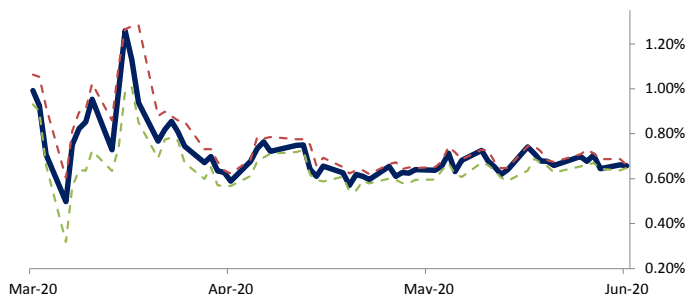


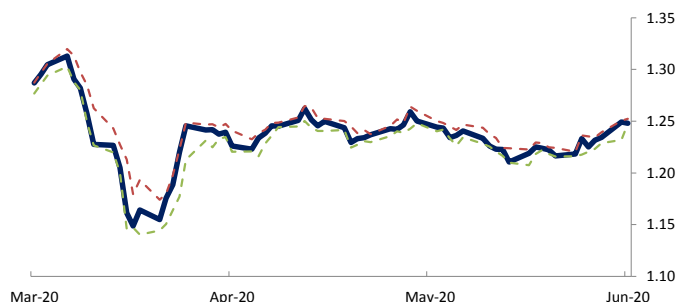
Highlights in the Foreign Exchange Market:

- The US ISM manufacturing index rose to 43.1 in May from 41.5 in April with all the important sub-components – production, new orders and employment – improving. Production improved to 33.2 from 27.5 and new orders rose to 31.8 from 27.1, but both are still massively away from the break-even 50 level. The sector however, is still experiencing a huge contraction with the weakness in new orders suggesting poor investment spending within the US economy. US manufacturers are currently being squeezed by both a collapse in demand and disrupted supply chains due to the coronavirus. Likewise, the euro zone’s manufacturing sector experienced a similar recovery, though still remains in contraction.
- Meanwhile, Asian stocks remained under pressure following a dip in Wall Street as President Trump vowed to use force to end violent protests in American cities. Risk appetite had increased recently on optimism that the worst of the pandemic may be over, sending the greenback lower. Meanwhile, the 10-year Treasury note yield rose to a high of 0.6870% yesterday before retreating to the 0.6560% level currently seen. The dollar fell against the euro and sterling as both currencies reached new weekly highs.
- In Australia, the RBA decided to maintain its currently policy settings, maintaining the cash rate at 0.25%. The local economy is experiencing the biggest contraction since the 1930’s, with the labor market and household spending taking on significant hits. The board claimed it will not increase the cash rate target until full employment is reached and it is confident that inflation will be sustainably within the 2–3% target band.

US 10-Year Treasury Yield
3-Month Performance



GBP/USD
3-Month Performance



CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.1030	1.1080	1.1129	1.1185	1.1235
GBP	1.2375	1.2425	1.2483	1.2530	1.2580
JPY	106.65	107.15	107.69	108.20	108.70
CHF	0.9515	0.9565	0.9610	0.9660	0.9710

Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	1.1134	(0.75)	EUR/GBP	0.8911	5.38
GBP/USD	1.2492	(5.83)	GBP/JPY	134.30	(5.81)
USD/JPY	107.5800	(1.06)	EUR/JPY	119.79	(17.71)
USD/CHF	0.9607	(0.69)	EUR/CHF	1.0698	(1.45)

Major Crosses

Brief Technical Commentary

EUR/USD: The pair moved up to the 1.1153 level during Monday’s trading session and currently trading at 1.1129 EUR/USD Resistance is at (1.1155-1.1185) any break above would take the pair up to 1.1235. Short term outlook is Bullish.

GBP/USD: The pair moved up to the 1.2506 level during Monday’s trading session and currently trading at 1.2483 GBP/USD Resistance is at (1.2530-1.2580) any break above would take the pair up to 1.2650. Short term outlook is Bullish.

Local & Global Rates

CCY	1-Week	1-Month	3-Month	6-Month	1-Year
KWD	1.25	1.50	1.69	1.94	2.19
USD	0.09	0.18	0.34	0.51	0.67
EUR	-0.52	-0.47	-0.35	-0.20	-0.12
GBP	0.07	0.09	0.23	0.38	0.56
CHF	-0.80	-0.76	-0.65	-0.60	-0.48
AUD	-0.15	0.02	0.20	0.41	0.66

Economic Events

Date	Country	Event	Actual	Forecast	Previous
31-May-20	CNY	Manufacturing PMI	50.6	51.1	50.8
31-May-20	CNY	Non-Manufacturing PMI	53.6	53.5	53.2
1-Jun-20	USD	ISM Manufacturing PMI	43.1	43.5	41.5
2-Jun-20	AUD	RBA Rate Statement			
3-Jun-20	GBP	Final Services PMI		27.9	27.8
3-Jun-20	CAD	BoC Rate Statement			
4-Jun-20	EUR	Monetary Policy Statement			
5-Jun-20	USD	Average Hourly Earnings		1.0%	4.7%
5-Jun-20	USD	Non-Farm Employment Change		-8000K	-20500K
5-Jun-20	USD	Unemployment Rate		19.5%	14.7%

Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	0.16	0.16	0.31	0.66	1.45
Germany	-0.60	-0.68	-0.64	-0.41	0.07
United Kingdom	0.04	-0.02	0.03	0.23	0.62
Japan	-0.18	-0.17	-0.14	0.00	0.51

Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	32.43	1.85	Dow Jones	25,475.02	0.36
Brent	38.63	0.81	Nikkei 225	22,320.56	1.17
West Texas	35.62	0.51	S&P 500	3,055.73	0.38
Gold	1,736.50	(0.20)	KuwaitSE	5,006.57	0.22

Global Indices

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