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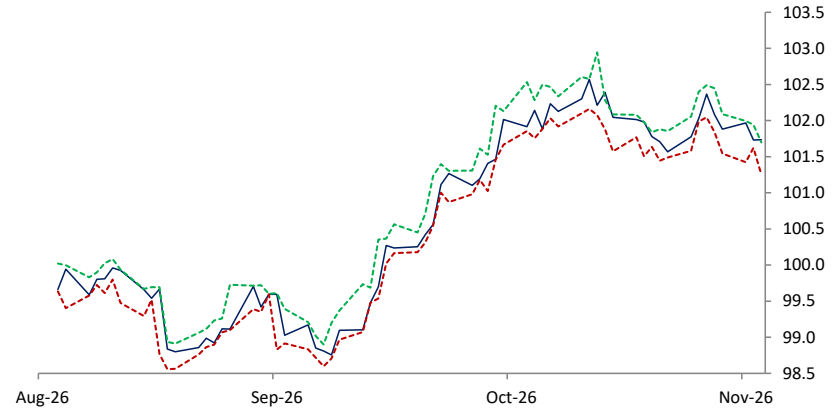
Key Market Highlights:

- The U.S. dollar fell against major currencies today as early election results showed Democrats gaining significant ground against President Donald Trump's backed Republicans, raising the prospect of divided government and increased congressional resistance to the administration's agenda. The euro, Japanese yen, British pound and Swiss franc all strengthened against the dollar, reflecting investor reassessment of the U.S. political and fiscal outlook. The dollar index declined ~0.37% to ~101.34, while the euro advanced ~0.5% to ~$1.1249 and sterling gained ~0.37% to ~$1.3464. Meanwhile, oil prices edged lower, with Brent crude at ~$102.84 and WTI at ~$95.20, as markets weighed election uncertainty against renewed diplomatic efforts to end the U.S. conflict with Iran. Despite the downward pressure, an unexpected 5.27-million-barrel decline in U.S. crude inventories provided underlying support for energy prices, particularly as refined-product inventories remained relatively tight. The possibility of a diplomatic breakthrough could ease supply concerns and reduce inflationary pressure, although continued instability around the Strait of Hormuz remains a significant threat to global energy flows. Consequently, movements in oil prices remain particularly important for energy-importing economies; while the dollar's immediate direction remains closely tied to election results and changing expectations for U.S. economic policy.
- A Democratic take-over of Congress could constrain Trump's domestic legislative agenda, increase oversight of federal spending and technology regulation, and complicate the administration's ability to advance its economic priorities, potentially extending pressure on the dollar if investors interpret the outcome as increased political uncertainty. However, Trump's continued authority over executive and foreign policy means trade relations, tariffs and the U.S. approach to Iran could remain major independent drivers of currency and energy markets. Against this backdrop, stocks wilting coupled with a declining USD highlights the broader market reaction, with U.S. equity futures declining, Treasury yields retreating and the dollar weakening as investors price in the prospect of a divided government. Meanwhile, gold has attracted renewed attention as dollar weakness improves its relative appeal, reinforcing its traditional relationship with movements in the U.S. currency. Ultimately, the combination of election-driven currency movements, uncertain U.S. fiscal direction and unresolved Middle Eastern energy risks leaves the dollar, gold and oil particularly sensitive to developments over the coming trading sessions.

U.S. Dollar Index
3-Month Performance



Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.1135	1.1200	1.1250	1.1300	1.1350
GBP	1.3360	1.3415	1.3470	1.3500	1.3570
JPY	156.50	157.10	157.60	158.15	158.75
CHF	0.8050	0.8090	0.8140	0.8190	0.8255

Currencies	Closing	YTD %		Closing	YTD %
EUR/USD	1.1193	4.38	EUR/GBP	0.8337	4.25
GBP/USD	1.3411	0.13	GBP/JPY	212.84	0.78
USD/JPY	158.66	0.91	EUR/JPY	177.59	3.51
USD/CHF	0.8206	3.09	EUR/CHF	0.9185	1.45

Brief Technical Commentary

EUR/USD edges higher against the broader downtrend, extending to 1.1263 before holding near 1.1250, above a bullish-stacked set of 1H EMAs with RSI elevated at 72. Initial support is seen at 1.1200, followed by 1.1135; resistance stands at 1.1300 and then 1.1350.

USD/JPY pulls back to 157.60 after stalling near 158.75, slipping below the 1H EMAs as momentum softens within a narrowing higher-timeframe range, with RSI near 33. Initial support is seen at 157.10, followed by 156.50; resistance stands at 158.15 and then 158.75.

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	109.36	2.17	Dow Jones	51,786.72	0.38
Brent	102.84	0.73	Nikkei 225	60,279.99	4.44
West Texas	95.20	0.93	S&P 500	7,568.92	0.36
Gold	3,955.42	0.66	KuwaitSE	8,442.83	0.15

Economic Events	Country	Event	Actual	Forecast	Previous
02-Nov-26	USD	ISM Manufacturing PMI	55.5	54.5	54.5
03-Nov-26	AUD	Cash Rate	4.85%	4.85%	4.60%
03-Nov-26	CHF	CPI m/m	0.2%	0.0%	0.0%
03-Nov-26	USD	Congressional Elections			
04-Nov-26	NZD	Unemployment Rate	5.7%	5.5%	5.6%
04-Nov-26	EUR	CPI Flash Estimate y/y		4.0%	3.8%
04-Nov-26	USD	ISM Services PMI		54.9	54.9
05-Nov-26	GBP	Official Bank Rate		4.00%	3.75%
06-Nov-26	CAD	Unemployment Rate		6.5%	6.5%
06-Nov-26	USD	Non-Farm Employment Change		63K	29K

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	2.94	3.38	3.56	3.81	4.00
USD	3.95	3.90	4.05	4.17	4.38
EUR	2.39	2.45	2.71	2.99	3.30
GBP	3.74	3.96	4.04	4.22	4.52

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.37	4.60	4.73	4.93	5.31
Germany	2.88	3.02	3.13	3.32	3.69
United Kingdom	4.54	4.85	4.89	5.24	5.65
Japan	1.68	1.88	2.25	2.80	3.92

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