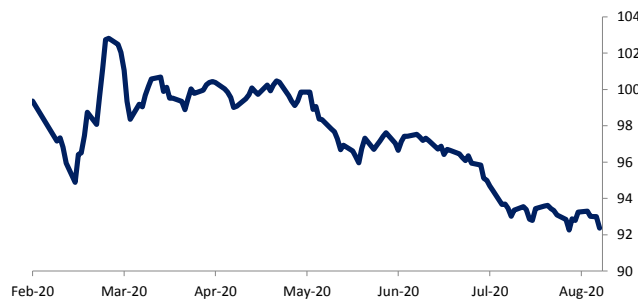


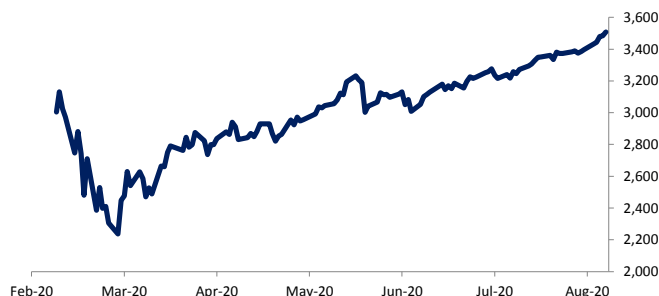
#### Highlights in the Foreign Exchange Market:

- The economic calendar last week was exceptionally light, in spite of it, there was volatility in financial markets. All eyes were focused on the Jackson Hole summit, where the world's most powerful central bank revealed its new strategy on price growth. The Fed is moving towards an "average" 2% inflation target rather than a fixed one and to restore full employment. The S&P 500 and the Dow advanced higher as the new strategy will keep interest rates on the low, which equities cherish. The S&P hit a new record high of 3,509.23 on Friday and gained about 2.60% in value on a weekly basis.
- Fed President of Dallas Robert Kaplan mentioned that he would not feel comfortable allowing inflation to stay at 3% for a year and not raise interest rates. Although, he does see 2.25%-2.5% as consistent with the Fed's new strategy. "This is not a formula, this is not a commitment," Kaplan stated. Overall, the latest strategy is leaning towards an average inflation of 2%, under which the Fed would aim to make up for periods when inflation is too low by allowing periods when inflation is too high.
- In the FX sphere, higher US yields failed to save the greenback from its negative momentum. Financial markets are factoring in greater tolerance for higher inflation, which is a key element in the current narrative of negative US real yields reducing the dollar's attractiveness. In weekly terms, the dollar index is down by 1% against a basket of currencies and is close to the lowest levels since April 2018. The Aussie was one of the best performing currencies supported by a weaker dollar and improving data out of China, which is Australia's largest trading partner. The AUD/USD soared to 0.7368, a near 2-year high.

US Dollar Index  
6-Month Performance



S&P 500  
6-Month Performance



#### Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.1710	1.1810	1.1903	1.1995	1.2085
GBP	1.3115	1.3205	1.3349	1.3445	1.3530
JPY	103.50	104.65	105.34	106.25	106.95
CHF	0.8840	0.8935	0.9038	0.9130	0.9230

#### Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1903	6.18	EUR/GBP	0.8915	5.45
GBP/USD	1.3349	0.68	GBP/JPY	140.65	(1.50)
USD/JPY	105.3400	(3.23)	EUR/JPY	125.41	2.83
USD/CHF	0.9038	(6.61)	EUR/CHF	1.0764	(0.81)

#### Major Crosses

#### Brief Technical Commentary

EUR/USD: The pair moved up to the 1.1919 level during Friday's trading session and closed the week at 1.1903. EUR/USD Resistance levels are at (1.1995-1.2085) any break above would take the pair up to 1.2140. Short term outlook is Bullish.

GBP/USD: The pair moved up to the 1.3356 level during Friday's trading session and closed the week at 1.3349. GBP/USD Resistance levels are at (1.3445-1.3530) any break above would take the pair up to 1.3610. Short term outlook is Bullish.

#### Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	1.13	1.31	1.56	1.81	2.13
USD	0.11	0.16	0.24	0.31	0.45
EUR	-0.57	-0.55	-0.51	-0.47	-0.37
GBP	0.06	0.05	0.06	0.12	0.24
CHF	-0.81	-0.79	-0.72	-0.67	-0.52
AUD	0.05	-0.10	-0.15	0.15	0.10

#### Economic Events

Date	Country	Event	Actual	Forecast	Previous
31-Aug-20	CNY	Manufacturing PMI		51.1	51.1
1-Sep-20	CNY	Caixin Manufacturing PMI		52.6	52.8
1-Sep-20	AUD	Cash Rate		0.25%	0.25%
1-Sep-20	CAD	Manufacturing PMI			52.9
1-Sep-20	USD	ISM Manufacturing PMI		54.5	54.2
2-Sep-20	AUD	GDP q/q		-6.0%	-0.3%
2-Sep-20	USD	ADP Non-Farm Employment Change		1250K	167K
3-Sep-20	USD	Unemployment Claims		956K	1006K
3-Sep-20	USD	ISM Non-Manufacturing PMI		57.5	58.1
4-Sep-20	USD	Non-Farm Employment Change		1518K	1006K

#### Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	0.11	0.13	0.27	0.72	1.51
Germany	-0.58	-0.68	-0.65	-0.41	0.07
United Kingdom	-0.08	-0.07	-0.01	0.31	0.88
Japan	-0.15	-0.13	-0.08	0.04	0.61

#### Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	44.58	(0.13)	Dow Jones	28,653.87	0.57
Brent	45.81	0.46	Nikkei 225	22,822.65	(1.41)
West Texas	42.91	(0.16)	S&P 500	3,508.01	0.67
Gold	1,964.49	1.84	KuwaitSE	5,289.16	0.39

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