

News Updates

Dubai Islamic Bank gives initial guidance for 5-yr dollar sukuk – document – Dubai Islamic Bank, the United Arab Emirates' largest lender, gave initial price guidance of around 135 basis points over mid-swaps for five-year U.S. dollar-denominated sukuk, or Islamic bonds, a document showed on Tuesday. Bank ABC, Dubai Islamic Bank, Emirates NBD Capital, First Abu Dhabi Bank, HSBC, KFH Capital, Standard Chartered and the Islamic Corporation for the Development of the Private Sector are arranging the deal, which is expected to close later on Tuesday, the document from one of the banks showed. (Source: Reuters)

Dubai plane leasing firm gives initial guidance for 3-yr bonds – Dubai Aerospace Enterprise, one of the world's biggest aircraft leasing companies, gave initial price guidance of around 175 basis points (bps) over U.S. Treasuries for three-year unsecured U.S. dollar-denominated bonds, a document showed on Tuesday. BNP Paribas, Credit Agricole, Emirates NBD Capital, Fifth Third Securities, First Abu Dhabi Bank, Goldman Sachs International, JPMorgan, HSBC, Mizuho Securities, Morgan Stanley, Natixis and Trust Securities are arranging the deal, which is expected to close later on Tuesday, the document from one of the banks showed. DAE, owned by the Dubai government's main investment arm the Investment Corporation of Dubai, also hired Bank ABC, Commercial Bank of Dubai, Deutsche Bank and Gulf International Bank as co-managers. (Source: Reuters)

ADX lists EUR 1bn bonds issued by Etisalat – The Abu Dhabi Securities Exchange (ADX) has listed EUR 1 billion worth of bonds issued by Emirates Telecommunications Group Company (Etisalat) through two equal tranches maturing in 2028 and 2033, respectively. The bonds were more than six times over-subscribed, according to a press release by ADX on Monday. Etisalat Group's EUR 500 million seven-year notes mature on 17 May 2028 and carry a 0.375% coupon, while the 12-year EUR 500-million tranche matures on 17 May 2033 and carries a 0.875% coupon. The senior unsecured notes were issued under Etisalat's Euro Medium Term Note Programme and are rated AA- by S&P and Aa3 by Moody's. Interest rates will be paid out to bondholders annually on 17 May. (Source: Mubasher)

Republic of Turkey mandates banks for USD 5-Year Regs/144a Sukuk – The Republic of Turkey, acting through the Ministry of Treasury and Finance has appointed Dubai Islamic Bank, Emirates NBD Capital, HSBC and Standard Chartered Bank as joint lead managers and joint bookrunners to manage a USD benchmark Regulation S / Rule 144a sukuk with a 5-year tenor. The aforementioned transaction will follow, subject to market conditions. FCA/ICMA stabilization applies. (Source: Bloomberg)

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	0.73	-0.51	KSA	2025	1.14	-0.48
Abu Dhabi	2030	1.99	-3.52	KSA	2030	2.25	-2.26
Abu Dhabi	2050	3.10	-6.50	KSA	2050	3.58	-5.38
Bahrain	2026	3.41	-1.62	Oman	2025	3.29	2.64
Bahrain	2030	5.37	-4.56	Oman	2029	4.79	3.83
Bahrain	2047	6.83	-8.57	Oman	2048	6.64	1.26
Dubai	2029	2.47	-0.51	Qatar	2025	0.82	-0.79
Kuwait	2022	0.11	-1.06	Qatar	2030	2.04	-3.79
Kuwait	2027	1.39	-2.40	Qatar	2050	3.28	-7.82

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.58	8.08	-0.10	-0.20
S&P MENA Bond and Sukuk Index	2.21	NA	0.00	-0.89
Bloomberg Emerging Markets USD Index	3.76	6.80	-0.18	-0.56
Bloomberg Global Aggregate Index	1.10	7.42	-0.14	-2.33

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	15/6/2021	31/12/2020	15/6/2021	31/12/2020	15/6/2021	31/12/2020
KIBOR	1.5000	1.4375	1.7500	1.6875	2.0000	1.9375
SAIBOR	0.7914	0.8175	0.8414	0.8700	0.9143	0.9413
BHIBOR	1.6417	2.2500	1.7233	2.5333	1.8667	2.6833
QATAR	1.1563	1.1206	1.2188	1.1960	1.3500	1.3636
AEIBOR	0.3910	0.5125	0.4462	0.4908	0.5652	0.6538
EURIBOR	-0.5480	-0.5450	-0.5210	-0.5260	-0.4890	-0.4990
LIBOR	0.1189	0.2384	0.1525	0.2576	0.2394	0.3419

USD Swap Rates

Yields				Currencies				Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)	
1-Year	0.1515	0.03	-21.3	KWD	0.3009	-0.0332	0.80	Gold	1,867.20	-2.03	
2-Year	0.2379	-0.01	20.3	SAR	3.7504	0.0000	0.04	Silver	27.80	4.78	
5-Year	0.8483	-0.60	97.3	BHD	0.3770	0.0000	0.01	Copper	442.35	25.44	
7-Year	1.1680	-0.75	78.4	QAR	3.6420	-0.0082	0.00	Nat. Gas	3.36	25.25	
10-Year	1.4597	-0.97	57.8	OMR	0.3850	0.0000	0.00	Aluminum	2,482.75	24.53	
30-Year	1.8651	-0.86	33.0	AED	3.6731	0.0000	0.00	Crude Oil	73.11	42.38	

US Treasuries

	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.16	0.00	0.06	-0.03	-0.70	0.00
5-Year	0.78	0.03	0.31	-0.11	-0.69	0.00
10-Year	1.49	0.09	0.74	-0.37	-0.38	0.00
30-Year	2.17	0.21	1.28	-0.76	0.30	0.00

UK Gilt

	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.16	0.00	0.06	-0.03	-0.70	0.00
5-Year	0.78	0.03	0.31	-0.11	-0.69	0.00
10-Year	1.49	0.09	0.74	-0.37	-0.38	0.00
30-Year	2.17	0.21	1.28	-0.76	0.30	0.00

German Bunds

	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.16	0.00	0.06	-0.03	-0.70	0.00
5-Year	0.78	0.03	0.31	-0.11	-0.69	0.00
10-Year	1.49	0.09	0.74	-0.37	-0.38	0.00
30-Year	2.17	0.21	1.28	-0.76	0.30	0.00

Sovereign Ratings

	Moody's	S&P	Fitch
Kuwait	A1	AA-	AA
KSA	A1	A-u	A
UAE	Aa2	NR	AA-
Abu Dhabi	Aa2	AA	AA
Qatar	Aa3	AA-	AA-
Bahrain	B2	B+	B+
Oman	Ba3	B+	BB-
Egypt	B2	B	B+
Lebanon	C	SD	RD
Jordan	B1	B+	BB-
Turkey	B2	B+u	BB-
Tunisia	B3	NR	B
Morocco	Ba1	BB+	BB+
US	Aaa	AA+u	AAA
UK	Aa3	AAu	AA-
China	A1	A+	A+
USD 5Yr CDS	15-Jun 2021	31-Dec 2020	
Kuwait	45.51	40.69	
KSA	54.68	63.77	
Abu Dhabi	38.00	36.03	
Dubai	81.27	104.06	
Qatar	39.03	36.70	
Bahrain	191.46	233.58	
Oman	237.25	353.60	
Iraq	474.29	542.74	
Egypt	320.89	330.47	
Morocco	81.61	102.56	
Turkey	374.06	299.47	
US	7.08	11.52	
UK	8.39	15.13	
China	35.18	26.70	
Japan	16.16	14.74	
Germany	9.23	9.09	
France	21.15	14.42	