

Treasury Daily Newsletter

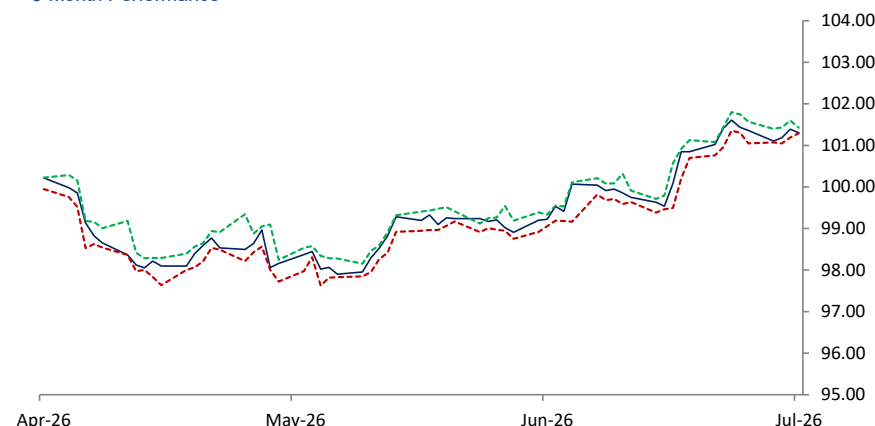
2-Jul-26

Kuwaiti Dinar Today

0.30785 / 0.30795

Key Market Highlights:

- Federal Reserve Chair Kevin Warsh said inflation risks have eased in recent weeks but reaffirmed that the Fed remains committed to returning inflation to its 2% target. Speaking at the ECB's annual forum in Sintra, he emphasized that price stability remains the central bank's primary objective, while stressing the Fed's independence from political influence. Warsh also confirmed that the Fed will no longer provide traditional forward guidance on interest rates, with future policy decisions instead remaining data-dependent. Although he declined to comment on the upcoming policy meeting, he noted that last month's decision to keep rates unchanged was accompanied by growing support among policymakers for additional rate hikes later this year if inflation remains elevated.
- US private employers added 98,000 jobs in June, below May's revised 122,000 gain and forecasts of 118,000, pointing to a further slowdown in labor market hiring. Job growth was led by education and health services, with additional gains in trade, transportation, financial activities, and information, while leisure and hospitality hiring remained subdued and the natural resources sector shed jobs. According to ADP, the softer hiring pace reflects both moderating labor demand and ongoing labor supply constraints in certain industries. Meanwhile, annual pay growth held steady at 4.4% for workers who stayed in their jobs, while wage gains for job changers edged higher to 6.6%.

U.S. Dollar Index
3-Month Performance

Technical Levels	Support 2	Support 1	Spot	Resistance 1	Resistance 2
EUR	1.1210	1.1325	1.1385	1.1435	1.1530
GBP	1.3100	1.3140	1.3280	1.3325	1.3400
JPY	161.00	162.00	162.40	163.00	163.50
CHF	0.7980	0.8020	0.8090	0.8150	0.8200

Currencies	Closing	YTD %	Closing	YTD %	
EUR/USD	1.1376	3.05	EUR/GBP	0.8569	1.73
GBP/USD	1.3271	1.34	GBP/JPY	215.76	2.20
USD/JPY	162.56	3.56	EUR/JPY	184.95	0.41
USD/CHF	0.8093	2.03	EUR/CHF	0.9210	1.12

Brief Technical Commentary

The EURUSD pair declined during its latest intraday trading, reinforcing the short-term bearish outlook as sellers remain dominant and recovery attempts continue to weaken.

The USDJPY pair dropped slightly in its last intraday trading, the pair is still trading above the 4H EMA50, which reinforces the stability and dominance of main bullish trend.

Commodities	Last Price	% Change	Global Indices	Last Price	% Change
Kuwait Oil	69.11	2.58	Dow Jones	52,305.24	0.03
Brent	70.91	0.92	Nikkei 225	69,153.00	1.88
West Texas	67.93	0.95	S&P 500	7,483.23	0.22
Gold	4,071.55	1.01	KuwaitSE	8,710.90	0.07

Economic Events	Country	Event	Actual	Forecast	Previous
30-Jun-26	CAD	GDP m/m	0.5%	0.4%	-0.1%
30-Jun-26	USD	JOLTS Job Openings	7.59M	7.28M	7.62M
01-Jul-26	EUR	CPI Flash Estimate y/y	2.8%	3.0%	3.2%
01-Jul-26	GBP	BOE Gov Bailey Speaks			
01-Jul-26	USD	Fed Chairmen Warsh Speaks			
01-Jul-26	USD	ISM Manufacturing PMI	53.3	53.8	54.0
02-Jul-26	CHF	CPI m/m		0.1%	0.2%
02-Jul-26	USD	Average Hourly Earnings m/m		0.3%	0.3%
02-Jul-26	USD	Non-Farm Employment Change		114K	172K
02-Jul-26	USD	Unemployment Rate		4.3%	4.3%

Local & Global Rates (%)	O/N	1-Month	3-Month	6-Month	1-Year
KWD	2.50	3.44	3.56	3.75	3.94
USD	3.68	3.66	3.75	3.87	4.01
EUR	2.12	2.20	2.32	2.57	2.73
GBP	3.73	3.74	3.77	3.84	3.98

Government Yields (%)	1-Year	2-Year	5-Year	10-Year	30-Year
United States	3.95	4.17	4.24	4.48	4.98
Germany	2.37	2.52	2.61	2.93	3.45
United Kingdom	3.98	4.12	4.29	4.77	5.50
Japan	1.20	1.39	1.93	2.77	4.01