

## Treasury Daily Newsletter

25-Nov-24

Kuwaiti Dinar Today 0.30760 / 0.30770

### Key Market Highlights:

- Eurozone business activity contracted in November, hitting a 10-month low, as indicated by the S&P Global Flash Eurozone Composite PMI Output Index, which dropped to 48.1 from 50.0 in October. Both the services and manufacturing sectors declined, with services contracting for the first time in 10 months. The downturn was driven by weak demand, falling new orders, and low business confidence. The manufacturing sector continued its prolonged slump, with its PMI Output Index falling to 45.1, a two-month low. Manufacturing output has now declined for 20 consecutive months, with new orders decreasing at the fastest rate in 2024 and export demand dropping at its sharpest pace since late 2023. Manufacturing employment saw its steepest decline since August 2020. Meanwhile, the services sector, after two months of marginal growth, also contracted, with the Services PMI falling to 49.2, its lowest since January.
- The UK private sector shifted from growth to stagnation in November as output contracted for the first time in over a year, with tax increases in the new government's budget impacting hiring and investment. The preliminary S&P Global Flash Composite PMI fell to 49.9, down from 51.8 in October, marking its first drop below the 50.0 no-change threshold in 13 months. Staffing levels declined for the second consecutive month, with manufacturers cutting jobs at the fastest rate since February. The Manufacturing PMI dropped to 48.6 from 49.9, indicating an accelerated contraction in the sector, while the Services PMI slipped to 50.0 from 52.0, signaling stagnation in service sector activity. Growing pessimism about the economic outlook further weighed on business confidence.

Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.0235	1.0333	1.0480	1.0557	1.0644
GBP	1.2400	1.2484	1.2600	1.2672	1.2767
JPY	152.12	153.53	154.05	155.04	156.74
CHF	0.8760	0.8851	0.8903	0.8960	0.8990

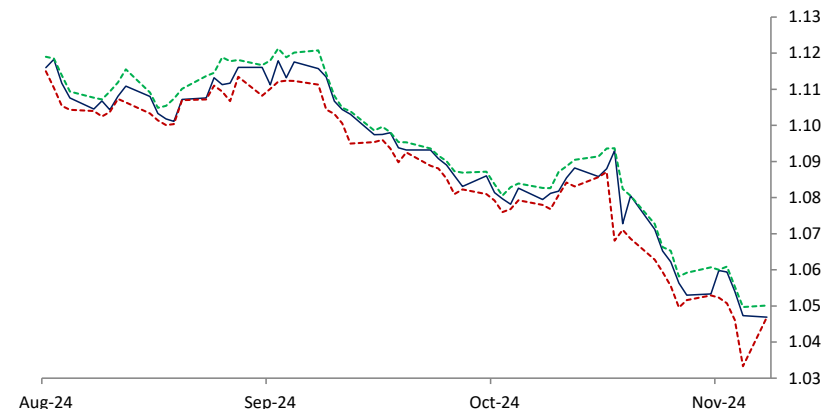
### Brief Technical Commentary

EUR is recovering from the low of 1.0330 as more profit taking from the fierce sell off after poor data from Europe. Support should be close to the 1.03 and might test the 1.02 area. Any retracement would be close to the 1.05.

USDJPY trims losses and regains 154 area during Asia's session. Currently trading at 154.05 and we have a resistance around 155.04 a break above will take us higher towards 156.74, support levels 153.53-152.12.

Economic Events	Country	Event	Actual	Forecast	Previous
25-Nov-24	NZD	Retail Sales q/q	-0.1%	-0.5%	-1.2%
26-Nov-24	USD	CB Consumer Confidence		112.0	108.7
27-Nov-24	AUD	CPI y/y	2.5%	2.1%	2.1%
27-Nov-24	NZD	Official Cash Rate		4.25%	4.75%
27-Nov-24	NZD	Monetary Policy Statement			
27-Nov-24	USD	Core PCE Index m/m		0.3%	0.3%
27-Nov-24	USD	FOMC Meeting Minutes			
28-Nov-24	AUD	RBA Gov Bullock Speaks			
29-Nov-24	JPY	Tokyo Core CPI y/y		2.0%	1.8%
30-Nov-24	CNY	Manufacturing PMI		50.3	50.1

### EUR/USD 3-Month Performance



Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.0417	4.97	EUR/GBP	0.8311	4.00
GBP/USD	1.2531	1.01	GBP/JPY	193.87	8.31
USD/JPY	154.74	9.39	EUR/JPY	161.23	3.98
USD/CHF	0.8937	5.80	EUR/CHF	0.9314	0.54

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	76.83	1.13	Dow Jones	44,296.51	0.97
Brent	74.62	0.55	Nikkei 225	38,797.01	1.34
West Texas	70.65	0.59	S&P 500	5,969.34	0.35
Gold	2,668.69	1.64	KuwaitSE	7,294.68	0.33

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	3.44	3.69	3.94	4.13	4.38
USD	4.57	4.59	4.52	4.44	4.30
EUR	3.14	3.08	3.02	2.77	2.49
GBP	4.70	4.71	4.67	4.57	4.39

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.35	4.33	4.23	4.33	4.52
Germany	2.20	2.00	2.07	2.25	2.50
United Kingdom	4.53	4.32	4.24	4.39	4.86
Japan	0.46	0.59	0.73	1.06	2.28

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