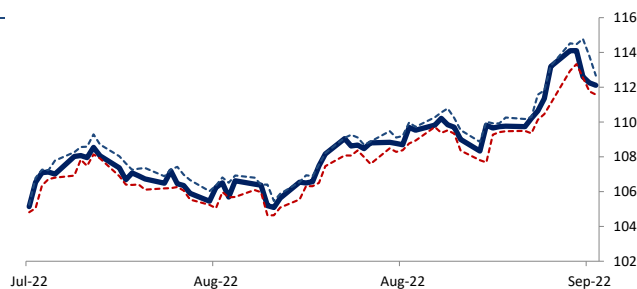


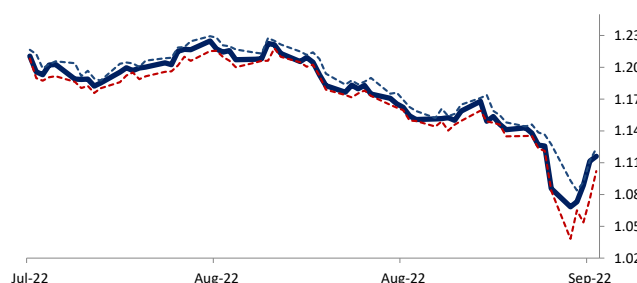
Kuwaiti Dinar Today

0.30980 / 0.30990

US Dollar Index
3-Month Performance



GBP/USD
3-Month Performance



Key Market Highlights:

- In the US, inflation is resiliently sticky despite decelerating growth. The personal consumption expenditures (PCE) price index, the Fed's favored measure of inflation, moderated from the previous month but still came in higher than expected. In August, consumer spending rose 0.3% (6.2% annually) after dipping 0.1% in July (6.4% annually). Markets bled and closed at least 1.5% lower in the backdrop of hawkish calls that reinforced a potential fourth consecutive 75bps rate hike at the Fed's next meeting.
- The economic crisis across the Atlantic intensified with the first ever reading of double-digit inflation in the Eurozone, piling pressure on the European Central Bank (ECB) to keep raising interest rates aggressively. Consumer prices hit 10% from a year ago in September, continuously driven by energy and food. The figure exceeded the 9.7% forecast and marks the fifth straight month the result has exceeded expectations. Core inflation also rose more than expected to 4.8% from a year ago in September from 4.3% in August. With Russia starving Europe of gas supplies and winter approaching, policy makers are bracing for an even more difficult few months. Price increases could accelerate further in some countries and recessions are becoming increasingly likely.
- The greenback dipped slightly but still held firmly to its gains. The US Dollar index hung just above 112 after reaching a high of 114. The single currency, still below parity, hovered around 0.9800. The cable made an impressive comeback, rising to 1.1160. The Japanese yen was stuck in the 144.70 region as policy divergence between the Fed and Bank of Japan (BoJ) drags on the currency.

Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	0.9534	0.9679	0.9799	0.9936	1.0116
GBP	1.0856	1.1026	1.1160	1.1240	1.1400
JPY	141.60	142.90	144.75	146.00	148.00
CHF	0.9540	0.9728	0.9868	1.0000	1.0091

Major Currencies

CCY	Closing Rate	YTD %	CCY	Closing Rate	YTD %
EUR/USD	0.9799	(3.80)	EUR/GBP	0.8776	4.48
GBP/USD	1.1160	(7.51)	GBP/JPY	161.50	4.00
USD/JPY	144.7500	25.80	EUR/JPY	141.86	8.86
USD/CHF	0.9868	8.18	EUR/CHF	0.9673	(6.71)

Brief Technical Commentary

EURUSD: On Friday trading session, the pair pulled back toward 0.9853 and closed the month at 0.9799. The pair remains in a downtrend channel. We expect the pair to continue towards our supports at 0.9679-0.9534.

GBPUSD: The cable refused to close the quarter below the new all-time lows and pulled back towards 1.1234 and closed the month at 1.1160. The cable remains in a downtrend and we expect it to continue lower towards 1.1026-1.0856.

Local & Global Rates

CCY	O/N	1-Month	3-Month	6-Month	1-Year
KWD	2.44	2.63	2.94	3.25	3.56
USD	2.96	3.04	3.59	3.99	4.27
EUR	0.65	0.68	1.17	1.81	2.56
GBP	2.19	2.26	3.25	4.15	5.01

Economic Events

Date	Country	Event	Actual	Forecast	Previous
30-Sep-22	EUR	CPI Flash Estimate y/y	10.0%	9.7%	9.1%
30-Sep-22	EUR	Core CPI Flash Estimate y/y	4.8%	4.7%	4.3%
30-Sep-22	USD	Core PCE Price Index m/m	0.6%	0.5%	0.1%
3-Oct-22	CHF	CPI m/m		0.1%	0.3%
3-Oct-22	USD	ISM Manufacturing PMI		52.5	52.8
4-Oct-22	AUD	Cash Rate & RBA Statement		2.85%	2.35%
4-Oct-22	USD	JOLTS Job Openings		11.35M	11.24M
5-Oct-22	NZD	Official Cash Rate & RBNZ Statement		3.50%	3.00%
5-Oct-22	USD	ADP Non-Farm Employment Change		200K	132K
5-Oct-22	USD	ISM Services PMI		49.2	49.2

Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	3.97	4.27	4.08	3.83	3.78
Germany	1.66	1.75	1.97	2.11	2.08
United Kingdom	3.26	4.17	4.36	4.08	3.81
Japan	-0.11	-0.06	0.06	0.24	1.34

Commodities

Index	Last Price	% Change	Index	Last Price	% Change
Kuwait Oil	93.97	(3.05)	Dow Jones	28,725.51	(1.71)
Brent	85.14	(2.34)	Nikkei 225	25,937.21	(1.84)
West Texas	79.49	(2.14)	S&P 500	3,585.62	(1.51)
Gold	1,661.67	(0.04)	KuwaitSE	7,105.71	(1.38)

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 (FAX +965 2229 1441).