

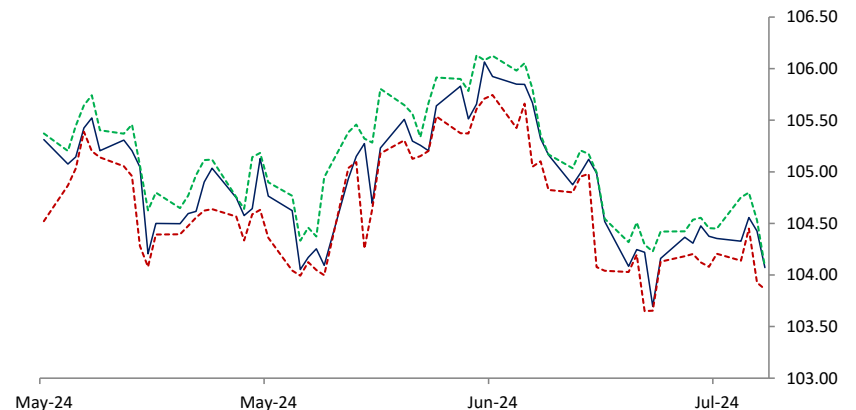
## Treasury Daily Newsletter 1-Aug-24

Kuwaiti Dinar Today 0.30545 / 0.30555

**Key Market Highlights:**

- The US Federal Reserve has decided to keep the Fed's Fund rate unchanged at 5.50% in its latest meeting on Wednesday. The decision is considered in line with what the market was pricing. Fed Chair, Jerome Powell, delivered a statement where he stated that the economy has been improving in the second quarter, and that the Fed would adjust monetary policy if the upcoming data continues to show sustainable improvements in inflation. Markets took the statement to indicate that a September rate cut is not off the table, with 27.9 bps worth of cuts currently priced by markets. The decision comes following labor data which shows the ADP non-farm employment change at 122k, down from 155k the previous month. The US dollar index was trading lower following the statement, currently trading at around 104.037.
- Inflation in the Eurozone ticked slightly higher in July, as seen in the latest CPI flash estimates data. Where the CPI figure was at 2.6% y/y, higher than the previous 2.5% figure. Core inflation estimates were at 2.9%, matching the previous month but higher than estimates. While the EUR/USD pair was srn trading at around 1.0828 following the news release.

**US Dollar Index**  
3-Month Performance



Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.0770	1.0800	1.0830	1.0870	1.0920
GBP	1.2770	1.2805	1.2855	1.2900	1.2940
JPY	148.55	149.00	149.50	150.00	150.50
CHF	0.8700	0.8730	0.8770	0.8805	0.8835

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.0825	1.89	EUR/GBP	0.8420	2.83
GBP/USD	1.2856	0.95	GBP/JPY	192.77	7.15
USD/JPY	149.9800	6.12	EUR/JPY	162.35	4.14
USD/CHF	0.8779	4.19	EUR/CHF	0.9505	2.24

**Brief Technical Commentary**

The pair price fluctuates within sideways range in the previous sessions, confined between 1.0806 support and 1.0840 resistance. The pair currently is at 1.0830 support levels at (1.0800-1.0770)

The pair price declined sharply yesterday, as it surpassed the 150 level for the first time since March 2024, the way seems open to continue towards the 146.50 level. The pair is currently trading at 149.50 support levels at (149.00-148.55)

Economic Events	Country	Event	Actual	Forecast	Previous
30-Jul-24	USD	CB Consumer Confidence	100.3	99.8	100.4
30-Jul-24	USD	JOLTS Job Openings	8.18M	8.02M	8.14M
31-Jul-24	JPY	BOJ Policy Rate	0.25%		
31-Jul-24	USD	ADP Non-Farm Employment Change	122k	166K	150K
31-Jul-24	USD	Federal Funds Rate	5.50%		
31-Jul-24	CNY	Manufacturing PMI	49.4	49.3	49.5
31-Jul-24	EUR	Core CPI Flash Estimate y/y	2.9%	2.8%	2.9%
01-Aug-24	GBP	Official Bank Rate			
02-Aug-24	USD	ISM Manufacturing PMI		49.0	48.5
02-Aug-24	USD	Unemployment Rate		4.1%	4.1%

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	84.69	0.43	Dow Jones	40,842.79	0.24
Brent	80.72	2.66	Nikkei 225	38,039.39	2.72
West Texas	78.68	0.99	S&P 500	5,522.30	1.58
Gold	2,448.00	0.00	KuwaitSE	7,239.41	0.23

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	3.75	4.00	4.25	4.44	4.69
USD	5.33	5.34	5.24	5.08	4.74
EUR	3.64	3.61	3.63	3.59	3.41
GBP	5.20	5.07	5.04	4.93	4.69

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.73	4.28	3.94	4.05	4.32
Germany	2.97	2.48	2.20	2.28	2.51
United Kingdom	4.42	3.79	3.75	3.96	4.55
Japan	0.29	0.46	0.66	1.03	2.14

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