

Treasury Daily Newsletter

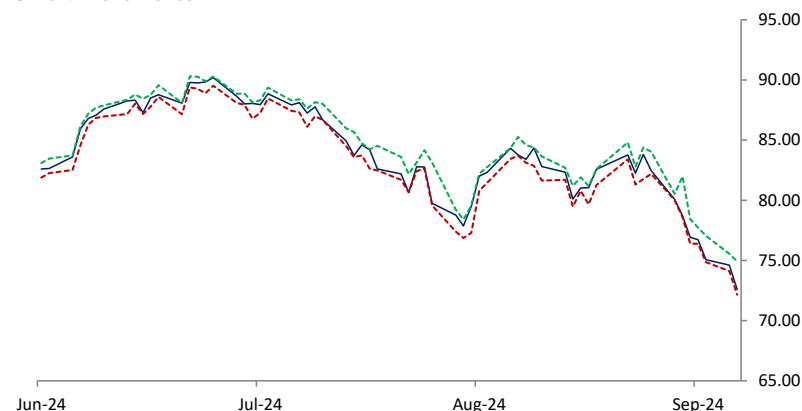
11-Sep-24

Kuwaiti Dinar Today 0.30490 / 0.30500

Key Market Highlights:

- The Organization of the Petroleum Exporting Countries (OPEC) has again lowered its forecast for global oil demand growth in both 2024 and 2025, citing recent data and economic challenges, particularly in China. This marks the second consecutive downward revision by OPEC, further highlighting the difficulties faced by the OPEC+ alliance in maintaining market balance. The weaker outlook led to a delay in OPEC+'s plan to increase oil production, as prices have fallen to the lowest levels of the year. OPEC's monthly report now predicts a global oil demand increase of 2.03 million barrels per day in 2024, down from a previous estimate of 2.11 million barrels per day. This decrease is primarily attributed to a revised forecast for Chinese oil demand, which is now expected to grow by 650,000 barrels per day, down from 700,000 barrels per day. OPEC cited economic challenges and the shift towards cleaner fuels in China as factors impacting its oil consumption. Following the release of this report, oil prices fell, with Brent crude trading below \$71 a barrel, approaching the lowest levels since March 2023.
- Japan's stock market declined on Wednesday, amid a hawkish stance from the BOJ and economic concerns. Where the Nikkei 225 Index fell 1.5% to around 35,550, while the Topix Index dropped 1.68% to around 2527 levels. This marked the second day of declines, largely driven by hawkish comments from BOJ board member Junko Nakagawa, where she stated that the central bank will continue raising rates if the economy and inflation move in line with its forecasts. The statement also had an effect on the Japanese Yen, where the USDJPY pair was seen trading lower following the comments, last seen trading at 140.97.

Brent Crude
3-Month Performance



Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.0985	1.1015	1.1045	1.1100	1.1140
GBP	1.3040	1.3070	1.3100	1.3145	1.3180
JPY	140.00	140.60	141.00	141.80	142.40
CHF	0.8360	0.8400	0.8430	0.8470	0.8500

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1019	0.10	EUR/GBP	0.8424	2.78
GBP/USD	1.3079	2.98	GBP/JPY	186.27	2.98
USD/JPY	142.4300	0.01	EUR/JPY	156.95	0.12
USD/CHF	0.8469	0.15	EUR/CHF	0.9332	0.26

Brief Technical Commentary

The pair price shows positive trades by today's open to test 1.1040 level, breaching this level and holding above it will stop the correctional bearish scenario and lead the price to attempt to regain bullish trend. The pair currently is at 1.1015-1.0985).

The pair price continues to fluctuate in a range, waiting to resume the correctional bearish trend to break 1.3040 level. The pair currently is at 1.3100, support levels at (1.3070-1.3040).

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	73.01	1.96	Dow Jones	40,736.96	0.23
Brent	69.57	0.38	Nikkei 225	36,159.16	0.16
West Texas	66.12	0.37	S&P 500	5,495.52	0.44
Gold	2,521.00	0.19	KuwaitSE	7,194.34	0.18

Economic Events	Country	Event	Actual	Forecast	Previous
9-Sep-24	CNY	CPI y/y	0.6%	0.7%	0.5%
10-Sep-24	GBP	Claimant Count Change	23.7K	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

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	2.25	4.00	4.25	4.38	4.63
USD	5.34	5.11	4.95	4.58	3.99
EUR	3.63	3.51	3.46	3.31	2.99
GBP	4.95	4.93	4.85	4.67	4.31

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.02	3.56	3.39	3.61	3.93
Germany	2.65	2.18	2.00	2.14	2.41
United Kingdom	4.23	3.86	3.69	3.82	4.41
Japan	0.23	0.37	0.48	0.84	2.03

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