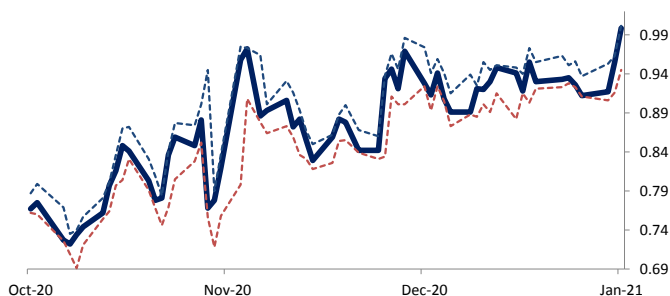


Highlights in the Foreign Exchange Market:

- Longer-term U.S. Treasury yields shot higher and the yield curve steepened yesterday as the market awaited the outcome of Georgia elections that will determine which party controls the U.S. Senate. If Democrats take control of the Senate, they would be able to pass their legislative agenda which could include higher taxes and more stimulus. This would also encourage a bearish sentiment on the US dollar. The results are expected later in the day.
- The spread between 5-year notes and 30-year bonds hit its widest level since November 2016 at 135.4 basis points. Yields also got a lift on stronger-than-expected data that showed U.S. manufacturing activity rose in December to its highest level since August 2018. The Institute for Supply Management said its index of national factory activity rebounded to a reading of 60.7 last month, up from 57.5 in November. The benchmark 10-year yield was last up 4.5 basis points at 1%.
- Saudi Arabia pledged additional, voluntary oil output cuts of one million barrels per day in February and March as part of a deal under which most OPEC+ producers will hold production steady in the face of new coronavirus lockdowns. Energy Minister Prince Abdulaziz bin Salman said Saudi is going beyond its promised cuts as part of the OPEC+ to support both its own economy and the oil market. Oil prices rallied almost 6% since the decision.

US 10YR Treasury
3-Month Performance



Brent Crude
3-Month Performance

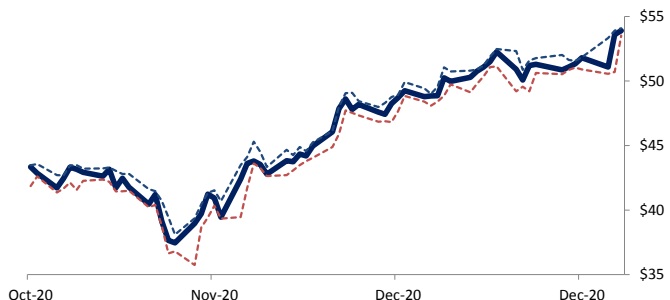


Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.2190	1.2240	1.2291	1.2340	1.2395
GBP	1.3510	1.3560	1.3610	1.3655	1.3705
JPY	101.80	102.40	102.81	103.30	103.80
CHF	0.8685	0.8735	0.8786	0.8840	0.8890

Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.2294	0.69	EUR/GBP	0.9020	1.09
GBP/USD	1.3624	(0.47)	GBP/JPY	139.96	(0.45)
USD/JPY	102.7200	(0.40)	EUR/JPY	126.30	(0.44)
USD/CHF	0.8783	(0.80)	EUR/CHF	1.0802	(0.07)

Major Crosses

Brief Technical Commentary

EUR/USD: The pair moved up to the 1.2324 level during early morning trading session and currently trading at 1.2291. EUR/USD Resistance levels are at (1.2340-1.2395) any break above would take the pair up to 1.2445. Short term outlook is Bullish.

GBP/USD: The pair moved down to the 1.3552 level during Tuesday's trading session and currently trading at 1.3608. GBP/USD Resistance levels are at (1.3655-1.3705) any break above would take the pair up to 1.3945 Short term outlook is Bullish.

Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	0.94	1.19	1.44	1.69	1.94
USD	0.10	0.14	0.24	0.26	0.34
EUR	-0.58	-0.59	-0.56	-0.54	-0.49
GBP	0.03	0.02	0.03	0.04	0.08
CHF	-0.83	-0.81	-0.76	-0.73	-0.61
AUD	-0.32	-0.28	-0.19	-0.13	-0.12

Economic Events

Date	Country	Event	Actual	Forecast	Previous
4-Jan-21	GBP	Final Manufacturing PMI	57.5	57.3	57.3
4-Jan-21	All	OPEC-JMMC Meetings			
4-Jan-21	CAD	Manufacturing PMI	57.9		55.8
5-Jan-21	USD	ISM Manufacturing PMI	60.7	56.6	57.5
6-Jan-21	USD	ADP Non-Farm Employment Change		75K	307K
6-Jan-21	GBP	BOE Gov Bailey Speaks			
6-Jan-21	USD	FOMC Meeting Minutes			
7-Jan-21	USD	Unemployment Claims			787K
7-Jan-21	USD	ISM Services PMI		54.5	55.9
8-Jan-21	CAD	Unemployment Rate			8.5%

Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	0.09	0.13	0.41	1.00	1.76
Germany	-0.71	-0.73	-0.75	-0.58	-0.17
United Kingdom	-0.13	-0.16	-0.09	0.21	0.78
Japan	-0.13	-0.13	-0.12	0.01	0.64

Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	52.62	3.27	Dow Jones	30,391.60	0.55
Brent	53.88	0.56	Nikkei 225	27,104.00	(0.20)
West Texas	49.75	0.10	S&P 500	3,726.86	0.71
Gold	1,944.76	(0.24)	KuwaitSE	5,563.11	0.49

Global Indices

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