

Treasury Daily Newsletter  
6-May-25

Kuwaiti Dinar Today 0.30650 / 0.30660

## Key Market Highlights:

- The ISM Services PMI in the U.S. rose to 51.6 in April 2025, up from 50.8 in March and beating expectations of 50.2, signaling a stronger expansion in the services sector. Growth was driven by faster increases in new orders and inventories, while business activity remained positive despite a slight slowdown. Employment continued to shrink, though at a slower rate, and supplier delivery times lengthened. Price pressures surged to their highest level since February 2023. Concerns over tariff-related price impacts and federal budget cuts persist, but overall conditions are improving, according to ISM's Steve Miller.
- China's Caixin Services PMI fell to 50.7 in April 2025 from 51.9 in March, missing expectations and marking the weakest growth since September. New orders rose at the slowest pace in over two years, hindered by U.S. tariffs affecting goods trade. Export growth was minimal, while employment fell for the second month amid rising cost pressures. Input costs rose sharply due to higher wages and materials, but output prices declined for the third straight month as firms tried to stay competitive. Business confidence dropped to its second-lowest level since records began in 2005, reflecting concerns over trade policy shifts.

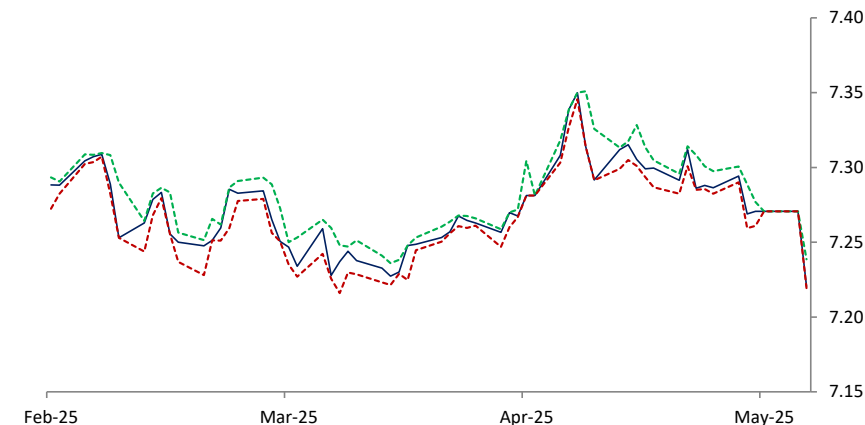
Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.1200	1.1280	1.1320	1.1365	1.1430
GBP	1.3200	1.3250	1.3300	1.3350	1.3400
JPY	142.30	143.15	143.70	144.30	144.75
CHF	0.8100	0.8175	0.8230	0.8270	0.8330

## Brief Technical Commentary

EUR/USD: The pair remains rangebound, currently trading at 1.1320 after testing the 1.1280 level. Resistance is seen at 1.1365, with support at the Asian session low of 1.1280.

USD/JPY: The pair moved higher during the Asian session, reaching a high of 144.25 and is now trading at 143.70. Initial resistance stands at 144.30, while support is at 143.15.

Economic Events	Country	Event	Actual	Forecast	Previous
05-May-25	CHF	CPI m/m	0.0%	0.2%	0.0%
05-May-25	USD	ISM Services PMI	51.6	50.2	50.8
07-May-25	NZD	Unemployment Rate		5.3%	5.1%
07-May-25	USD	Federal Funds Rate		4.50%	4.50%
07-May-25	USD	FOMC Statement			
08-May-25	GBP	BOE Monetary Policy Report			
08-May-25	GBP	Official Bank Rate		4.25%	4.50%
08-May-25	USD	Unemployment Claims		232K	241K
09-May-25	GBP	BOE Gov Bailey Speaks			
09-May-25	CAD	Unemployment Rate		6.7%	6.7%

USD/CNY  
3-Month Performance

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1314	9.33	EUR/GBP	0.8509	2.95
GBP/USD	1.3291	6.22	GBP/JPY	190.94	2.86
USD/JPY	143.7000	8.28	EUR/JPY	162.57	0.23
USD/CHF	0.8223	9.27	EUR/CHF	0.9301	0.82

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	61.82	0.95	Dow Jones	41,218.83	0.24
Brent	59.65	2.68	Nikkei 225	36,830.69	1.04
West Texas	56.59	2.92	S&P 500	5,650.38	0.64
Gold	3,367.91	1.02	KuwaitSE	7,985.33	0.14

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	3.56	3.75	4.00	4.19	4.38
USD	4.36	4.34	4.30	4.16	3.88
EUR	2.14	2.15	2.14	2.14	2.05
GBP	4.46	4.25	4.16	3.99	3.77

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.00	3.84	3.96	4.37	4.86
Germany	1.75	1.77	2.09	2.55	3.03
United Kingdom	3.63	3.83	3.95	4.48	5.31
Japan	0.51	0.60	0.80	1.25	2.75