

Treasury Daily Newsletter

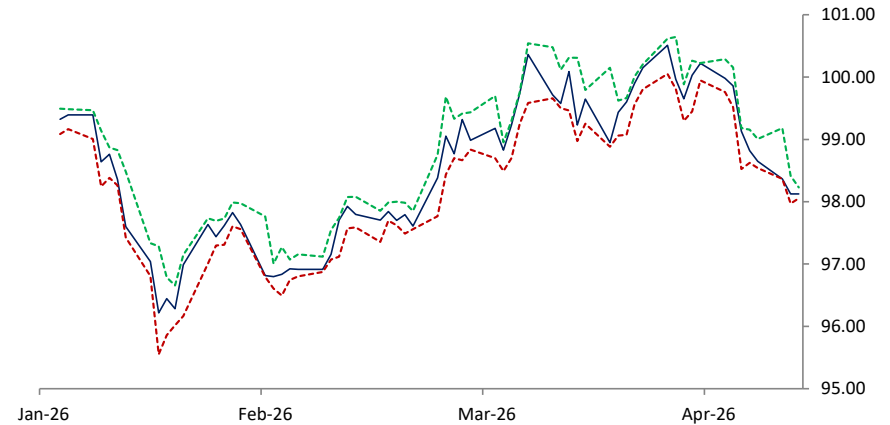
15-Apr-26

Kuwaiti Dinar Today 0.30630 / 0.30640

Key Market Highlights:

- U.S. producer prices increased by 0.5% month-on-month in March 2026, in line with the previous month but below expectations of a stronger 1.1% rise, suggesting a more moderate pace of upstream inflation. The increase was largely driven by a sharp 1.6% jump in goods prices, the strongest since August 2023, fueled by an 8.5% surge in energy costs amid the ongoing Iran conflict, while food prices declined by 0.3%. In contrast, services prices were flat on the month, as higher transportation and warehousing costs were offset by a decline in trade margins. On an annual basis, producer inflation accelerated to 4%, marking the highest level since February 2023 but still falling short of forecasts, while core PPI, which excludes food, energy, and trade services, rose a softer 0.1% month-on-month and 3.8% year-on-year, indicating some easing in underlying inflationary pressures despite energy-driven volatility.
- The U.S. dollar index hovered near six-week lows around 98, as easing geopolitical tensions and expectations of renewed U.S.-Iran peace talks reduced safe-haven demand, effectively reversing most of the gains seen since the onset of the Iran conflict. A sharp pullback in oil prices further alleviated inflation concerns, diminishing the likelihood of additional central bank tightening. The Federal Reserve is now broadly expected to keep rates on hold through the year, with some policymakers signaling that any potential rate cuts could be pushed as far out as 2027 depending on energy price dynamics. Market attention now turns to upcoming U.S. data releases, including trade price indices, the Empire State Manufacturing survey, and the NAHB Housing Market Index, for further economic direction.

U.S. Dollar Index
3-Month Performance



| Technical Levels | Support 2 | Support 1 | Spot | Resistance 1 | Resistance 2 |
|------------------|-----------|-----------|--------|--------------|--------------|
| EUR | 1.1645 | 1.1700 | 1.1785 | 1.1840 | 1.1900 |
| GBP | 1.3380 | 1.3435 | 1.3565 | 1.3600 | 1.3660 |
| JPY | 157.50 | 158.30 | 158.98 | 160.00 | 160.50 |
| CHF | 0.7700 | 0.7745 | 0.7815 | 0.7935 | 0.8000 |

| Currencies | Closing | YTD % | Closing | YTD % | |
|------------|---------|-------|---------|--------|------|
| EUR/USD | 1.1795 | 0.39 | EUR/GBP | 0.8694 | 0.29 |
| GBP/USD | 1.3564 | 0.68 | GBP/JPY | 215.36 | 2.14 |
| USD/JPY | 158.77 | 1.46 | EUR/JPY | 187.27 | 1.85 |
| USD/CHF | 0.7807 | 1.41 | EUR/CHF | 0.9208 | 1.06 |

Brief Technical Commentary

The EURUSD edged slightly lower during its last intraday trading, affected by the stability of the current resistance of 1.1810. This pullback comes as a part of a natural rebuild of positive momentum needed to breach this level.

The USDJPY pair declined slightly in its last intraday trading, this comes from the dominant short-term bearish corrective wave, alongside negative pressure as the price trades below 4H EMA50.

| Commodities | Last Price | % Change | Global Indices | Last Price | % Change |
|-------------|------------|----------|----------------|------------|----------|
| Kuwait Oil | 104.04 | 2.50 | Dow Jones | 48,535.99 | 0.66 |
| Brent | 95.32 | 0.56 | Nikkei 225 | 58,080.34 | 0.35 |
| West Texas | 91.13 | 0.13 | S&P 500 | 6,967.38 | 1.17 |
| Gold | 4,818.96 | 0.46 | KuwaitSE | 8,727.52 | 0.25 |

| Economic Events | Country | Event | Actual | Forecast | Previous |
|-----------------|---------|------------------------------|--------|----------|----------|
| 14-Apr-26 | USD | Core PPI m/m | 0.1% | 0.5% | 0.5% |
| 14-Apr-26 | GBP | BOE Gov Bailey Speaks | | | |
| 15-Apr-26 | EUR | ECB President Lagarde Speaks | | | |
| 16-Apr-26 | AUD | Unemployment Rate | | 4.3% | 4.3% |
| 16-Apr-26 | CNY | GDP q/y | | 4.8% | 4.5% |
| 16-Apr-26 | CNY | Retail Sales y/y | | 2.5% | 2.8% |
| 16-Apr-26 | CNY | Industrial Production y/y | | 5.3% | 6.3% |
| 16-Apr-26 | EUR | Final CPI y/y | | 2.5% | 2.5% |
| 16-Apr-26 | GBP | GDP m/m | | 0.1% | 0.0% |
| 16-Apr-26 | USD | Unemployment Claims | | 215K | 219K |

| Local & Global Rates (%) | O/N | 1-Month | 3-Month | 6-Month | 1-Year |
|--------------------------|------|---------|---------|---------|--------|
| KWD | 2.38 | 3.38 | 3.56 | 3.75 | 3.94 |
| USD | 3.63 | 3.66 | 3.68 | 3.70 | 3.71 |
| EUR | 1.90 | 2.00 | 2.20 | 2.44 | 2.71 |
| GBP | 3.73 | 3.75 | 3.81 | 3.94 | 4.10 |

| Government Yields (%) | 1-Year | 2-Year | 5-Year | 10-Year | 30-Year |
|-----------------------|--------|--------|--------|---------|---------|
| United States | 3.68 | 3.74 | 3.86 | 4.25 | 4.86 |
| Germany | 2.40 | 2.52 | 2.68 | 3.00 | 3.56 |
| United Kingdom | 4.15 | 4.18 | 4.31 | 4.77 | 5.44 |
| Japan | 1.13 | 1.37 | 1.83 | 2.40 | 3.58 |