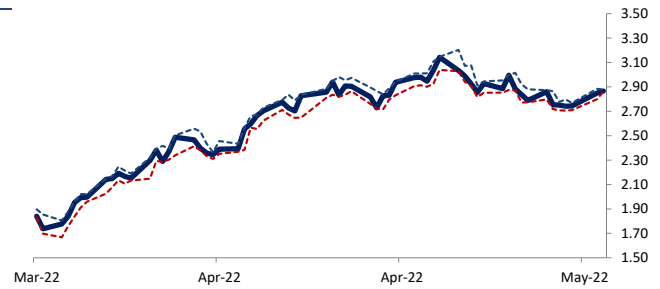


Highlights in the Foreign Exchange Market:

- After a month of surging volatility, US equities concluded on a downbeat note and Treasury yields rose as the inflation vs monetary tightening debate reverberates in the market and spooks investors. The S&P 500 fell 0.6%, bringing its return for May very close to zero. The 10-year Treasury yield hovered close to 2.9%.
- After a mammoth 3.6% quarterly growth in Q1 2021, Australian economic growth rose by 0.8% (3.3% annualized) in Q1 this year. The slightly higher than forecast growth was bolstered by strong household spending, which the Reserve Bank of Australia (RBA) is likely to view as validation for their hawkish pivot. Bets for an outsized 40bp interest rate hike are on the table for next week's meeting as it maintains its focus on tightness of the labor market, wages, and inflation.
- In China, the latest manufacturing data was sluggish but signaled a move towards more stable operating conditions across the sector as the pace of contraction slowed. Despite a rise from 46.0, its 26-month low in April, to 48.1, it marked a third month of deterioration. The severity of supply chain delays, war worries, and slow post-pandemic recovery tanked business confidence to a 5-month low in May.
- Climbing Treasury yields and fresh hawkish calls from Fed officials lifted the dollar for a solid comeback. In Asia, the aussie kept its range above 0.7150 while the yen slipped to 129. In Europe, soaring inflation and the latest package of sanctions on Russia soured mood. The euro slowed its climb as it rested around 1.0710 and the sterling traded below 1.2600.



AUD/USD
3-Month Performance

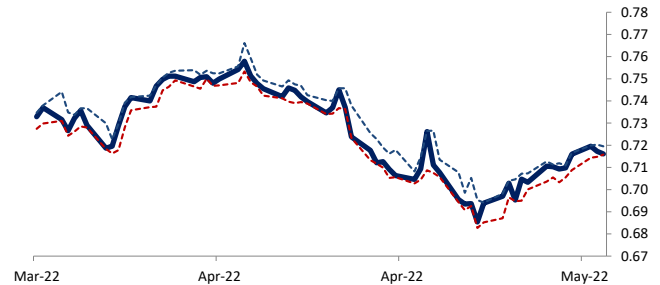


Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.0610	1.0660	1.0712	1.0775	1.0840
GBP	1.2470	1.2520	1.2582	1.2630	1.2690
JPY	128.15	128.70	129.24	129.75	130.30
CHF	0.9490	0.9550	0.9613	0.9665	0.9730

Major Currencies

CCY	Closing Rate	YTD %	Major Crosses	CCY	Closing Rate	YTD %
EUR/USD	1.0733	(5.80)	EUR/GBP	0.8518	1.31	
GBP/USD	1.2600	(7.00)	GBP/JPY	162.04	4.69	
USD/JPY	128.6800	2.32	EUR/JPY	138.10	6.19	
USD/CHF	0.9592	(5.40)	EUR/CHF	1.0297	(0.69)	

Brief Technical Commentary

EUR/USD: The pair moved down to the 1.0677 level during Tuesday's trading session and currently trading at 1.0712. EUR/USD Supports are at (1.0660-1.0610) any break below would take the pair down to 1.0560. Short term outlook is Bearish.

GBP/USD: The pair moved down to the 1.2558 level during Tuesday's trading session and currently trading at 1.2582. GBP/USD Supports are at (1.2520-1.2470) any break below would take the pair down to 1.2410. Short term outlook is Bearish.

Local & Global Rates

CCY	O/N	1-Month	3-Month	6-Month	1-Year
KWD	1.31	1.63	1.88	2.13	2.44
USD	0.78	1.08	1.40	1.76	2.26
EUR	-0.57	-0.55	-0.35	-0.07	0.36
GBP	0.94	1.09	1.31	1.60	2.02

Economic Events

Date	Country	Event	Actual	Forecast	Previous
1-Jun-22	AUD	GDP q/q	0.8%	0.6%	0.3%
1-Jun-22	CNY	Caixin Manufacturing PMI	48.1	49.1	46.0
1-Jun-22	EUR	German Retail Sales		-0.5%	-0.1%
1-Jun-22	CAD	Overnight Rate & Rate Statement		1.50%	1.00%
1-Jun-22	USD	ISM Manufacturing PMI		54.4	55.4
2-Jun-22	USD	ADP Non-Farm Employment Change		295K	247K
2-Jun-22	USD	Crude Oil Inventories			-1.0M
3-Jun-22	USD	Average Hourly Earnings m/m		0.4%	0.3%
3-Jun-22	USD	Non-Farm Employment Change		325K	428K
3-Jun-22	USD	Unemployment Rate		3.5%	3.6%

Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	2.02	2.57	2.84	2.87	3.07
Germany	0.02	0.48	0.83	1.12	1.36
United Kingdom	1.50	1.56	1.69	2.11	2.39
Japan	-0.10	-0.07	-0.01	0.23	1.03

Commodities

Index	Last Price	% Change	Global Indices	Index	Last Price	% Change
Kuwait Oil	118.19	(7.12)	Dow Jones	32,990.12	(0.67)	
Brent	116.03	0.37	Nikkei 225	27,444.45	0.60	
West Texas	115.22	0.54	S&P 500	4,132.15	(0.63)	
Gold	1,830.75	(0.37)	KuwaitSE	7,823.58	0.18	

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