

Treasury Daily Newsletter

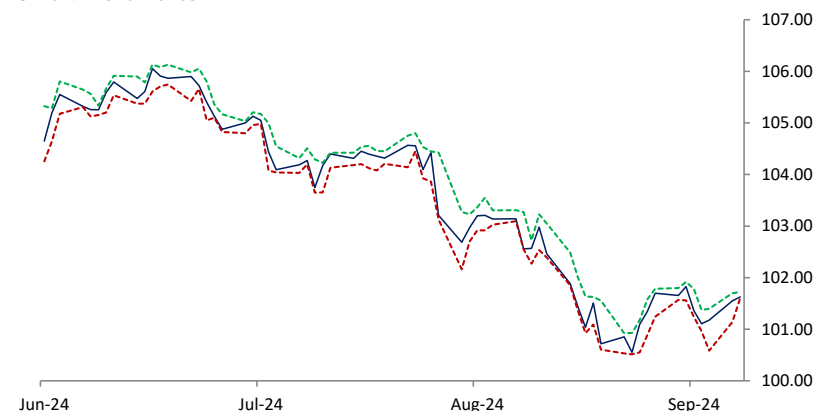
10-Sep-24

Kuwaiti Dinar Today 0.30500 / 0.30510

Key Market Highlights:

- On Monday, US stocks experienced a significant rebound following Wall Street's worst week of 2024. The Dow Jones Industrial Average rose by 484.18 points (1.20%) to 40,829.59, recovering from an over 1,200-point decline last week. The S&P 500 increased by 1.16% to 5,471.05, ending a four-day losing streak. The Nasdaq Composite also climbed 1.16% to 16,884.60, aided by Nvidia's 3.5% gain following the tech company's 14% decline last week. The rally comes as investors anticipate a Federal Reserve rate cut next week following strong signaling from Fed Chair Jerome Powell in August. This week's upcoming US inflation reports, unemployment data, and presidential debate are expected to influence market expectations of the magnitude of a September rate reduction.
- China's PPI continued to decline, falling 1.8% y/y, worsening from July's 0.8% drop. Meanwhile, China's exports grew by 8.7% y/y, surpassing forecasts, while imports increased by just 0.5%, reflecting weak domestic demand. The economic outlook of the world's second largest economy remains pressured by a persistent property market slump, unemployment concerns, rising trade tensions, and deflationary pressures, prompting calls for more fiscal stimulus.

US Dollar Index
3-Month Performance



Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.0940	1.0980	1.1039	1.1090	1.1140
GBP	1.2975	1.3020	1.3075	1.3120	1.3180
JPY	142.00	142.50	143.10	143.75	144.20
CHF	0.8375	0.8430	0.8484	0.8540	0.8600

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1034	0.04	EUR/GBP	0.8439	2.62
GBP/USD	1.3072	2.72	GBP/JPY	187.10	4.21
USD/JPY	143.1700	1.42	EUR/JPY	157.97	1.50
USD/CHF	0.8493	0.81	EUR/CHF	0.9371	0.85

Brief Technical Commentary

EURUSD has dipped from the high of 1.1091 during yesterday's session and is currently at (1.1039), below the 50 and 100 day SMA. If the pair breaks below the 200 day SMA (1.1000) then it may test support one at (1.0980). If the pair manages to stay above (1.1040) then it may test the resistance of the previous high of (1.1090). Longer term outlook is still bullish.

The Swiss franc has weekend against the dollar and is currently testing the 100 day SMA. If the pair can break past the figure then it can test the first resistance at (0.8540). Support on the other hand is at (0.8430). Short term outlook is bullish USDCHF.

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	75.06	0.12	Dow Jones	40,829.59	1.20
Brent	71.73	0.15	Nikkei 225	36,215.75	0.48
West Texas	68.54	0.25	S&P 500	5,471.05	1.15
Gold	2,504.18	0.04	KuwaitSE	7,181.52	0.03

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		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	2.31	3.94	4.25	4.38	4.56
USD	5.34	5.10	4.93	4.56	4.00
EUR	3.61	3.52	3.47	3.35	3.03
GBP	4.95	4.93	4.86	4.68	4.34

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	4.09	3.68	3.50	3.70	4.00
Germany	2.67	2.21	2.03	2.17	2.42
United Kingdom	4.23	3.88	3.72	3.86	4.42
Japan	0.24	0.38	0.52	0.89	2.06

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