

## Treasury Daily Newsletter

9-Sep-24

Kuwaiti Dinar Today 0.30480 / 0.30490

### Key Market Highlights:

- Nonfarm payrolls in the US rose by 142,000, greater than the previous revised reading of 89,000 but short of the expected 160,000 figure. The unemployment rate edged lower to 4.2%, while labor force participation remains unchanged at 62.7%. Average hourly earnings rose to 3.8% annually versus 3.6% previously, which represents an increase of 0.4% m/m, coming in above the expected 0.3% growth. The greenback came under selling pressure following the NFP data, with markets pricing in further easing by year-end. Prior to the reading, markets were favoring a 100 bps cut until year-end, however following the print, odds of a 125 bps cut rose sharply, while markets are currently expecting 111 bps worth of cuts by year end.
- China's CPI rose less than expected in the August figure, with the index at 0.6% y/y, missing expectations of a 0.7% increase while lower than the previous 0.5% figure. Declines were seen in costs of transportation, rentals, and home goods. Meanwhile, food prices rose 2.8%, the first positive print since June of 2023. Core CPI rose 0.3% from a year ago, while the producer price index fell by 1.8%, higher than the estimated 1.4% figure.

Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.1000	1.1040	1.1080	1.1100	1.1140
GBP	1.3040	1.3085	1.3130	1.3180	1.3220
JPY	141.75	142.00	142.80	143.00	143.50
CHF	0.8360	0.8400	0.8455	0.8500	0.8540

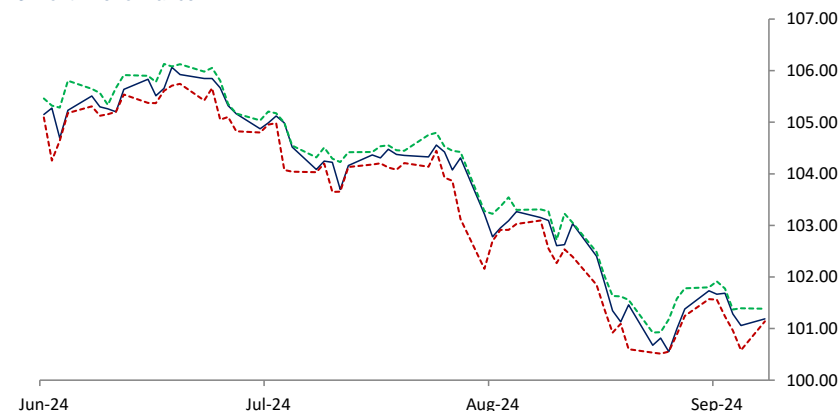
### Brief Technical Commentary

EURUSD: The pair price ended last Friday below the 1.1100 level, to fall under the correctional bearish pressure to test the 1.1040 level. The pair is currently trading at 1.1080 support levels at (1.1040-1.1000).

GBPUSD: The pair price managed to reach the awaited target of 1.3200 and attempted to breach it, but bounced downwards to key support of 1.3125, noticing the price consolidated above it keeping the bullish wave valid. The pair is currently trading at 1.3130, support levels at (1.3085-1.3040).

Economic Events	Country	Event	Actual	Forecast	Previous
09-Sep-24	CNY	CPI y/y	0.6%	0.7%	0.5%
10-Sep-24	GBP	Claimant Count Change		95.5K	135.0K
11-Sep-24	GBP	GDP m/m		0.2%	0.0%
11-Sep-24	USD	Core CPI m/m		0.2%	0.2%
11-Sep-24	USD	CPI y/y		2.6%	2.9%
12-Sep-24	EUR	Main Refinancing Rate		3.65%	4.25%
12-Sep-24	EUR	Monetary Policy Statement			
12-Sep-24	USD	PPI m/m		0.3%	0.2%
12-Sep-24	USD	Unemployment Claims		-0.9%	-0.8%
13-Sep-24	USD	Prelim UoM Consumer Sentiment		68.4	67.9

US Dollar Index  
3-Month Performance



Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1083	0.30	EUR/GBP	0.8442	2.63
GBP/USD	1.3123	3.03	GBP/JPY	186.71	4.36
USD/JPY	142.2700	1.26	EUR/JPY	157.72	1.60
USD/CHF	0.8428	0.51	EUR/CHF	0.9342	0.83

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	75.09	1.31	Dow Jones	40,345.41	1.01
Brent	71.63	0.80	Nikkei 225	36,242.35	0.41
West Texas	68.28	0.90	S&P 500	5,408.42	1.73
Gold	2,492.70	0.17	KuwaitSE	7,188.02	0.12

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	3.75	3.94	4.25	4.38	4.56
USD	5.35	5.11	4.94	4.59	4.05
EUR	3.61	3.52	3.47	3.35	3.03
GBP	4.95	4.92	4.85	4.69	4.36

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.04	3.68	3.52	3.73	4.04
Germany	2.72	2.25	2.07	2.21	2.47
United Kingdom	4.31	3.95	3.76	3.88	4.42
Japan	0.25	0.38	0.51	0.88	2.04

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