

# Market Commentary

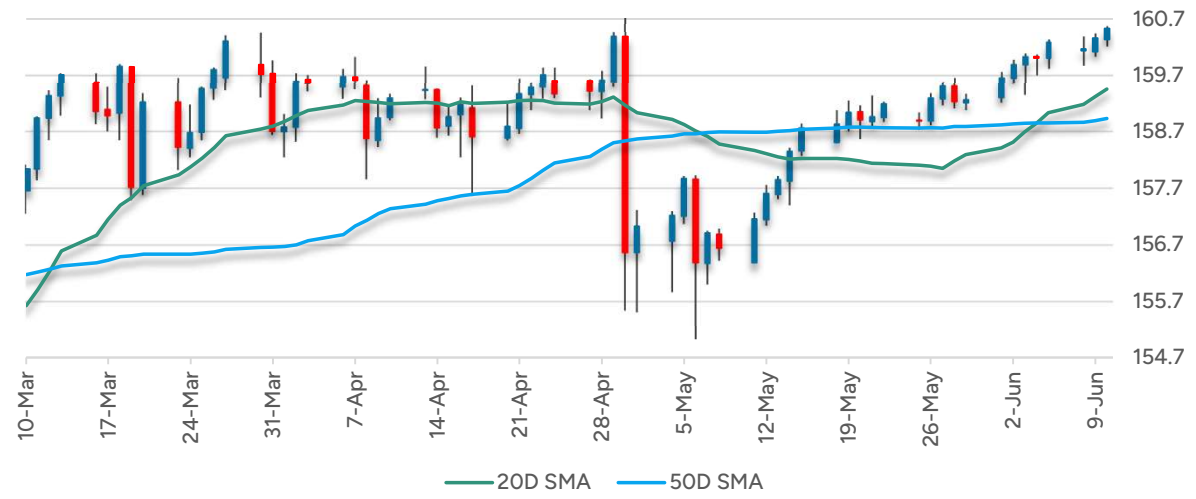
## KFH Treasury

Report produced on  
11-Jun-2026



# Forex Market

## JAPANESE YEN



CLOSE  
**160.53**

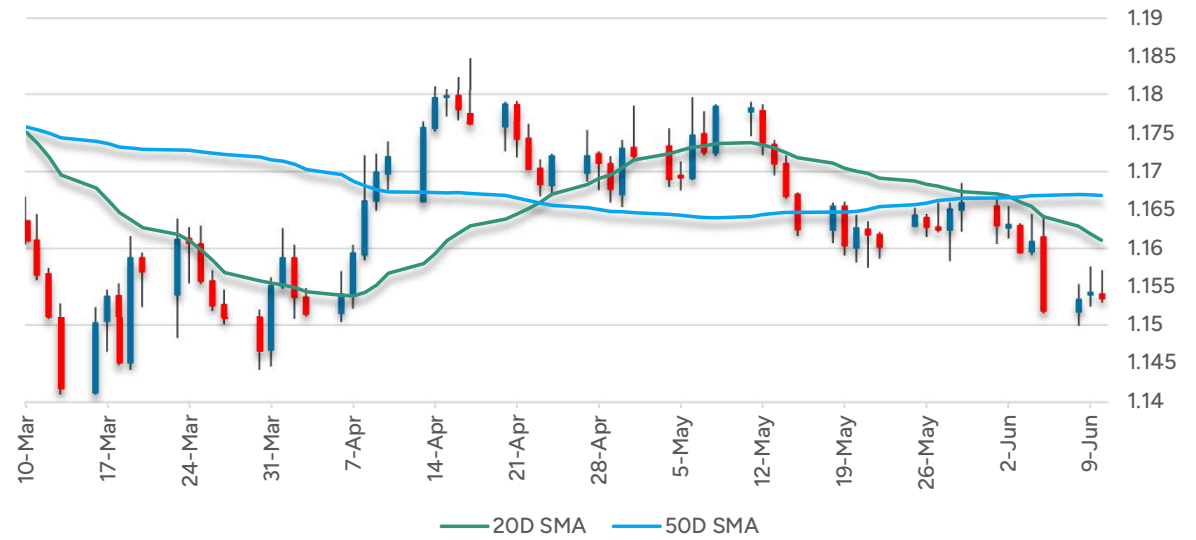
1M %chg  
**2.14%**

3M %chg  
**1.00%**

**USD/JPY bid on geopolitical tensions, sans intervention**  
11 Jun 2026 08:12:31 AM

- \* USD/JPY remained bid in quiet Asian trading, geopolitical tensions helped
- \* No Japan FX intervention but threat still working to limit USD/JPY upside
- \* Range today 160.43-56 EBS, pivoting around 160.50 hourly Ichimoku tenkan
- \* Kijun 160.44, hourly cloud 160.15-29, 100-HMA 160.26 in cloud
- \* Option expiries today supportive, \$2.6 bln between 160.00-25 strikes
- \* Above \$724 mln 160.50-98, 161.00-25 total \$949 mln too
- \* Massive option expiries tipped above at 162.00, even more at 165.00

## EURO



CLOSE  
**1.1535**

1M %chg  
**-2.10%**

3M %chg  
**-0.27%**

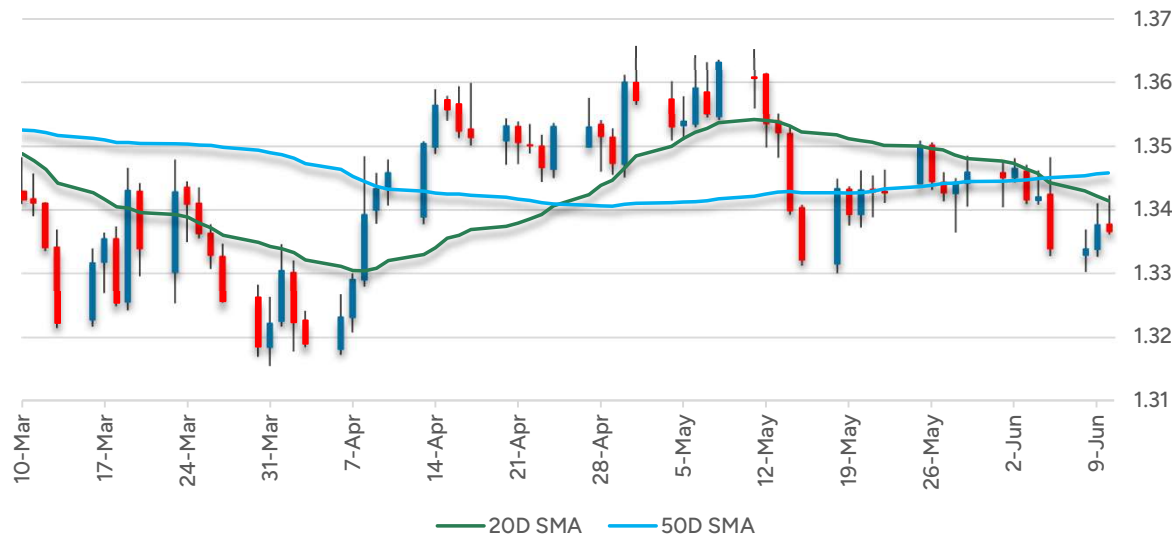
**EUR pairs mixed in Asia, some heavy, some not, one in stasis**  
11 Jun 2026 09:02:19 AM

- \* EUR/USD continues to trade heavy, Asia 1.1526-56 EBS, holding in lower range
- \* Crisscrossing 1.1539-48 hourly Ichimoku cloud, in area of 1.1549 100-HMA
- \* Support noted from 1.1500 spike low Monday, stops likely on break below
- \* Option expiries today likely to help contain action again today
- \* 1.1485-95 E1.2 bln, gravitational pull from E5.4 bln 1.1500-60 strikes
- \* Above 1.1575-1.1615 E1.8 bln and between 1.1625-55 E3.7 bln

# Forex Market



## POUND STERLING



CLOSE

**1.3366**

1M %chg

**-1.77%**

3M %chg

**-0.34%**

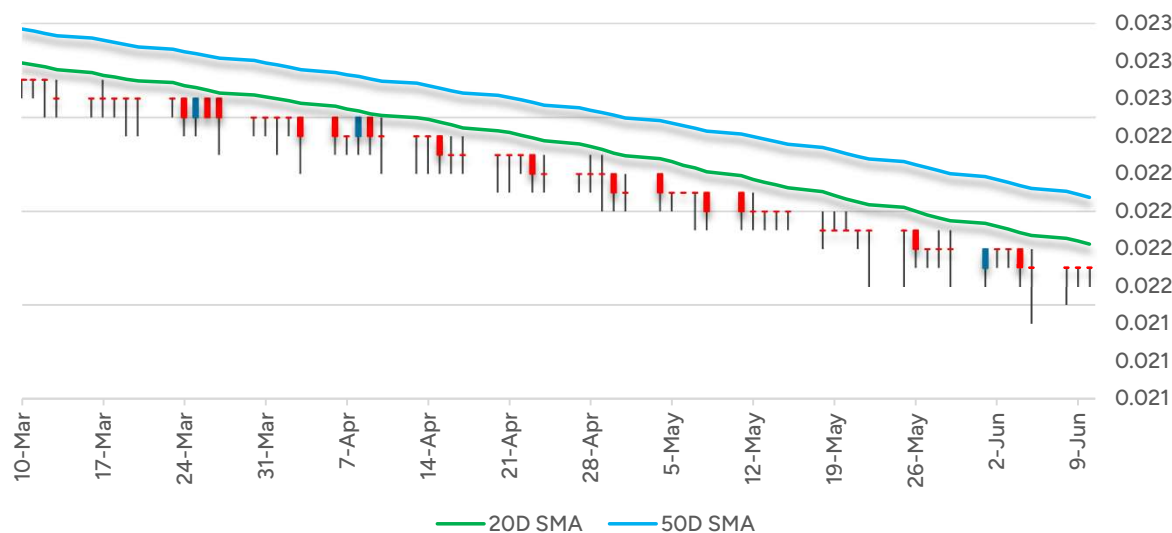
### GBP/USD-Dip buyers underpin, Iran escalation shrugged off

11 Jun 2026 07:18:44 AM

- \* GBP/USD up 0.1% in Asia after trading in a 1.33505-1.33905 range
- \* Rebounds from Iran-U.S. escalation-led drop on dip buying
- \* 2% rally in WTI crude, sharp decline in Asian stocks shrugged off
- \* 1.3300-1.3500 range likely to hold into upcoming risk events
- \* US PPI Thu key for Fed expectations ahead of June 17 rate decision
- \* UK April GDP Fri; May inflation, retail sales, April employment next week
- \* BoE rate meeting, Makerfield election key on June 18
- \* Resistance 1.3420, 1.3450, support 1.3350 1.3300-10; Thu range 1.3367-1.3423



## TURKISH LIRA



CLOSE

**0.0217**

1M %chg

**-1.36%**

3M %chg

**-4.41%**

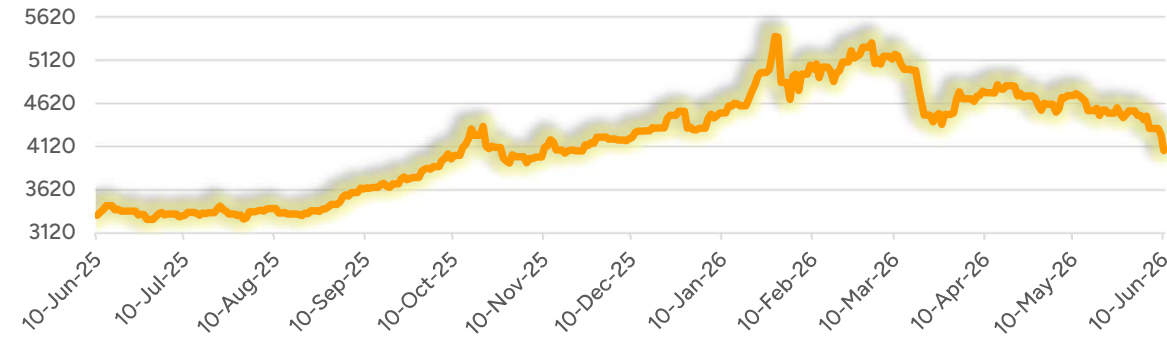
### Turkey - Factors to Watch

11 Jun 2026 09:45:14 AM

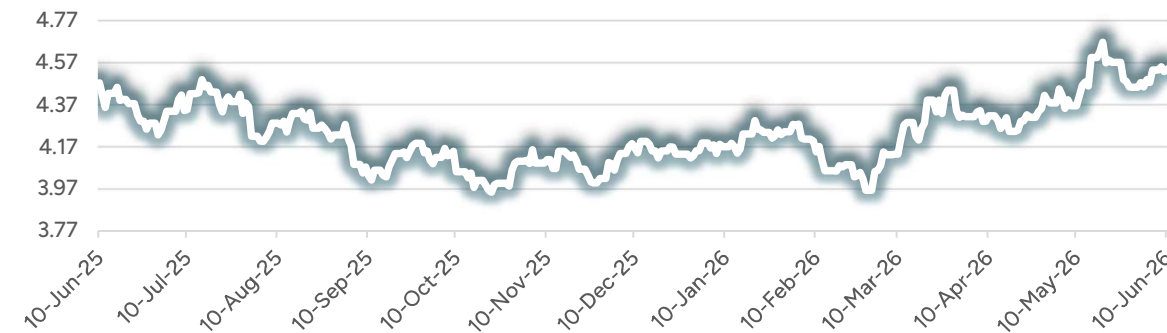
ANKARA, June 11 (Reuters) - The lira TRY/TOM=D3 traded at 46.1550 against the U.S. dollar compared with a close of 46.0120 on Wednesday. The BIST 100 index closed 0.02% higher at 13,744.64 points on Wednesday.

# Gold, US Treasury & Dollar Index

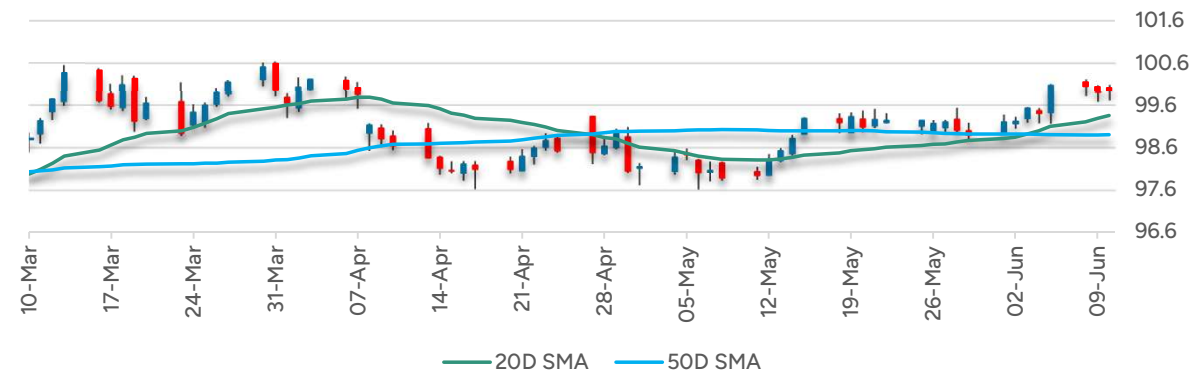
## GOLD



## 10Y US-TREASURY



## DOLLAR INDEX



US 10YT YIELD

**4.55**

1M %chg

**3.09%**

3M %chg

**8.14%**

### PRECIOUS-Gold steadies after hitting six-month low; inflation data in focus

11 Jun 2026 08:42:26 AM

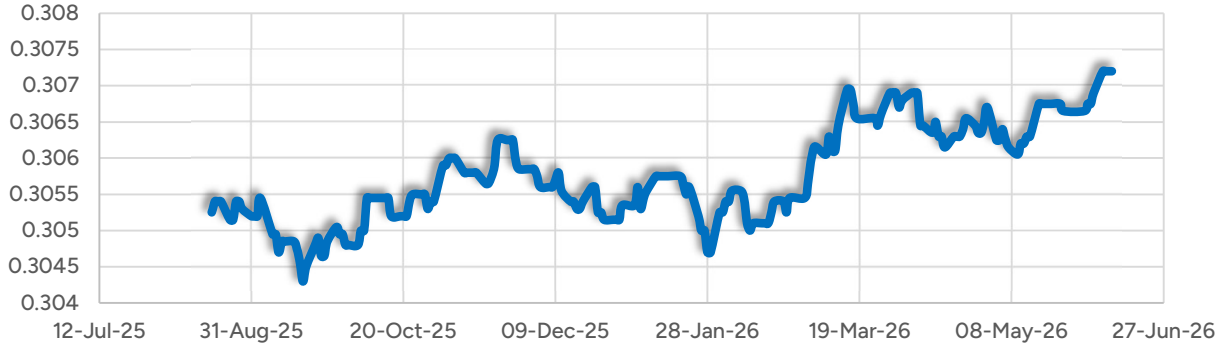
June 11 (Reuters) - Gold prices steadied after hitting a six-month low on Thursday, as investors awaited a key U.S. inflation report that could shed more light on the Federal Reserve's policy outlook. Spot gold XAU= rose 0.1% to \$4,077.39 per ounce after hitting its lowest since November 21 at \$4,022.09 earlier in the day. U.S. gold futures GCcv1 for August delivery were down 0.8% at \$4,098.90. Data showed that U.S. consumer inflation increased at its fastest pace in three years in May, boosted by surging prices for energy products amid the Middle East conflict. Markets now await the May U.S. Producer Price Index data, due later in the day, to further assess the Federal Reserve's monetary policy stance. Traders are now pricing in a more than 70% chance of a U.S. rate hike by December, according to the CME FedWatch tool. Spot silver XAG= fell 0.1% to \$63.64 per ounce.

### UPCOMING KEY ECONOMIC INDICATOR RELEASES

| INDICATOR                | Ctry / Regn | Time         | For      | Prior | Consensus |
|--------------------------|-------------|--------------|----------|-------|-----------|
| ECB Deposit Rate         | EU          | 11/Jun 15:15 | Jun      | 2.00% | 2.25%     |
| ECB Refinancing Rate     | EU          | 11/Jun 15:15 | Jun      | 2.15% | 2.40%     |
| Initial Jobless Clm      | US          | 11/Jun 15:30 | W 06 Jun | 225k  | 219k      |
| PPI Machine Manuf'ing    | US          | 11/Jun 15:30 | May      | 197   |           |
| Nat Gas-EIA Implied Flow | US          | 11/Jun 17:30 | W 05 Jun | 95Bn  |           |
| GDP Est 3M/3M            | GB          | 12/Jun 09:00 | Apr      | 0.60% | 0.70%     |
| GDP Estimate MM          | GB          | 12/Jun 09:00 | Apr      | 0.30% | -0.10%    |
| GDP Estimate YY          | GB          | 12/Jun 09:00 | Apr      | 1.20% | 1.30%     |
| Manufacturing Output MM  | GB          | 12/Jun 09:00 | Apr      | 1.20% | -0.20%    |
| Services MM              | GB          | 12/Jun 09:00 | Apr      | 0.30% | -0.10%    |
| Services YY              | GB          | 12/Jun 09:00 | Apr      | 1.50% | 1.70%     |

# Daily Market Report

## KWD - CBK FIX



## MARKET SUMMARY

| INSTRUMENT | OPEN    | HIGH    | LOW       | CLOSE     | %CHG 1D |
|------------|---------|---------|-----------|-----------|---------|
| EUR        | 1.1541  | 1.1572  | 1.153     | 1.1535    | -0.07%  |
| GBP        | 1.3377  | 1.3423  | 1.3361    | 1.3366    | -0.07%  |
| JPY        | 160.34  | 160.57  | 160.21    | 160.53    | 0.11%   |
| TRY        | 0.0217  | 0.0217  | 0.0216    | 0.0217    | 0.00%   |
| Dollar Idx | 100.012 | 100.085 | 99.715    | 99.947    | 0.04%   |
| Brent      | 92.6    | 95      | 90.77     | 93.1      | 1.80%   |
| WTC        | 95.38   | 95.59   | 93.56     | 93.68     | 1.94%   |
| Gold       | 4254.19 | 4256.69 | 4066.0906 | 4073.4609 | -4.44%  |
| KWSE Index | 8698.44 | 8714.56 | 8685.06   | 8712.04   | -0.03%  |

## KIBOR RATES

| Tenor | Value | Tenor | Value |
|-------|-------|-------|-------|
| ON    | 2.50  | 3M    | 3.56  |
| SW    | 3.25  | 6M    | 3.75  |
| 1M    | 3.44  | 1Y    | 4.00  |

## CENTRAL BANK OF KUWAIT

KWD (CBK FIX) CLOSE

**0.30725**

3M% CHG

**0.36%**

| 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    | 3.62  | 6M    | 3.75  |
| 3M    | 3.67  | 1Y    | 3.93  |

## OTHER C-BANK RATES

| INDICATOR            | As of      | Value | Prior | Change |
|----------------------|------------|-------|-------|--------|
| FED Target Rate      | 10/Dec/'25 | 3.75  | 4.00  | -0.25  |
| ECB Refinancing Rate | 30/Apr/'26 | 2.15  | 2.15  | 0.00   |
| BOE Bank Rate        | 19/Jun/'25 | 4.25  | 4.25  | 0.00   |
| BOJ Prime Rate       | 10/Jun/'26 | 3.15  | 3.05  | 0.10   |
| TRY ON Lending Rate  | 22/Jan/'26 | 40.00 | 41.00 | -1.00  |

## KEY INTERNATIONAL STORIES

### US May budget deficit shrinks but customs collections turn negative due to tariff refunds

WASHINGTON, June 10 (Reuters) - The U.S. budget deficit for May fell \$23 billion or 7% to \$293 billion due largely to prior-year calendar shifts in benefit payments as both outlays and receipts fell, with the latter taking a big hit from refunds of Donald Trump's emergency tariffs, the Treasury Department said on Wednesday. Customs duty refunds totaled \$21.97 billion in May against gross customs collections of \$21.93 billion, making for net customs outflows of \$42 million for the month, the Treasury said. Total receipts for May fell \$36 billion or 10% to \$336 billion compared to May 2025.

### UK summer job vacancies down 31% from 2025, Indeed says

LONDON, June 10 (Reuters) - British employers are offering almost a third fewer summer jobs this year than in 2025, adding to the challenges facing young people struggling to get a foothold in the job market, figures from recruitment platform Indeed showed on Wednesday. The 31% drop in summer jobs is much sharper than for overall vacancies which are down 11% year-on-year in Indeed's data as of May 22 and 7% in official data for the three months to April. Summer job vacancies are down 71% from their peak in 2023, according to Indeed.

### Germany risks recession as Iran energy shock hits growth, DIW economists say

BERLIN, June 10 (Reuters) - Germany's economy is likely to slip into a technical recession this year as an energy price shock triggered by the war in Iran derails a fragile recovery, the DIW economic institute said on Wednesday, cutting its 2026 growth forecast in half. DIW Berlin now expects Europe's largest economy to grow by 0.5% this year and 0.8% in 2027, around half a percentage point lower than forecast in spring. The institute said output was likely to contract slightly in both the second and third quarters before stabilising toward the end of the year.

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### Japan wholesale inflation accelerates to fastest in 3 years as energy costs spike

TOKYO, June 10 (Reuters) - Japan's wholesale inflation accelerated in May at the fastest pace in three years as price pressures from the Middle East war broadened, adding to the case for further interest rate hikes by the central bank. Japan's producer price index in May rose 6.3% from a year earlier, BOJ data showed on Wednesday, exceeding market forecasts for a 5.5% increase and faster than a revised 5.3% gain in April. The export price index also soared 20.6% in May from a year earlier on brisk demand for AI-related chips, easing the pain from worsening terms of trade caused by the energy shock.

### Thai business group raises 2026 GDP and export forecasts

BANGKOK, June 10 (Reuters) - Thailand's economy is expected to grow by 1.6% to 2.0% this year, a leading business group said on Wednesday, up from an earlier forecast of 1.2% to 1.6% growth. The group's forecast for exports, a key driver of Thai growth, was increased to a rise of 8.0% to 10.0% this year, from a previous forecast of a fall of 0.5% to 1.5%, the Joint Standing Committee on Commerce, Industry and Banking said. Government stimulus measures helped boost the economy, the group said. It also raised its inflation outlook slightly to 2.5% to 3.0% from a range of 2.0% to 3.0% seen earlier.

### Oil rises more than \$1 as escalation in US-Iran strikes unnerve traders

SINGAPORE, June 11 (Reuters) - Oil prices jumped on Thursday as Tehran declared the critical energy chokepoint, the Strait of Hormuz, closed after the U.S. launched additional strikes against Iran and as President Donald Trump vowed even more attacks if no peace deal is secured. Brent futures LCOc1 rose \$1.48, or 1.59%, to \$94.58 a barrel, while U.S. West Texas Intermediate (WTI) CLc1 crude climbed \$1.71, or 1.90%, to \$91.74. U.S. crude futures gained more than \$3 earlier in the session. U.S. crude inventories, including those from strategic reserves, have fallen by 79 million barrels since the Iran war began on February 28.