

### Foreign Exchange Developments:

The Australian dollar ticked higher on Tuesday after an expected half-point increase in the Reserve Bank's policy rate, while the yen slid against the greenback amid a rise in U.S. Treasury yields.

The Canadian dollar strengthened against its U.S. counterpart on Monday, as oil prices rose and a Bank of Canada survey showed a surge in inflation expectations that bolstered bets for a supersized interest rate increase next week by the central bank.

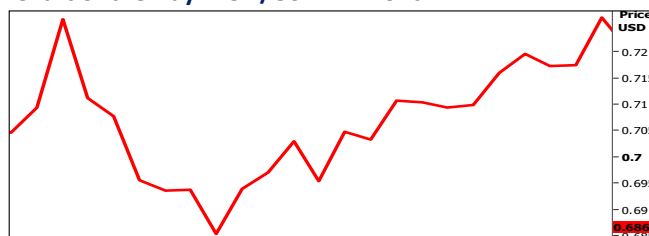
The euro, which is the most heavily weighted in the index, rose 0.13% to \$1.0435 after ending Monday about flat. Over the past two months, it has been bumping against a floor around \$1.035, levels not seen since the beginning of 2017.

### Commodities:

Brent oil prices were little changed, as investors weighted supply concerns, highlighted by worries about a possible global recession curtailing fuel demand.

Gold prices were largely unchanged as investors stayed away due to impending interest rate hikes from top central banks.

### Chart of the Day: AUD/USD - 1 Month



### Economic Updates:

Australia's central bank raised interest rates for a third straight month and flagged more ahead as it struggles to contain surging inflation even at the risk of triggering an economic downturn.

Japan's services sector activity expanded at the fastest pace in over eight years in June as the easing of coronavirus curbs boosted sentiment among businesses such as those in tourism.

### Local & GCC news:

Business activity in the United Arab Emirates non-oil private sector retreated to its slowest pace in five months in June though growth remained positive for the 19th consecutive month.

Saudi Arabia's non-oil private sector expanded in June at its fastest pace since September as demand continued to rise strongly despite the highest inflation in nearly two years, a survey showed on Tuesday.

### Upcoming Indicators:

Date	Country	Indicator Name	Prior	Forecast
05Jul	United States	Factory Orders MM	0.3	0.72
06Jul	Germany	Industrial Orders MM	-2.7	-0.29
06Jul	United Kingdom	All-Sector PMI	53.4	
06Jul	United States	ISM N-Mfg PMI	55.9	54.45
07Jul	Germany	Industrial Production	-2.1	
07Jul	United States	International Trade \$	-87.1	-84.77
07Jul	United States	Initial Jobless Clm	231.0	229.2

Source: Reuters and Bloomberg

Currency	Price	MTD %	3M%	YTD%
EUR/USD	1.0445	-0.39	-4.24	-8.15
GBP/USD	1.2116	-0.49	-7.29	-10.45
AUD/USD	0.6871	-0.45	-9.35	-5.37
USD/CHF	0.9602	0.54	3.26	5.25
USD/JPY	136.26	0.38	10.23	18.42
USD/CAD	1.2849	-0.19	2.91	1.69

Index	Price	Change	MTD%	YTD%
DOWJONES	31,097.26	321.83	1.05	-14.42
FTSE 100	7,232.65	64.00	0.88	-2.06
KUWAIT ALL	7,452.62	-15.30	0.59	5.81

Benchmark	1 Month	3 Month	6 Month	12 Month
LIBOR	1.7773	2.3217	2.9433	3.5513
EURIBOR	-0.5060	-0.1760	0.2380	0.9610
KIBOR	1.8125	2.1250	2.4375	2.7500

Benchmark	Price	30d Avg	90d Avg	180d Avg
SOFR	1.50000	1.11248	0.71206	0.40178

Benchmark	1 Month	3 Month	6 Month	12 Month
TERM SOFR	1.72789	2.10954	2.59685	3.02622

Benchmark	1 Year	3 Year	5 Year	10 Year
US Treasuries	2.681	2.933	2.939	2.950
US Index	105.090			

Gold	Silver	KWT OSP	Brent	WTI
1811.28	20.17	114.57	113.83	110.50

The material made available in this presentation is for information purposes only and cannot be used and/or Any reliance you place on such information is therefore entirely at your own risk. It is the responsibility of the user/reader to check the accuracy of relevant facts before entering into any financial or other commitment based upon them. In no event will Gulf Bank be held liable in contract, tort (including relied upon for any other purpose. Gulf Bank makes no representations or warranties of any kind, either express or implied, as to the completeness, accuracy, reliability or suitability of the information, products or services contained herein or their fitness to your business or needs whatsoever. without limitation negligence) and/or breach of statutory duty for any direct, indirect, special, incidental or consequential loss or damage (including but not limited to any economic loss and/or loss of profits) arising out of or in connection with the use of this newsletter or the information contained therein. For further information please contact our Treasury Sales Desk at TSD@gulfbank.com.kw or at 2241 2530 / 2244 4628