



Highlights in the Foreign Exchange Market:

- With the number of reported cases dwindling, China eased some of its strict lockdown curbs to combat the resulting economic malaise. Shanghai offered tax rebates worth ¥140 billion (\$21 billion), representing about 0.1% of China's GDP last year, after a recent interest rate cut to stimulate business activity. The news sweetened market sentiment, boosting equities, commodities, and major currencies against the greenback.
- As havens lose their appeal amid an improved market mood, the greenback is still pinned down nursing its bruises. The single currency, fired by the debate of faster initial interest rate hikes, traded in 1.0740. The cable feasted on the greenback's weakness as it traded close to 1.2650. The yen continued to gain, trading in 126.90 as it sheds off its weight of losses. The aussie rejoiced in China's reopening as it traded above 0.7150.
- Oil prices trudged towards \$120 a barrel as jitters around a threatened oil supply persist. Ongoing efforts for the European Union embargo on Russian oil, a revitalizing Chinese economy, and an ailing dollar fueled prices. Gold pushed itself amid the dollar weakness, trading at \$1,860 an ounce.

Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.0600	1.0670	1.0757	1.0800	1.0840
GBP	1.2480	1.2550	1.2650	1.2700	1.2772
JPY	125.80	126.35	127.00	128.00	128.94
CHF	0.9400	0.9500	0.9565	0.9670	0.9751

Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.0727	(5.37)	EUR/GBP	0.8494	1.23
GBP/USD	1.2616	(6.51)	GBP/JPY	160.48	3.42
USD/JPY	127.1100	10.36	EUR/JPY	136.42	4.83
USD/CHF	0.9570	4.82	EUR/CHF	1.0272	(0.80)

Major Crosses

Brief Technical Commentary

EUR / USD: EUR gained against the US dollar to reach 1.0764 on the daily chart surpassing the 1.0700 resistance level. Continuation of higher highs will surely meet the 1.0800 area and might reach 1.0855. Any lower trend will push the EUR to the 1.0650 area.

GBP / USD: Weaker US dollar helped push Cable to higher highs to 1.2670 before retracing to 1.2614. The weak US dollar is effecting the all-major currencies as more GBP gains are expected. 1.2700 and 1.2775 area the next resistance levels.

Local & Global Rates

CCY	O/N	1-Month	3-Month	6-Month	1-Year
KWD	1.31	1.63	1.88	2.13	2.50
USD	0.78	1.05	1.40	1.75	2.25
EUR	-0.57	-0.55	-0.37	-0.08	0.36
GBP	0.94	1.05	1.26	1.54	1.94

Economic Events

Date	Country	Event	Actual	Forecast	Previous
27-May-22	USD	Core PCE Price Index m/m	1.9%	2.0%	1.9%
1-Jun-22	AUD	GDP q/q		0.6%	0.3%
1-Jun-22	EUR	German Retail Sales			-0.1%
1-Jun-22	CAD	Overnight Rate & Rate Statement		1.50%	1.00%
1-Jun-22	USD	ISM Manufacturing PMI		54.9	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	1.97	2.48	2.72	2.74	2.97
Germany	-0.07	0.33	0.65	0.97	1.23
United Kingdom	1.35	1.41	1.56	1.92	2.18
Japan	-0.10	-0.07	-0.01	0.22	0.99

Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	123.78	2.27	Dow Jones	33,212.96	1.76
Brent	120.23	0.67	Nikkei 225	27,319.93	2.01
West Texas	116.18	1.00	S&P 500	4,158.24	2.47
Gold	1,862.50	0.50	KuwaitSE	7,766.46	1.76

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