bearish trend is anticipated to 1.1550 and 1.1500 figure, any correction might pull the EUR to 1.1670.

GBP / USD: Cable still looking for an upward directions but 1.3640 was the most reached and restarted lower. Next support levels are 1.3500 and 1.3500, any lower lows will push GBP to 1.34 area.

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	0.15	0.19	0.33	0.53	0.85
EUR	-0.16	-0.10	-0.03	0.03	0.14
GBP	0.48	0.50	0.58	0.74	1.04
CHF	1.04	1.05	1.17	1.38	1.78
AUD	2.78	2.86	2.95	3.05	3.33

Economic Events

Date	Country	Event	Actual	Forecast	Previous
30-Sep-21	USD	Fed Chair Powell Testifies			
1-Oct-21	CAD	GDP m/m	-0.10%	-0.20%	0.60%
1-Oct-21	USD	Core PCE Price Index m/m	0.30%	0.20%	0.30%
1-Oct-21	USD	ISM Manufacturing PMI	61.1	59.6	59.9
4-Oct-21	ALL	OPEC Meetings			
5-Oct-21	AUD	RBA Rate Statement			
5-Oct-21	USD	ISM Services PMI		59.9	54.4
8-Oct-21	USD	Average Hourly Earnings m/m		0.40%	0.60%
8-Oct-21	USD	Non-Farm Employment Change		490K	235K
8-Oct-21	USD	Unemployment Rate		5.10%	5.20%

Government Yields

Country	2-Year	3-Year	5-Year	10-Year	30-Year
United States	0.28	0.51	0.96	1.49	2.05
Germany	-0.72	-0.72	-0.58	-0.22	0.26
United Kingdom	0.40	0.49	0.62	1.01	1.38
Japan	-0.14	-0.14	-0.10	0.05	0.66

Commodities

Index	Last Price	1D % Change	Index	Last Price	1D Change
Kuwait Oil	78.40	3.06	Dow Jones	34,002.92	-0.94
Brent	81.47	0.30	Nikkei 225	27,795.63	-2.23
West Texas	77.70	0.18	S&P 500	4,300.46	-1.30
Gold	1,759.43	-0.62	KuwaitSE	4,810.37	1.35

Global Indices

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