

News Updates

Saudi Riyad Bank to issue dollar denominated Tier 1 capital sukuk – Saudi Arabia's Riyad Bank plans to issue US dollar denominated Tier 1 capital sukuk to support its capital base and meet financial and strategic needs. In a statement to the Saudi Tadawul stock exchange on Sunday, the bank said amount and terms of offer of the sukuk will be determined subject to the market conditions. The offer is expected to be through a special purpose vehicle and by way of an offer to eligible investors in the Kingdom of Saudi Arabia and internationally. Riyad Bank has mandated HSBC, Riyad Capital and Standard Chartered Bank as joint lead managers and bookrunners to do a series of investor meetings. *(Source: Zawya)*

Dubai Islamic Bank sells \$750 million in senior sukuk – Dubai Islamic Bank (DISB.DU), the United Arab Emirates' largest Islamic lender, sold \$750 million in five-year senior unsecured sukuk on Tuesday after the debt sale drew more than \$1.6 billion in orders, a bank document showed. The bonds launched at 95 basis points (bps) over U.S. Treasuries, tightened from initial guidance of around 120 bps over, the document from one of the banks on the deal showed. *(Source: Reuters)*

Adnoc Mulls Green Bond as Gulf Firms Seek ESG Funds – Abu Dhabi's state oil producer is considering a sale of green bonds for the first time, according to people with knowledge of the matter, as companies and governments in the Arabian Gulf increasingly look to tap investors in sustainable assets. Abu Dhabi National Oil Co. is speaking to banks about a possible green issuance, the people said. The company, which pumps almost all the crude in the United Arab Emirates, may opt instead for sustainability-linked bonds, which provide more flexibility than green bonds because they're not tied to specific projects, said the people. The company declined to comment. Adnoc's discussions are separate from its plans to raise about \$3 billion to \$5 billion from conventional bonds this year, the people said. *(Source: Bloomberg)*

UAE's MIPCO to issue over \$1 billion bonds for refinancing, desalination project – Mirfa International Power and Water Company (MIPCO), majority owned by Abu Dhabi's TAQA, is planning a bond sale of more than \$1 billion to refinance debt and begin a new phase of a desalination project, Al Arabiya reported on Tuesday citing sources. MIPCO may use a financing framework similar to that adopted by Abu Dhabi solar energy firm Sweihan PV Power Company, which raised \$700.8 million through a sale of amortising green bonds last month, Al Arabiya said. The bonds will refinance a \$1.2 billion seven-year loan taken in 2014 to fund the MIPCO project, with the proceeds also financing the second phase of the project, the Saudi-owned news channel said. *(Source: Reuters)*

GCC Sovereign Yields

| Sovereigns | Maturity | Yield % | Price Δ (YTD %) | Sovereigns | Maturity | Yield % | Price Δ (YTD %) |
|------------|----------|---------|-----------------|------------|----------|---------|-----------------|
| Abu Dhabi | 2027 | 2.05 | -2.01 | KSA | 2027 | 2.35 | -2.64 |
| Abu Dhabi | 2031 | 2.42 | -3.56 | KSA | 2032 | 2.78 | -3.55 |
| Abu Dhabi | 2050 | 3.41 | -7.81 | KSA | 2050 | 3.91 | -7.53 |
| Bahrain | 2028 | 4.86 | -1.25 | Oman | 2027 | 4.70 | -2.31 |
| Bahrain | 2032 | 6.14 | -3.28 | Oman | 2032 | 5.75 | -3.68 |
| Bahrain | 2051 | 7.20 | -4.15 | Oman | 2051 | 7.03 | -5.65 |
| Dubai | 2029 | 2.82 | -2.03 | Qatar | 2026 | 2.23 | -2.55 |
| Kuwait | 2022 | -0.63 | -0.28 | Qatar | 2030 | 2.74 | -3.97 |
| Kuwait | 2027 | 2.18 | -2.66 | Qatar | 2050 | 3.49 | -7.14 |

Bonds and Sukuk Indices

| Index Name | Yield % | Duration (yrs) | 1D Δ (%) | YTD Δ (%) |
|--------------------------------------|---------|----------------|----------|-----------|
| Bloomberg GCC FI Index | 3.25 | 8.08 | -0.28 | -3.10 |
| S&P MENA Bond and Sukuk Index | 2.84 | NA | -0.24 | -3.24 |
| Bloomberg Emerging Markets USD Index | 4.86 | 6.80 | -0.28 | -3.53 |
| Bloomberg Global Aggregate Index | 1.73 | 7.42 | -0.37 | -2.79 |

Interbank Rates (%)

| | 3 Months | | 6 Months | | 12 Months | |
|---------|------------|------------|------------|------------|------------|------------|
| | 09/02/2022 | 31/12/2021 | 09/02/2022 | 31/12/2021 | 09/02/2022 | 31/12/2021 |
| KIBOR | 1.5000 | 1.5000 | 1.7500 | 1.7500 | 2.0000 | 2.0000 |
| SAIBOR | 1.0671 | 0.9057 | 1.1947 | 0.9829 | 1.4652 | 1.0600 |
| BHIBOR | 1.5667 | 1.5167 | 1.6500 | 1.6233 | 1.7833 | 1.7667 |
| QATAR | 1.1500 | 1.1250 | 1.2000 | 1.2000 | 1.3500 | 1.3250 |
| AEIBOR | 0.4581 | 0.3645 | 0.7400 | 0.7000 | 1.1413 | 0.7396 |
| EURIBOR | -0.5300 | -0.5730 | -0.4560 | -0.5460 | -0.3100 | -0.4980 |
| LIBOR | 0.3624 | 0.2144 | 0.6226 | 0.3451 | 1.0917 | 0.5888 |

| USD Swap Rates | | | | Currencies | | | | Commodities | | |
|----------------|---------|------------|-----------|------------|--------|------------|-----------|-------------|----------|-----------|
| | Yield % | 1D Δ (bps) | YTD Δ (%) | | USD | 1D Δ (bps) | YTD Δ (%) | | USD | YTD Δ (%) |
| 1-Year | 1.0139 | -0.62 | 89.5 | KWD | 0.3023 | 0.0000 | 0.10 | Gold | 1,829.30 | -0.09 |
| 2-Year | 1.5095 | -1.62 | 60.4 | SAR | 3.7518 | 0.0027 | 0.10 | Silver | 23.32 | -0.16 |
| 5-Year | 1.8793 | -1.78 | 37.2 | BHD | 0.3770 | 0.0053 | 0.02 | Copper | 446.95 | 0.13 |
| 7-Year | 1.9496 | -2.04 | 32.1 | QAR | 3.6416 | -0.0082 | 0.00 | Nat. Gas | 4.23 | 18.84 |
| 10-Year | 2.0075 | -2.33 | 27.0 | OMR | 0.3850 | 0.0026 | -0.05 | Aluminum | 3,210.50 | 14.46 |
| 30-Year | 2.0395 | -2.46 | 17.8 | AED | 3.6730 | 0.0082 | 0.00 | Crude Oil | 91.16 | 17.85 |

| US Treasuries | | | UK Gilts | | German Bunds | |
|---------------|----------|------|----------|----------|--------------|----------|
| Yield % | 1D Δ (%) | | Yield % | 1D Δ (%) | Yield % | 1D Δ (%) |
| 2-Year | 1.33 | 0.03 | 1.32 | -0.11 | NA | NA |
| 5-Year | 1.80 | 0.09 | 1.37 | -0.29 | -0.24 | -0.03 |
| 10-Year | 1.94 | 0.19 | 1.49 | -0.67 | 0.14 | -0.29 |
| 30-Year | 2.23 | 0.50 | 1.59 | -1.82 | 0.42 | -1.59 |

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 | Caa1 | NR | B- |
| Morocco | Ba1 | BB+ | BB+ |
| US | Aaa | AA+u | AAA |
| UK | Aa3 | AAu | AA- |
| China | A1 | A+ | A+ |

| USD 5Yr CDS | 09-Feb 2022 | 31-Dec 2021 |
|-------------|-------------|-------------|
| Kuwait | 50.51 | 40.53 |
| KSA | 52.25 | 50.97 |
| Abu Dhabi | 50.09 | 43.09 |
| Dubai | 94.62 | 89.58 |
| Qatar | 50.64 | 42.55 |
| Bahrain | 289.60 | 286.32 |
| Oman | 232.51 | 254.42 |
| Iraq | 414.02 | 507.35 |
| Egypt | 538.25 | 496.58 |
| Morocco | 91.77 | 85.91 |
| Turkey | 535.46 | 555.46 |
| US | 10.16 | 10.01 |
| UK | 8.97 | 8.91 |
| China | 51.35 | 39.86 |
| Japan | 16.39 | 16.23 |
| Germany | 6.80 | 7.53 |
| France | 18.45 | 17.87 |