

## News Updates

**Saudi Arabia to borrow extra \$6bln; plans green bonds: Head of KSA's debt office** – Saudi Arabia is SAR 24 billion (\$6.4 billion) short of its borrowing plan for 2021 and considering issuing more green bonds, the head of the Saudi national debt office Hani Al-Medaini revealed during an interview with Alsharq news. The Kingdom plans to raise SAR 124 billion and it managed to get SAR100 billion of that till the end of August, said Al-Medaini. The government will also be looking at financing backed by export credit agencies, in addition to conventional and Islamic bonds. He made the comments at an investment conference in Riyadh. The Gulf has seen a surge of interest in environmental, social and governance-related initiatives and deals amid growing awareness among global investors about such risks. "We issued in 2020 a green bond transaction to King Abdulaziz Project for Public Transport, which is only a beginning for a long journey of sustainable finance" said Al-Madani. Saudi Arabia has recently hired banks to advise it on a sustainability financing framework, and the Public Investment Fund said it planned to announce soon its first green debt deal. Mohammed El-Kuwaiz, the chairman of Saudi Arabia's Capital Market Authority, speaking at the same conference, said he expected an increase in green financing instruments in the Kingdom, supported by growth in the domestic debt markets and higher participation of foreign investors. (Source: Arab News)

**Arab Petroleum Investments Corp mandates banks to arrange global investor calls** – As part of the ongoing roadshow announced on 16 September 2021, Arab Petroleum Investments Corporation ("APICORP"), a Multilateral Development Bank, rated Aa2 (stable outlook) by Moody's and AA (stable outlook) by Fitch has mandated Credit Agricole CIB as Green Structuring Advisor and Barclays, BofA Securities, Credit Agricole CIB, HSBC, J.P. Morgan, LBBW, Nomura and Standard Chartered Bank as Joint Lead Managers to arrange global investor calls at 08:00AM UK / 03:00PM Singapore / 03:00AM New York and at 02:00PM UK / 09:00PM Singapore / 09:00AM New York on Tuesday, 28th September 2021. (Source: Bloomberg)

**S&P Global Ratings Report Says GCC Producers Better Placed Than Oil Majors** – S&P Global Ratings thinks the Middle East's national oil companies (NOCs) and state-owned players in the energy sector are better placed than most global peers to weather the increasing and accelerating impact of the energy transition, according to a new report. "Notably, we believe regional shareholder structures, benefiting from government ownership and the expectation of support from generally wealthy, and highly rated, sovereigns, provide a framework to accompany the necessary, and sometimes costly, transformations induced by the energy transition, helping mitigate abrupt and sudden disruptions. This is reinforced by companies', particularly NOCs', large and abundant reserves, cash flow visibility, and competitive cost profiles," said S&P Global Ratings credit analyst Rawan Oueidat. (Source: Bloomberg)

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	0.86	-1.38	KSA	2025	1.15	-1.03
Abu Dhabi	2030	1.95	-3.51	KSA	2030	2.27	-2.60
Abu Dhabi	2050	3.06	-5.88	KSA	2050	3.52	-4.50
Bahrain	2026	4.08	-4.80	Oman	2025	3.44	1.76
Bahrain	2030	5.68	-6.69	Oman	2029	5.10	1.72
Bahrain	2047	7.17	-12.19	Oman	2048	6.76	-0.23
Dubai	2029	2.48	-0.88	Qatar	2025	1.01	-2.06
Kuwait	2022	0.06	-1.78	Qatar	2030	2.03	-4.00
Kuwait	2027	1.38	-2.72	Qatar	2050	3.18	-6.29

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.62	8.08	-0.08	0.53
S&P MENA Bond and Sukuk Index	2.23	NA	-0.09	0.01
Bloomberg Emerging Markets USD Index	4.13	6.80	-0.22	-0.74
Bloomberg Global Aggregate Index	1.15	7.42	-0.12	-3.41

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	28/9/2021	31/12/2020	28/9/2021	31/12/2020	28/9/2021	31/12/2020
KIBOR	1.5000	1.4375	1.7500	1.6875	2.0000	1.9375
SAIBOR	0.8086	0.8175	0.8571	0.8700	0.9271	0.9413
BHIBOR	1.5500	2.2500	1.6250	2.5333	1.8000	2.6833
QATAR	1.0732	1.1206	1.1333	1.1960	1.2871	1.3636
AEIBOR	0.4250	0.5125	0.4875	0.4908	0.5100	0.6538
EURIBOR	-0.5430	-0.5450	-0.5230	-0.5260	-0.4880	-0.4990
LIBOR	0.1323	0.2384	0.1554	0.2576	0.2296	0.3419

USD Swap Rates				Currencies				Commodities		
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	0.1838	0.04	-4.5	KWD	0.3012	-0.0332	0.71	Gold	1,751.40	-8.36
2-Year	0.3973	0.23	100.9	SAR	3.7515	0.0000	0.01	Silver	22.65	-15.03
5-Year	1.0963	1.16	155.0	BHD	0.3770	0.0000	0.01	Copper	429.75	21.95
7-Year	1.3334	1.54	103.7	QAR	3.6420	0.0027	-0.01	Nat. Gas	6.08	121.89
10-Year	1.5365	2.07	66.1	OMR	0.3850	0.0000	0.00	Aluminum	2,875.15	43.49
30-Year	1.7842	2.87	27.3	AED	3.6731	0.0000	0.00	Crude Oil	80.11	57.39

US Treasuries			UK Gilts		German Bunds	
Yield %	1D Δ (%)		Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.31	-0.02	0.38	-0.01	-0.73	0.00
5-Year	1.01	-0.04	0.59	-0.05	-0.71	0.00
10-Year	1.51	-0.18	0.95	-0.25	-0.38	0.00
30-Year	2.02	-0.63	1.27	-0.93	0.25	0.00

	Sovereign Ratings		
	Moody's	S&P	Fitch
Kuwait	A1	A+	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	28-Sep 2021	31-Dec 2020
Kuwait	48.88	40.69
KSA	52.45	63.77
Abu Dhabi	42.22	36.03
Dubai	89.66	104.06
Qatar	42.23	36.70
Bahrain	276.06	233.58
Oman	263.35	353.60
Iraq	521.50	542.74
Egypt	423.64	330.47
Morocco	95.84	102.56
Turkey	430.26	299.47
US	11.96	11.52
UK	7.60	15.13
China	44.48	26.70
Japan	17.05	14.74
Germany	7.97	9.09
France	17.85	14.42