

Treasury Daily Newsletter

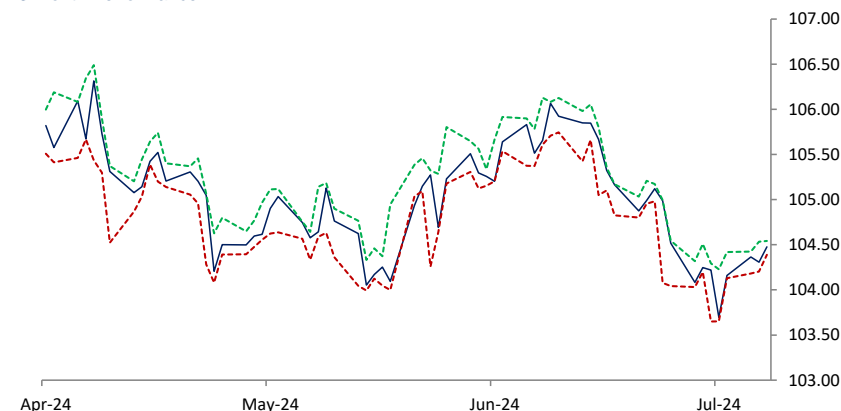
24-Jul-24

Kuwaiti Dinar Today 0.30560 / 0.30570

Key Market Highlights:

- US existing home sales fell in June, where the latest figure shows a drop from 4.11 million homes sold in May down to 3.89M, lower than the expected 3.99M figure. The June figure comes following a 0.7% drop in May, which was considered the lowest reading for the figure since February. Meanwhile, median home prices rose 4.1% y/y reaching USD 426K. Declines were seen in all four major US regions, where sales weakened in all parts of the US except for the West which remained unchanged. Meanwhile, the US dollar index was seen trading slightly higher following the news after reaching 103.8 levels the past week, and is currently trading at around 104.43.
- The Eurozone consumer confidence indicator increased by 1.0pp in the euro area to -13.0, from -14.0 the previous month. The figure shows further progress towards reaching its long term average of around -11, and comes following the ECB decision to hold rates unchanged in its latest meeting as inflation proved to be more resistant.

US Dollar Index
3-Month Performance



Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.0740	1.0800	1.0845	1.0900	1.0950
GBP	1.2800	1.2820	1.2885	1.2940	1.3000
JPY	153.50	154.00	154.60	155.20	156.00
CHF	0.8800	0.8850	0.8910	0.8960	0.9000

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.0851	1.75	EUR/GBP	0.8407	2.91
GBP/USD	1.2905	1.20	GBP/JPY	200.79	10.97
USD/JPY	155.5800	9.61	EUR/JPY	168.85	7.76
USD/CHF	0.8910	5.88	EUR/CHF	0.9672	4.05

Brief Technical Commentary

GBPUSD: After broad based USD outperformance overnight, the pair is currently at (1.2885). If the pair is able to break through 1.2900 again then it may test the next resistance at (1.2940). Conversely, if it fails to break the figure then it may test supports at (1.2820-1.2800).

USDJPY: continues its bearish trend and is trading around (154.60). The next support levels are at (154.00-153.50) and resistance is at (155.20-156.00). Currently trading below the 50,100 and 200 day SMA (daily chart). Short term outlook continues to remain bearish for the pair due to positioning and carry trades continuing to unwind.

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	85.47	0.92	Dow Jones	40,358.09	0.14
Brent	81.29	0.34	Nikkei 225	39,180.31	1.05
West Texas	77.22	0.35	S&P 500	5,555.74	0.14
Gold	2,415.40	0.26	KuwaitSE	7,132.30	0.21

Economic Events	Country	Event	Actual	Forecast	Previous
24-Jul-24	EUR	Flash Manufacturing PMI		46.0	45.8
24-Jul-24	GBP	Flash Manufacturing PMI		51.1	50.9
24-Jul-24	CAD	BOC Monetary Policy Report			
24-Jul-24	USD	Flash Services PMI		54.5	55.3
25-Jul-24	USD	Advance GDP q/q		1.9%	1.4%
25-Jul-24	EUR	ECB President Lagarde Speaks			
25-Jul-24	ALL	G20 Meetings			
25-Jul-24	USD	Unemployment Claims		239K	243K
26-Jul-24	JPY	Tokyo Core CPI y/y		2.2%	2.1%
26-Jul-24	USD	Core PCE Price Index m/m		0.2%	0.1%

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	3.75	4.00	4.25	4.44	4.69
USD	5.33	5.35	5.28	5.14	4.84
EUR	3.61	3.63	3.71	3.64	3.51
GBP	5.20	5.14	5.11	5.02	4.83

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.85	4.45	4.15	4.24	4.47
Germany	3.10	2.75	2.39	2.44	2.63
United Kingdom	4.56	4.01	3.94	4.12	4.63
Japan	0.17	0.36	0.61	1.07	2.19

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