

Kuwait's Warba Bank lists \$500 million Sukuk on Nasdaq Dubai -

The lender will use the proceeds to support further expansion and development plans across a full range of banking and investment services as well as its commitment to Shari'ah-compliant financing solutions. Kuwait's Warba Bank has listed its \$500 million Sukuk on Nasdaq Dubai, the second Islamic bond to be listed by the Shari'ah compliant bank following the listing of a \$250 million instrument in March 2017. Shaheen Al-Ghanem, the Chief Executive of Warba Bank, said, "The Sukuk attracted investors from the GCC, the wider MENA region and beyond, underlining the confidence of the market in Warba Bank's dynamic expansion strategy in business sectors including investment, corporate and retail banking."

CBK issues tawarruq related-bonds worth KD 240 mln - The Central Bank of Kuwait (CBK) issued, Monday, KD 240 million (USD 792 million) worth of tawarruq bonds, said a statement. In a statement obtained by KUNA, the CBK announced the most recent issues of bonds related to tawarruq would be for three months with rate of return of three percent. The last issuance of such bonds by the CBK was on September 23 at KD 200 million (USD 600 million) also for a three-month period.

Fitch Downgrades Saudi Electricity Co. To 'A-'/Stable - Saudi Electricity's long-term issuer default rating was downgraded by Fitch to A- from A. Total amount of public bonds & loans outstanding is 105 billion riyals, according to data compiled by Bloomberg. Outlook remains stable.

Lebanon Lines Up Eurobond Buyers of Last Resort - All but cut off from international credit markets and facing dollar shortages at home, Lebanon has come up with another workaround to allow the government to borrow money without raiding the central bank's reserves. Local lenders, already the biggest holders of Lebanon's sovereign debt, will cash out certificates of deposit, or CDs, at the central bank to buy some of Lebanon's planned Eurobond issue of up to \$3 billion, a person familiar with the matter said.

Emerging-Market Bond Sales Exceed Full-Year 2018 Volumes - Multi-tranche deals by CK Hutchison Holdings Ltd.'s mobile-phone arm and Ivory Coast last week helped bond sales from emerging markets exceed the volume raised in all of 2018 amid a rush to capture lower borrowing costs. Sales in dollars and euros from governments and companies in developing nations reached the equivalent of \$525 billion, a 20% increase over the same period last year, according to data compiled by Bloomberg. The sales surge has been aided by an easing of global political tensions and a fall in borrowing costs this month.

GCC Bonds & Sukuk: Best and worst Performers (15 October 2019)

Best daily Performers	Daily change	Worst daily Performers	Daily change
Oman Electricity 25	0.17%	Noor Sukuk Perp.	-0.45%
ADCB 22	0.17%	Dubai Aerospace	-0.29%
Sharjah Govt. Sukuk 28	0.17%	Investment Corp. Dubai 27	-0.23%
Best YTD Performers	YTD change	Worst YTD Performers	YTD change
KSA Govt 50	23.20%	Etihad Airways 20	-25.91%
KSA Govt 49	22.54%	Etihad Airways 21	-17.25%
Qatar Govt 49	22.30%	Commercial Bank of Qatar 19	-1.87%

Source: Bloomberg

Bonds & Sukuk Indices (15 October 2019)

Index Name	Price	1D Chng	YTD	Yield
S&P MENA Bond and Sukuk Index	135.630	0.02%	12.41%	3.00%
S&P MENA Bond Index	138.050	0.03%	13.32%	3.05%
S&P MENA Sukuk Index	128.640	-0.03%	9.39%	2.82%
Bloomberg Global Developed Sovereign Bond Index	120.843	0.03%	4.18%	0.53%
Bloomberg USD Emerging Market Composite Bond Index	237.871	-0.13%	13.43%	
Dow Jones Sukuk Index	105.816	-0.05%	6.89%	

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	15/10/2019	31/12/2018	15/10/2019	31/12/2018	15/10/2019	31/12/2018
SAIBOR	2.3071	1.8988	2.3186	2.0875	2.3214	2.2863
KIBOR	2.8750	1.8750	3.0625	2.0625	3.3125	2.3750
BHIBOR	2.3700	2.4500	3.0667	2.9000	3.2167	3.2750
QATAR	2.6000	2.7342	2.7500	2.8868	3.0375	3.0468
AEIBOR	2.3035	1.8310	2.3817	2.0513	2.2830	2.5648
EURIBOR	-0.4180	-0.3290	-0.3580	-0.2710	-0.3030	-0.1860
LIBOR	2.0009	1.6858	1.9756	1.8336	1.9555	2.1022

U.S. Treasuries

	Current Yield (%)	1D Chng
1-Year	1.63	-0.020
2-Year	1.56	0.066
5-Year	1.52	0.160
7-Year	1.61	0.234
10-Year	1.69	0.375
30-Year	2.16	0.844

USD Swap rates

	Rates (%)	1D Chng (%)
2-Y	1.612	-0.03%
5-Y	1.519	-0.03%
10-Y	1.614	-0.04%
30-Y	1.781	-0.04%

German Bund

	Current Yield (%)	1D Chng (Bps)
2-Y	-0.52	-3.874
5-Y	-0.75	-1.862
10-Y	-0.59	-0.049
30-Y	0.04	5.769

UK Gilts

	Current Yield (%)	1D Chng (Bps)
2-Y	0.50	7.212
5-Y	0.44	11.268
10-Y	0.64	12.470
30-Y	1.11	11.046

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	Caa1	B-	CCC
Turkey	B1	B+	BB-
Tunisia	B2	NR	B+
Morocco	Ba1	BBB-	BBB-
Jordan	B1	B+	BB-
China	A1	A+	A+
UK	Aa2	AA	AA
USA	Aaa	AA+	AAA

USD 5-Year CDS

	YTD (%)
Abu Dhabi	51.840 -20.46
Kuwait	49.910 -19.94
Dubai	122.570 0.48
Bahrain	223.080 -19.97
Qatar	51.620 -35.30
KSA	77.650 -24.38
Egypt	294.420 -21.04
Lebanon	1157.000 56.80
Turkey	410.605 14.24
Iraq	334.250 -24.84
Morocco	93.520 -6.43
China	44.218 -33.09
France	18.690 -47.69
Germany	9.080 -26.55
Japan	22.483 -10.02
UK	10.025 -33.48
US	3.851 -32.18