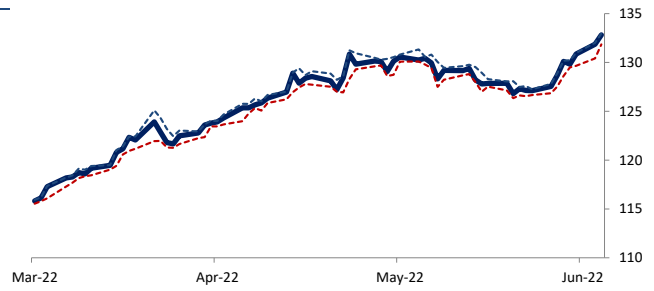


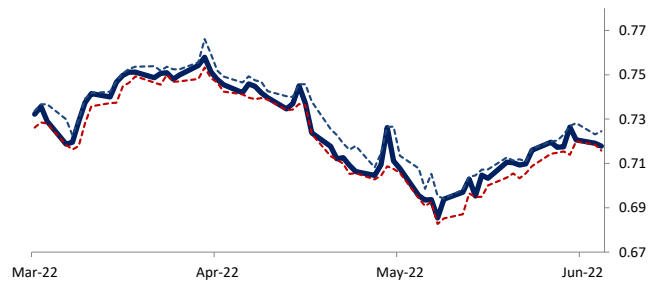
#### Highlights in the Foreign Exchange Market:

- Asian stocks advanced today led by Chinese technology shares. In Japan, the lower yen has boosted exporters and the Nikkei index advanced by 0.85% during midmorning trade. Still, the tech index and the broader Asian market came off session highs, suggesting some investors took the opportunity to bank profits. In Wall Street, major indices posted gains close to 1% as markets adjust to the current global conditions.
- On the monetary policy front, market participants will be closely monitoring major central banks' rhetoric on interest rate environment. We have the Federal Reserve policy meeting next week and the market is fully pricing in a 50 basis point hike along with an additional 6 (25 basis point) hikes till year end. As for the Bank of England, markets are expecting a hike worth 25 basis points, which is fully priced in as well for next week's policy meeting.
- On the FX front, the dollar continued to gain ground on the Japanese yen pushing the pair beyond 133 level as the two central banks diverge in their forward guidance. Similarly, the Swiss franc lost ground to the dollar and is well into the 0.9750 level. The aussie is well supported at the 0.7200 level post the 50 basis point hike of yesterday by the Reserve Bank of Australia.

USD/JPY  
3-Month Performance



AUD/USD  
3-Month Performance



#### Chart Points and Other Technical Input

CCY	2nd Support	1st Support	Spot	1st Resistance	2nd Resistance
EUR	1.0600	1.0640	<b>1.0681</b>	1.0780	1.0840
GBP	1.2334	1.2430	<b>1.2566</b>	1.2655	1.2772
JPY	131.00	132.00	<b>133.13</b>	133.60	134.00
CHF	0.9660	0.9700	<b>0.9749</b>	0.9790	0.9880

#### Major Currencies

CCY	Closing Rate	YTD %	Major Crosses	CCY	Closing Rate	YTD %
EUR/USD	1.0699	(5.95)	EUR/GBP	0.8503	1.19	
GBP/USD	1.2588	(7.02)	GBP/JPY	166.95	7.83	
USD/JPY	132.5800	5.69	EUR/JPY	141.93	9.24	
USD/CHF	0.9730	6.74	EUR/CHF	1.0411	0.42	

#### Brief Technical Commentary

EUR / USD: Not much change for the EUR, still hovering around the 1.07sh resistance level as EUR might change direction after the bullish trend. Since consolidating the 1.07 and 1.08, the bullish momentum seems to slow and a falling trend to 1.0630 and 1.06 should open door for more bearish forecast.

GBP / USD: Cable seems to be everywhere as it bounced from the low of 1.2428 to currently 1.2564 on the daily chart. Fresh BREXIT concerned will spring GBP around to the 1.26 resistance level and down to the 1.24 support level. Downside favoritism are the major outlook for the upcoming days.

#### Local & Global Rates

CCY	O/N	1-Month	3-Month	6-Month	1-Year
KWD	1.31	1.63	1.94	2.19	2.50
USD	0.78	1.18	1.50	1.90	2.48
EUR	-0.57	-0.53	-0.31	0.01	0.52
GBP	0.94	1.14	1.34	1.66	2.17

#### Economic Events

Date	Country	Event	Actual	Forecast	Previous
03-Jun-22	USD	Average Hourly Earnings m/m	0.3%	0.4%	0.75%
03-Jun-22	USD	Non-Farm Employment Change	390K	325K	436K
03-Jun-22	USD	Unemployment Rate	3.6%	3.5%	3.6%
06-Jun-22	CNY	Caixin Services PMI	41.4	46.1	36.2
07-Jun-22	AUD	Cash Rate & RBA Statement	0.85%	0.60%	0.35%
07-Jun-22	EUR	German Factory Orders m/m	-2.7%	0.4%	-4.7%
08-Jun-22	EUR	German Industrial Production m/m		1.3%	-3.9%
09-Jun-22	EUR	Main Refinancing Rate & Policy Statement		0.00%	0.00%
10-Jun-22	USD	CPI m/m		0.7%	0.3%
10-Jun-22	USD	Core CPI m/m		0.5%	0.6%

#### Government Yields

Country	1-Year	2-Year	5-Year	10-Year	30-Year
United States	2.16	2.75	3.01	3.00	3.14
Germany	0.10	0.67	1.04	1.31	1.54
United Kingdom	1.65	1.72	1.82	2.21	2.42
Japan	-0.10	-0.08	-0.02	0.24	1.05

#### Commodities

Index	Last Price	% Change	Global Indices	Index	Last Price	% Change
Kuwait Oil	120.74	1.87	Dow Jones	33,180.14	0.80	
Brent	120.99	0.35	Nikkei 225	28,214.63	0.97	
West Texas	120.07	0.49	S&P 500	4,160.68	0.95	
Gold	1,850.26	(0.12)	KuwaitSE	7,658.71	0.27	

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