

Emaar Properties hires banks for 10-year dollar sukuk deal - Dubai's Emaar Properties has hired banks to arrange investor meetings ahead of the issuance of 10-year dollar sukuk, or Islamic bonds, a document issued by one of the banks showed on Tuesday. Emaar, 29.2% owned by the Investment Corporation of Dubai, will meet investors in Asia and London starting on Sept 6. Standard Chartered was hired to coordinate the deal. Other banks leading the transaction are Dubai Islamic Bank, Deutsche Bank, Emirates NBD Capital, First Abu Dhabi Bank, Mashreq Bank and Sharjah Islamic Bank, the document showed.

Bank of Sharjah Is Said to Hire JPMorgan, Others for Dollar Bond - Bank of Sharjah hired lenders including JPMorgan Chase & Co. to raise about \$500 million from a bond sale as early as this month, people with knowledge of the plan said. The United Arab Emirates-based lender is working with Emirates NBD PJSC, First Abu Dhabi Bank PJSC and Arab Banking Corp.

Moody's assigns first time ratings for Gulf International Bank - Moody's has today assigned first time long and short-term deposit ratings of Baa1/P-2 for Gulf International Bank - Saudi Arabia (GIB KSA). GIB KSA was incorporated in April 2019 as a subsidiary of Gulf International Bank BSC with a capital of SAR 7.5 billion (USD 2 billion) and was formerly structured as the Saudi branch of GIB BSC. Its shareholders are GIB BSC and the Public Investment Fund each having 50% ownership at inception.

Egypt Cen Bank Targets Fiscal Deficit of 7.2% of GDP in 2019-20 - Primary fiscal balance targeted to record surplus of 2% of GDP in 2018-19 and to "maintain this surplus in subsequent fiscal years to reduce debt levels," the central bank says in a monetary policy report. The Fiscal deficit targeted to drop to 8.2% of GDP in 2018-19 and the Real GDP growth estimated at 5.7% in 2Q 2019.

Lebanon to announce state of economic emergency, plan to accelerate reforms - Lebanon will declare an economic emergency and the government has begun work on a plan to accelerate public finance reforms, its prime minister said on Monday. Saad al-Hariri also said the policy of keeping stable the Lebanese pound, which is pegged to the dollar, would continue. Cabinet ministers, politicians and lawmakers who met on Monday reached consensus on an outline for a plan that would put public finances and the economy on a more sustainable path, Hariri said.

China lodges tariff case at WTO against the US - China has lodged a complaint against the United States at the World Trade Organization over US import duties, the Chinese Commerce Ministry said on Monday. The US began imposing 15% tariffs on a variety of Chinese goods on Sunday and China began imposing new duties on US crude oil, the latest escalation in their trade war. China did not release details of its legal case but said the US tariffs affected \$300bn of Chinese exports.

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GCC Bonds & Sukuk: Best and worst Performers (03 September 2019)

Best daily Performers	Daily change	Worst daily Performers	Daily change
Invest Corp Dubai 27	0.49%	Emirates REIT 22	-0.47%
Sharjah Sukuk 28	0.48%	Oman Grid 25	-0.46%
Saudi Electricity Co. 24	0.42%	Ezdan Sukuk 21	-0.45%
Best YTD Performers	YTD change	Worst YTD Performers	YTD change
KSA Govt. 46	30.01%	Etihad Airways 20	-27.94%
KSA Govt. 49	29.59%	Etihad Airways 21	-18.97%
Abu Dhabi Govt 47	29.52%	RAS Gas 19	-1.97%

Source: Bloomberg

Bonds & Sukuk Indices (03 September 2019)

Index Name	Price	1D Chng	YTD	Yield
S&P MENA Bond and Sukuk Index	138.090	0.20%	14.45%	2.81%
S&P MENA Bond Index	140.990	0.22%	15.74%	2.82%
S&P MENA Sukuk Index	129.540	0.12%	10.15%	2.77%
Bloomberg Global Developed Sovereign Bond Index	121.548	-0.19%	4.79%	0.39%
Bloomberg USD Emerging Market Composite Bond Index	238.904	0.00%	13.93%	
Dow Jones Sukuk Index	106.978	0.13%	8.06%	

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	03/09/2019	31/12/2018	03/09/2019	31/12/2018	03/09/2019	31/12/2018
SAIBOR	2.4129	1.8988	2.3971	2.0875	2.4000	2.2863
KIBOR	2.8125	1.8750	3.0000	2.0625	3.2500	2.3750
BHIBOR	2.5000	2.4500	3.1667	2.9000	3.2833	3.2750
QATAR	2.7466	2.7342	2.8659	2.8868	3.0635	3.0468
AEIBOR	2.3873	1.8310	2.3875	2.0513	2.6089	2.5648
EURIBOR	-0.4330	-0.3290	-0.4280	-0.2710	-0.3830	-0.1860
LIBOR	2.1376	1.6858	2.0365	1.8336	1.9740	2.1022

U.S. Treasuries

	Current Yield (%)	1D Chng
1-Year	1.75	-0.018
2-Year	1.51	-0.014
5-Year	1.40	-0.051
7-Year	1.46	-0.086
10-Year	1.52	-0.172
30-Year	1.99	-0.680

USD Swap rates

	Rates (%)	1D Chng (%)
2-Y	1.508	-0.01%
5-Y	1.329	0.01%
10-Y	1.403	0.02%
30-Y	1.576	0.03%

German Bund

	Current Yield (%)	1D Chng (Bps)
2-Y	-0.66	0.644
5-Y	-0.96	0.129
10-Y	-0.83	0.024
30-Y	-0.19	0.015

UK Gilts

	Current Yield (%)	1D Chng (Bps)
2-Y	0.33	0.464
5-Y	0.27	0.091
10-Y	0.42	-0.030
30-Y	0.94	-0.017

Currencies

	USD	1-Day Δ	YTD (%)
KWD	0.3047	0.0002	-0.276%
SAR	3.7511	0.0002	0.013%
BHD	0.3771	(0.0000)	-0.019%
QAR	3.6626	0.0005	-0.197%
OMR	0.3850	0.0002	0.003%
AED	3.6731	0.0000	-0.008%
EGP	16.625	0.0209	8.120%
EUR	1.0948	(0.0022)	-4.526%

Sovereign Ratings

	Moody's	S&P	Fitch
Abu Dhabi	Aa2	AA	AA
Bahrain	B2	B+	BB-
Kuwait	Aa2	AA	AA
Oman	Ba1	BB	BB+
Qatar	Aa3	AA-	AA-
KSA	A1	A-	A+
UAE	Aa2	NR	NR
Egypt	B2	B-	B+
Lebanon	B3	B-	B
Turkey	Baa3	BB+	BBB-
Tunisia	Ba3	NR	B+
Morocco	Ba1	BBB-	BBB-
Jordan	B1	B+	BB-
China	Aa3	AA-	A+
UK	Aa2	AA	AA
USA	Aaa	AA+	AAA
USD 5-Year CDS	YTD (%)		
Abu Dhabi	45.800	-28.15	
Kuwait	45.940	-25.96	
Dubai	124.030	-0.15	
Bahrain	247.030	-11.75	
Qatar	47.090	-40.71	
KSA	65.030	-36.40	
Egypt	273.120	-26.52	
Lebanon	1216.650	62.11	
Turkey	427.896	18.89	
Iraq	329.940	-25.78	
Morocco	93.370	-6.56	
China	45.452	-30.91	
France	19.690	-45.16	
Germany	9.470	-24.17	
Japan	21.296	-10.02	
UK	31.640	-15.31	
US	12.080	-32.43	