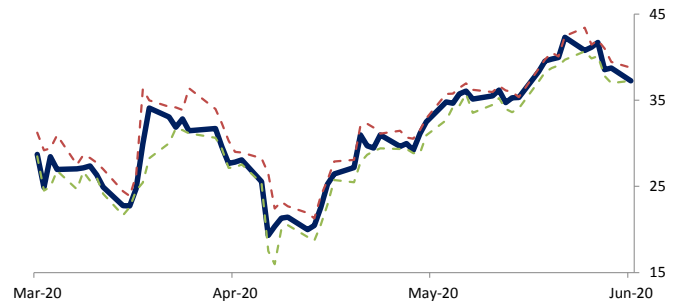


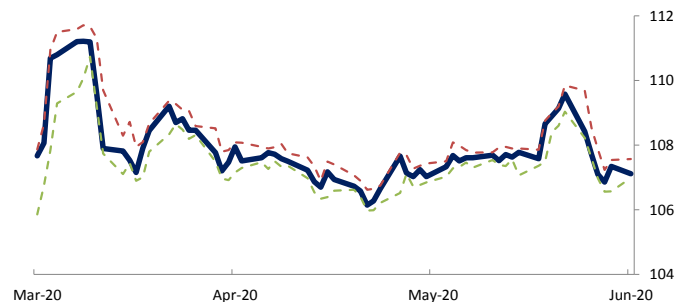
#### Highlights in the Foreign Exchange Market:

- Oil prices continued to fall as concerns regarding a second wave of infections threaten a global economic recovery. Brent crude fell to \$37.74 today, following its 3-month peak to \$43.41 last week. After rallying for six weeks, the drop in crude prices came after the US Federal Reserve's dire assessment of the American economy. Still, supply reductions from OPEC+ and the US have begun balancing the market. In China, coronavirus cases began increasing with Beijing moving to close parts of its city once again.
- China's industrial production grew at the strongest rate since December 2019, but retail and investment remained negative. Production grew by 4.4% from a year earlier, up from the 3.9% seen in April. Fixed asset investment fell by 6.3% from a year earlier in the first five months of 2020. Although the overall picture is of a recovery, weak global demand will continue to challenge.
- The dollar index traded slightly lower this morning against most peers excluding the Japanese yen and Swiss Franc. Gold prices remained high, last seen trading at 1,725. US Treasury yields traded lower this morning as prices increased alongside demand.

**Brent Crude**  
3-Month Performance



**USD/JPY**  
3-Month Performance



CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.1155	1.1210	<b>1.1266</b>	1.1310	1.1360
GBP	1.2425	1.2470	<b>1.2523</b>	1.2575	1.2635
JPY	106.10	106.60	<b>107.07</b>	107.65	108.05
CHF	0.9415	0.9460	<b>0.9508</b>	0.9565	0.9610

#### Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1254	0.15	EUR/GBP	0.8974	6.62
GBP/USD	1.2540	(6.07)	GBP/JPY	134.65	(6.50)
USD/JPY	107.3400	(1.54)	EUR/JPY	120.83	(1.30)
USD/CHF	0.9523	(1.58)	EUR/CHF	1.0718	(1.45)

#### Major Crosses

#### Brief Technical Commentary

EUR/USD: The pair moved down to the 1.1211 level during Friday's trading session and currently trading at 1.1266 EUR/USD Resistance is at (1.1310-1.1360) any break above would take the pair up to 1.1420. Short term outlook is Neutral.

GBP/USD: The pair moved down to the 1.2472 level during Friday's trading session and currently trading at 1.2523 GBP/USD Resistance is at (1.2575-1.2635) any break above would take the pair up to 1.2740. Short term outlook is Neutral.

#### Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	1.25	1.44	1.69	1.94	2.13
USD	0.11	0.20	0.32	0.43	0.59
EUR	-0.53	-0.46	-0.39	-0.26	-0.17
GBP	0.06	0.09	0.20	0.35	0.52
CHF	-0.81	-0.77	-0.66	-0.59	-0.46
AUD	-0.04	0.12	0.33	0.46	0.59

#### Economic Events

Date	Country	Event	Actual	Forecast	Previous
12-Jun-20	GBP	GDP m/m	-20.4	-18.0%	-5.8%
12-Jun-20	USD	Prelim UoM Consumer Sentiment	78.9	75.0	72.3
12-Jun-20	USD	Fed Monetary Policy Report			
16-Jun-20	JPY	Monetary Policy Statement			
16-Jun-20	USD	Core Retail Sales m/m		5.5%	-17.2%
16-Jun-20	USD	Retail Sales m/m		7.4%	-16.4%
16-Jun-20	USD	Fed Chair Powell Testifies			
17-Jun-20	CAD	CPI m/m		0.8%	-0.7%
18-Jun-20	NZD	GDP q/q		-1.0%	0.5%
18-Jun-20	AUD	Unemployment Rate		7.0%	6.2%

#### Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	0.15	0.18	0.30	0.65	1.39
Germany	-0.59	-0.69	-0.68	-0.46	0.02
United Kingdom	-0.02	-0.07	0.00	0.20	0.60
Japan	-0.19	-0.17	-0.12	0.00	0.51

#### Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	30.40	(5.30)	Dow Jones	25,605.54	1.90
Brent	37.30	(3.67)	Nikkei 225	21,675.33	(2.83)
West Texas	36.19	(5.18)	S&P 500	3,041.31	1.33
Gold	1,721.24	(0.49)	KuwaitSE	4,951.57	(2.74)

This Treasury Newsletter Is a publication of the National Bank of Kuwait ("NBK"). Although the information in this document has been prepared in good faith and from sources which we believe to be reliable, we do not represent or warrant its accuracy and such information may not necessarily represent the actual market data. NBK accepts no liability whatsoever for any loss or damage arising from the use of this document or reliance on the information contained herein. NBK will not be responsible for the consequence of reliance upon any opinion or statement contained herein.

For further information or discussion, please contact the Treasury Services Desk on TSD\_LIST@NBK.COM or +965 2221 6603 (TELEX : 46811 - FAX +965 2241 9720).