

## News Updates

**Aramco-Total JV's unit partially redeems Sukuk with \$55m** - Arabian Aramco Total Services Co. has partially redeemed its Sukuk with a distribution amount of SAR 208 million (\$55 million), bringing the outstanding principal to SAR 1.67 billion. This represents 5.54 percent of the Sukuk's original face value. Its parent company SATORP, a joint venture between oil giant Aramco and France's Total Oil Co., had swung into a profit of SR1.43 billion in the first quarter of 2022. *(Source: Arab News)*

**Majid Al Futtaim to refinance \$500 million perpetual bonds** - Dubai's Majid Al Futtaim (MAF), which develops shopping malls across the Middle East, has hired banks to refinance its outstanding \$500 million perpetual bonds. Citi, HSBC and Standard Chartered were hired as joint global coordinators. They are joined Abu Dhabi Commercial Bank, Emirates NBD Capital and First Abu Dhabi Bank as joint lead managers. They held investor calls on Monday. An issuance of benchmark, U.S. dollar-denominated reset subordinated perpetual green hybrid bonds non-callable for 5-1/4-years may follow, subject to market conditions. MAF has announced a tender offer for the outstanding perpetual notes that have a first reset date on Sept. 7 to purchase up to the amount of the new notes, subject to the completion of the new issuance *(Source: Reuters)*

**Bahrain's GDP growth at 5.5% in Q1 2022** - Bahrain's gross domestic product grew 5.5% year on year at constant prices in the first quarter of 2022, the state news agency reported on Monday citing country's cabinet meeting. The non-oil economy recorded growth of 7.8% in the same period. *(Source: Reuters)*

**ICAEW: Middle East will see GDP growth of 5.2% despite economic pressures** - The Middle East will see GDP growth of 5.2 percent in 2022, according to a report, an increase of one percent compared to forecasts three months ago. The report by the chartered accountants' professional body ICAEW said there was a positive regional landscape despite market pressures mounting and heightened uncertainty. Middle Eastern countries are having to adjust to pressure stemming from the ongoing Russia-Ukraine war as well as the Chinese economic slowdown and tightening global market conditions, the report said. However, rising oil prices have provided support to the macroeconomic environment across the Gulf, which is being used to offset the impact of rising inflation and supply chain disruptions to regional commodity importing countries. *(Source: Zawya)*

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	3.59	-9.37	KSA	2027	3.69	-8.25
Abu Dhabi	2031	3.93	-14.28	KSA	2032	4.10	-13.58
Abu Dhabi	2050	4.56	-24.08	KSA	2050	5.05	-22.73
Bahrain	2028	6.16	-7.13	Oman	2027	6.05	-7.81
Bahrain	2032	7.22	-10.70	Oman	2032	6.74	-10.65
Bahrain	2051	8.18	-14.91	Oman	2051	7.93	-15.35
Dubai	2029	4.03	-9.34	Qatar	2026	3.65	-7.94
Dubai	2050	5.49	-20.72	Qatar	2030	3.95	-12.05
Kuwait	2027	3.46	-8.35	Qatar	2050	4.64	-23.45

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	4.78	8.08	0.02	-11.27
S&P MENA Bond and Sukuk Index	4.36	NA	-0.02	-11.74
Bloomberg Emerging Markets USD Index	7.06	6.80	-0.14	-16.61
Bloomberg Global Aggregate Index	3.10	7.42	0.11	-14.71

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	21/06/2022	31/12/2021	21/06/2022	31/12/2021	21/06/2022	31/12/2021
KIBOR	2.1250	1.5000	2.3750	1.7500	2.7500	2.0000
SAIBOR	3.3190	0.9057	3.4354	0.9829	3.7657	1.0600
BHIBOR	3.4583	1.5167	3.6497	1.6233	4.2500	1.7667
QATAR	1.1500	1.1250	1.3000	1.2000	1.8500	1.3250
AEIBOR	1.9133	0.3645	2.6295	0.7000	3.3177	0.7396
EURIBOR	-0.1690	-0.5730	0.2910	-0.5460	1.1240	-0.4980
LIBOR	2.0959	0.2144	2.7804	0.3451	3.5859	0.5888

USD Swap Rates				Currencies			Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	3.4632	6.92	547.3	KWD	0.3069	-0.0489	-1.42	Crude Oil	115.45	53.28
2-Year	3.6670	5.08	289.6	SAR	3.7529	0.0000	0.07	Gold	1,842.60	0.36
5-Year	3.4312	4.92	150.5	EUR	1.0527	0.1522	-7.41	Silver	21.76	-7.23
7-Year	3.3662	4.40	128.1	GBP	1.2273	0.1551	-9.31	Copper	404.45	-8.71
10-Year	3.3379	4.73	111.1	JPY	135.0400	0.0222	-14.78	Nat. Gas	6.72	84.83
30-Year	3.0435	4.27	75.8	CNH	6.6810	0.1302	-4.84	Aluminum	2,514.75	-10.13

US Treasuries			UK Gilts			German Bunds		
Yield %	1D Δ (%)		Yield %	1D Δ (%)		Yield %	1D Δ (%)	
2-Year	3.23	-0.09	2.27	-0.17		NA	NA	
5-Year	3.39	-0.20	2.30	-0.48		1.20	-0.16	
10-Year	3.28	-0.41	2.60	-1.01		1.62	-0.58	
30-Year	3.33	-0.82	2.79	-2.09		1.91	-1.54	

## 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	BB-	BB-
Egypt	B2	B	B+
Lebanon	C	SD	RD
Jordan	B1	B+	BB-
Turkey	B2	B+	B+
Tunisia	Caa1	NR	CCC
Morocco	Ba1	BB+	BB+
US	Aaa	AA+	AAA
UK	Aa3	AA	AA-
China	A1	A+	A+

USD 5Yr CDS	21-Jun 2022	31-Dec 2021
Kuwait	60.40	40.53
KSA	61.70	50.97
Abu Dhabi	60.54	43.09
Dubai	112.96	89.58
Qatar	60.92	42.55
Bahrain	303.12	286.32
Oman	253.05	254.42
Iraq	453.98	507.35
Egypt	903.66	496.58
Morocco	219.52	85.91
Turkey	817.34	555.46
US	16.93	10.01
UK	10.50	8.91
China	80.23	39.86
Japan	19.79	16.23
Germany	10.57	7.53
France	20.98	17.87