بيت التمويل الكويتي
KFH

Market Commentary
KFH Treasury

Report produced on
03-Nov-2026

Forex Market

JAPANESE YEN



CLOSE	1M %chg	3M %chg
157.94	0.07%	0.50%

USD/JPY-Steady; Japanese holiday, US midterms sap activity
03 Nov 2026 07:32:14 AM
* USD/JPY unchanged in Asia; traders brace for start of voting in US midterms
* Hopes of a US-Iran peace deal, AI-related concerns likely to cap rallies
* Robust US economy, hawkish Fed rate expectations continue to support dollar
* US manufacturing strengthens in October, input prices stay high
* USD support 157.40-45, 157.00-05, resistance 158.00-10, 158.50-60
* Rang in Asia 157.795-157.955; Japanese markets closed Tuesday

EURO



CLOSE	1M %chg	3M %chg
1.1185	-0.60%	-2.80%

EUR/USD steadies against deteriorating global backdrop
03 Nov 2026 08:00:19 AM
* EUR/USD flat Tue, AI trade concerns linger, Nasdaq finishes -1.1% Mon
* Brent crude firms in Asia after reports of U.S. strike on Qeshm Island
* Attention on U.S. midterm elections, Trump may lose control of Congress
* EU Oct HICP flash update due Wed, Reuters poll consensus +4.0% y/y
* EU Oct S&P manufacturing PMI 52.7 (Reuters poll consensus 52.4)
* EUR 1.1065 17-month low the next target if the pair resumes downtrend
* Range Asia 1.118425-9775, support 1.1065 1.0733, resistance 1.1285 1.1710

Forex Market

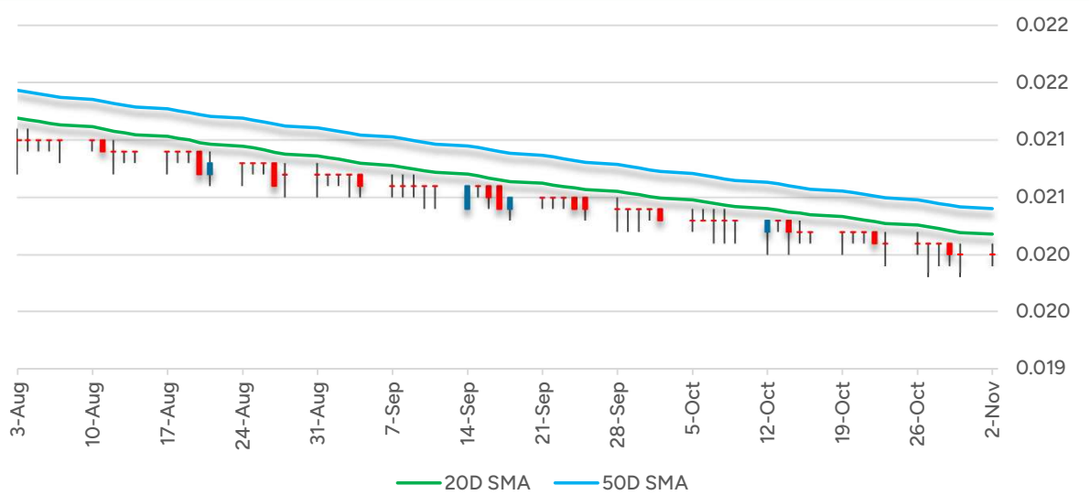
POUND STERLING



CLOSE	1M %chg	3M %chg
1.3405	1.24%	-0.17%

GBP/USD-Holds steady; oil drop helps, tech selloff weighs
03 Nov 2026 07:02:51 AM
* GBP/USD unchanged in Asia after closing 0.15$ higher on Monday
* Traders cautious ahead of Tue US midterm elections and Thu BoE rate decision
* US tech sector concerns continue to weigh on investor confidence, cap GBP
* Sharply lower oil prices offset subdued risk sentiment; US crude -7.4% Mon
* Middle East peace efforts watched after US strike on Iran's Qeshm Island
* Daily close above 1.3426,200-DMA, targets Fibo resistances @ 1.3469, 1.3548
* Support 1.3370,1.3330,1.3300-10; Fri range 1.3470-1.3533, Asia 1.3378-1.3397

TURKISH LIRA

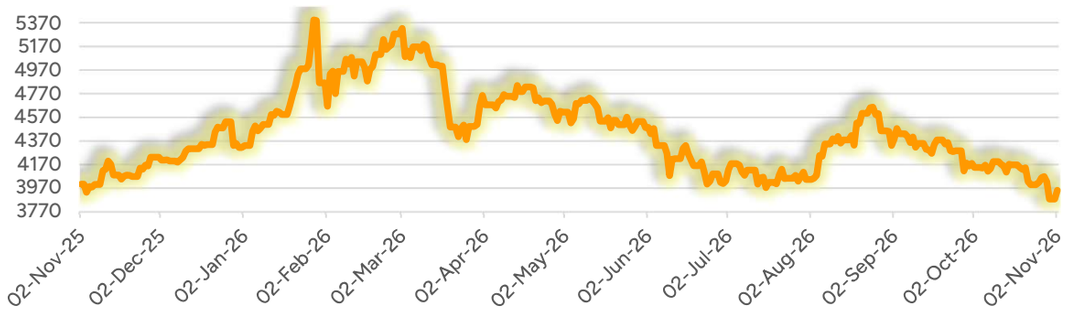


CLOSE	1M %chg	3M %chg
0.0200	-1.48%	-4.76%

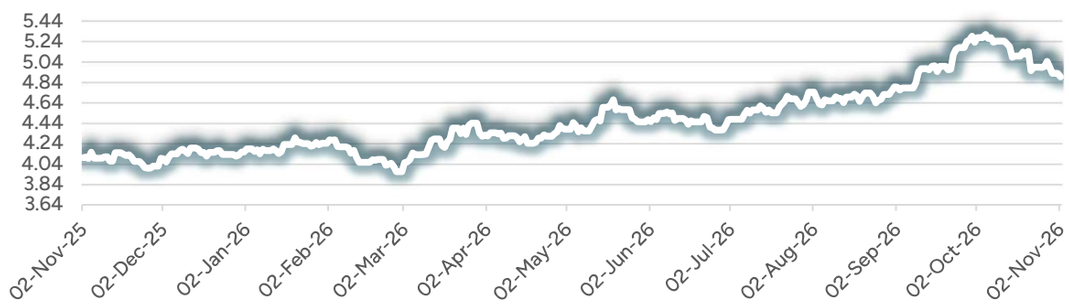
Turkish manufacturing contracts in October at fastest pace since June, PMI shows
02 Nov 2026 11:01:16 AM
ISTANBUL, Nov 2 (Reuters) - Turkey's manufacturing sector contracted in October at the fastest pace since June as sharper declines in output and new orders weighed on activity, a business survey showed on Monday. The headline Istanbul Chamber of Industry Türkiye Manufacturing PMI, compiled by S&P Global, fell to 47.3 in October from 47.9 in September. The 50 mark separates growth from contraction. Output was cut for a fifth straight month and at the fastest pace in four months, while new orders fell for a 40th consecutive month. The decline in new business was the sharpest since July, with export orders also continuing to soften. Manufacturers reduced headcount again, but the pace of job shedding eased for a second month and was the weakest since June.

Gold, US Treasury & Dollar Index

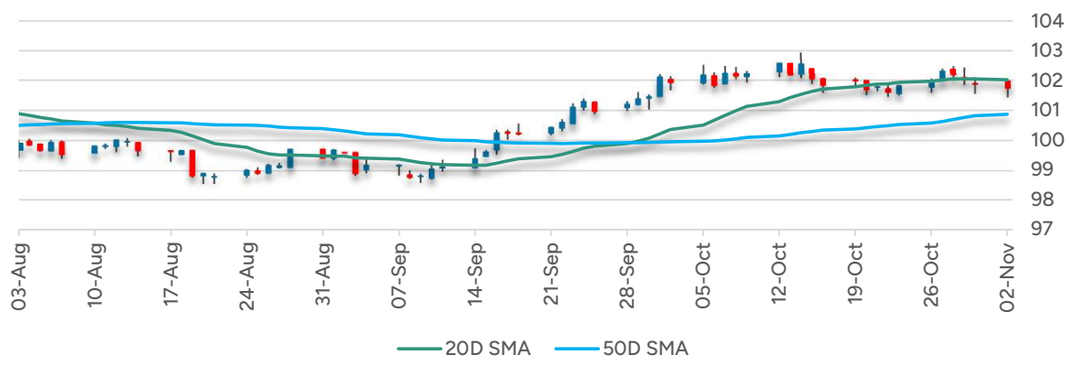
GOLD



10Y US-TREASURY



DOLLAR INDEX



US 10YT YIELD	1M %chg	3M %chg
4.91	-7.26%	4.48%

PRECIOUS-Gold eases ahead of US midterm elections

03 Nov 2026 08:12:07 AM

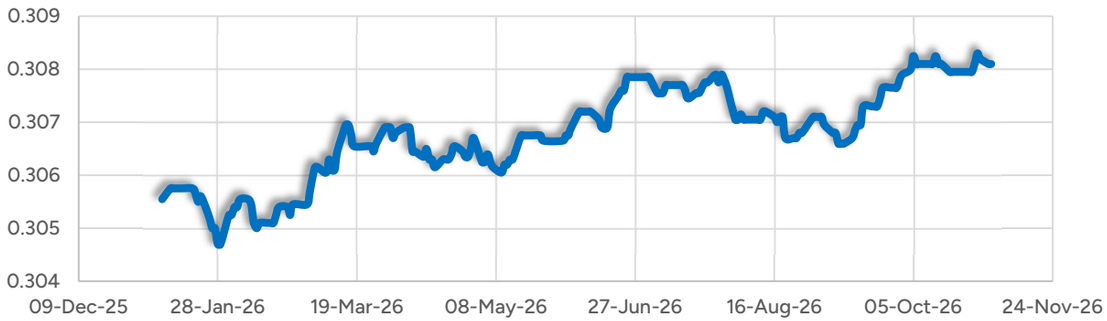
Nov 3 (Reuters) - Gold prices ticked lower on Tuesday, after surging more than 2% in the previous session on a drop in oil prices that eased inflation concerns, while investors awaited the outcome of US midterm elections later in the day. Spot gold XAU= fell 0.5% to $3,926.52 per ounce. Prices climbed over 2% to $3,954.41 per ounce in the previous session, rebounding from a one-year low it hit on Friday. US gold futures GCcv1 for December delivery dropped 0.8% to $3,936.30. Elevated energy prices raise expectations that the Fed will keep interest rates higher-for-longer, increasing the opportunity cost of holding non-yielding bullion. Traders currently see a 74% chance that the central bank will raise rates in December, according to CME's FedWatch tool.Market participants now await the US midterm elections later today and their potential impact on broader market sentiment. Spot silver XAG= slipped 1.8% to $49.71 per ounce, platinum XPT= dropped 0.2% to $1,446.80.

UPCOMING KEY ECONOMIC INDICATOR RELEASES

INDICATOR	Ctry / Regn	Time	For	Prior	Consensus
Monetary Base YY	JP	04/Nov 02:50	Oct	-15.21%	
S&P Composite Final PMI	EU	04/Nov 12:00	Oct	51.9	51.9
S&P Services Final PMI	EU	04/Nov 12:00	Oct	51.7	51.7
Reserve Assets Total	GB	04/Nov 12:30	Oct	225911.02Mn$	
S&P GLOBAL PMI: COMPOSITE - OUTP	GB	04/Nov 12:30	Oct	53.1	53.1
HICP Flash YY	EU	04/Nov 13:00	Oct	3.80%	4.00%
HICP-X F, E, A, T Flash MM	EU	04/Nov 13:00	Oct	0.20%	
HICP-X F,E,A&T Flash YY	EU	04/Nov 13:00	Oct	2.50%	2.50%
S&P Global Comp Op Final SA	JP	05/Nov 03:30	Oct	52.3	
S&P Global SVC PMI Final SA	JP	05/Nov 03:30	Oct	52	
S&P GLOBAL PMI: MSC COMPOSITE -	GB	05/Nov 12:30	Oct	51.5	

Daily Market Report

KWD - CBK FIX



MARKET SUMMARY

INSTRUMENT	OPEN	HIGH	LOW	CLOSE	%CHG 1D
EUR	1.1155	1.1237	1.1151	1.1185	0.24%
GBP	1.339	1.3449	1.3376	1.3405	0.10%
JPY	157.45	157.99	157.43	157.94	0.26%
TRY	0.02	0.0201	0.0199	0.02	0.00%
Dollar Idx	101.968	101.994	101.426	101.745	-0.13%
Brent	111.69	112.41	103.28	104.77	-10.94%
WTC	103.27	103.36	98.65	100.06	-6.97%
Gold	3874.95	3970.1	3874.95	3947.42	1.87%
KWSE Index	8398.23	8427.06	8336.24	8346.97	-0.47%

KIBOR RATES

Tenor	Value	Tenor	Value
ON	2.88	3M	3.63
SW	3.38	6M	3.88
1M	3.44	1Y	4.06

CENTRAL BANK OF KUWAIT

KWD (CBK FIX) CLOSE	3M% CHG
0.30815	0.34%

POLICY RATES INDICATOR	As of	Value	Prior	Change
ON Repo Rate	11/Dec/'25	3.13	3.38	-0.25
1W Repo Rate	11/Dec/'25	3.38	3.63	-0.25
1M Repo Rate	11/Dec/'25	3.63	3.88	-0.25
KWD ON Rate	11/Dec/'25	10.00	10.00	0.00
Discount Rate	11/Dec/'25	3.50	3.75	-0.25

SOFR RATES

Tenor	Value	Tenor	Value
1M	3.90	6M	4.19
3M	4.05	1Y	4.43

OTHER C-BANK RATES

INDICATOR	As of	Value	Prior	Change
FED Target Rate	16/Sep/'26	4.00	3.75	0.25
ECB Refinancing Rate	29/Oct/'26	2.65	2.65	0.00
BOE Bank Rate	19/Jun/'25	4.25	4.25	0.00
BOJ Prime Rate	09/Oct/'26	3.70	3.70	0.00
TRY ON Lending Rate	23/Oct/'26	39.00	40.00	-1.00

Global Top News

KEY INTERNATIONAL STORIES

US manufacturing strengthens in October, input prices stay high

WASHINGTON, Nov 2 (Reuters) - US manufacturing activity picked up in October amid strong domestic demand, keeping inflation at the factory gate elevated. The ISM said its manufacturing Purchasing Managers' Index increased to 55.5 last month from 54.5 in September. Economists polled by Reuters had forecast the PMI would stay at 54.5. The PMI has stayed above the 50 threshold this year, indicating growth in manufacturing, a sector that accounts for about 9.4% of the economy. A measure of production at factories jumped 2.3 percentage points to 59 last month.

UK October manufacturing PMI shows fastest output growth in two years

LONDON, Nov 2 (Reuters) - British manufacturers started the final quarter of 2026 with the strongest output growth in more than two years, a survey showed on Monday, although fast-rising costs may worry the Bank of England, which looks set to raise interest rates this week. The S&P Global Purchasing Managers' Index for British manufacturers rose to a five-month high of 52.8 in October from 51.9 in September, in line with an earlier flash estimate. The output component, sometimes seen as a better gauge of underlying conditions, rose to 53.6 from 51.5, its highest since September 2024.

German factory activity expands steadily in October, PMI shows

BERLIN, Nov 2 (Reuters) - Germany's manufacturing sector expanded solidly in October as rising export sales and government-linked demand supported output and orders, a business survey showed on Monday. The Germany Manufacturing Purchasing Managers' Index (PMI), compiled by S&P Global, rose to 54.2 in October from 53.9 in September. Output rose for a 10th straight month, though the pace eased to its weakest since July. New order growth also softened to a three-month low, while export sales grew at a solid and slightly faster pace.

China factory growth slows in October as export orders ease, private PMI shows

BEIJING, Nov 2 (Reuters) - China's factory activity expanded at a marginally slower pace in October as export order growth slowed, though output rose at its fastest rate in six months, a private survey showed on Monday. The RatingDog China General Manufacturing Purchasing Managers' Index (PMI), compiled by S&P Global, edged down to 52.0 in October from 52.1 in September, beating a forecast of 51.6 in a Reuters poll, a survey by S&P Global showed. The 50-mark separates growth from contraction. The reading contrasted with China's official PMI released on Saturday that showed factory activity unexpectedly falling.

Indonesia posts $3.36 billion trade surplus in September

JAKARTA, Nov 2 (Reuters) - Indonesia's trade surplus narrowed to $3.36 billion in September, official data showed on Monday, still much higher than the $1.9 billion surplus forecast in a Reuters poll. Southeast Asia's largest economy posted a $3.55 billion trade surplus a month earlier. Exports rose 11.87% on a yearly basis in September to $27.59 billion, supported by shipments of processed palm oil, nickel and aluminium. A Reuters poll of analysts had expected a 6.45% increase. Imports increased 18.41% to $24.23 billion, compared with the poll forecast of a 20.83% surge.

Oil edges up after report of US strike on Iran's Qeshm Island

Nov 3 (Reuters) - Oil prices edged up after a report that the United States had struck Iran's Qeshm Island, raising concerns about an escalation of the eight-month conflict and prolonged disruptions to Middle East oil supplies. US West Texas Intermediate crude CLc1 was up 20 cents, or 0.21%, at $96.66 a barrel while Brent crude futures LCOc1 rose 3 cents, or 0.03%, to $104.8 a barrel. Both benchmark prices dropped more than 7% on Monday as talks between Iranian and Qatari officials lifted hopes for an end to the US-Israeli war with Iran. The United States struck Iran's Qeshm Island, the Wall Street Journal reported, citing US officials.

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