

## News Updates

**Saudi Arabia Raises \$3.25 Billion From Bonds as Economy Rebounds** – Saudi Arabia raised \$3.25 billion in its return to the international bond market for the third time this year. The kingdom sold \$2 billion of Islamic debt maturing in 9 1/2 years and \$1.25 billion of 30-year conventional bonds yielding 3.36%, according to a person familiar with the matter. The Saudi economy has rebounded this year as the coronavirus pandemic eases and oil prices soar. Moody's Investors Service raised the country's credit-rating outlook to stable from negative on Friday, citing the government's improving fiscal position. BNP Paribas SA, Citigroup Inc., Goldman Sachs Group Inc. and JPMorgan Chase & Co. managed the sale. Saudi Arabia issued euro-denominated bonds in February and \$5 billion of dollar debt in January. (Source: Bloomberg)

**Moody's affirms ratings of 9 Saudi Banks and changes outlook to stable** – Moody's Investors Service ("Moody's") has today affirmed the long-term deposit ratings of the nine banks it rates in Saudi Arabia, as well as the senior unsecured and subordinated debt ratings of their affiliated entities, where applicable. Moody's has also affirmed the banks' Baseline Credit Assessments (BCA), Adjusted BCAs, Counterparty Risk Assessments and Counterparty Risk Ratings (CRRs). At the same time, the rating agency changed the outlook on the long-term deposit and senior unsecured debt ratings to stable from negative. The affected institutions are Saudi National Bank, Al Rajhi Bank, Riyadh Bank, Banque Saudi Fransi, Arab National Bank, Bank AlBilad, The Saudi Investment Bank, Bank Al-Jazira and Gulf International Bank - Saudi Arabia. (Source: Moody's)

**Bahrain mandates banks \$Benchmark 144A/Reg S 7.5Y Sukuk** – The Kingdom of Bahrain, acting through the Ministry of Finance and National Economy, rated B+ (negative) by S&P and B+ (stable) by Fitch, has mandated BNP Paribas, Citi, HSBC, JPMorgan and National Bank of Bahrain as JLMs and bookrunners to arrange a series of fixed income investor calls on Tuesday Nov. 9, 2021. A Reg S/144A US\$ benchmark fixed rate dual-tranche transaction consisting of a 7.5Y Sukuk under its Trust Certificate Issuance program and a 12.5Y bond under its global medium term note program will follow, subject to market conditions. (Source: Bloomberg)

**Inflation Concern Drags 30-Year TIPS Yield to Record Low** – Treasuries designed to protect investors against the potentially corrosive effects of inflation over the coming three decades extended their rally, with the yield dropping to the lowest level on record. The yield on 30-year Treasury inflation-protected securities fell as much as 7.1 basis points to minus 0.508%, eclipsing the previous low level reached last year. Rising concerns about consumer-price gains have helped fuel a leap in traders' inflation expectations recently, while pricing of front-end nominal rates has also shifted as investors reassess the prospects for faster central-bank monetary policy tightening to combat these risks. The 10-year breakeven rate, a bond-market measure expected price pressures over the coming decade, rose Monday by around 7 basis points to about 2.63%. (Source: Bloomberg)

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	1.05	-2.23	KSA	2025	1.29	-1.72
Abu Dhabi	2030	1.95	-3.75	KSA	2030	2.26	-2.63
Abu Dhabi	2050	2.91	-3.39	KSA	2050	3.42	-3.12
Bahrain	2026	3.64	-3.58	Oman	2025	3.19	2.42
Bahrain	2030	5.28	-4.41	Oman	2029	4.65	4.51
Bahrain	2047	6.87	-9.01	Oman	2048	6.48	3.32
Dubai	2029	2.42	-0.68	Qatar	2025	1.20	-2.99
Kuwait	2022	-0.10	-2.18	Qatar	2030	2.11	-4.69
Kuwait	2027	1.44	-3.53	Qatar	2050	3.06	-4.46

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.65	8.08	0.17	1.21
S&P MENA Bond and Sukuk Index	2.30	NA	0.16	0.48
Bloomberg Emerging Markets USD Index	4.33	6.80	0.08	-1.19
Bloomberg Global Aggregate Index	1.19	7.42	0.25	-3.36

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	10/11/2021	31/12/2020	10/11/2021	31/12/2020	10/11/2021	31/12/2020
KIBOR	1.5000	1.4375	1.7500	1.6875	2.0000	1.9375
SAIBOR	0.8357	0.8175	0.8829	0.8700	0.9529	0.9413
BHIBOR	1.5167	2.2500	1.5583	2.5333	1.7667	2.6833
QATAR	1.1663	1.1206	1.2115	1.1960	1.3469	1.3636
AEIBOR	0.2979	0.5125	0.5126	0.4908	0.8473	0.6538
EURIBOR	-0.5720	-0.5450	-0.5370	-0.5260	-0.5010	-0.4990
LIBOR	0.1456	0.2384	0.2190	0.2576	0.3529	0.3419

USD Swap Rates				Currencies				Commodities		
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	0.2815	0.14	46.2	KWD	0.3017	0.0000	0.55	Gold	1,828.50	-4.33
2-Year	0.6350	0.35	221.0	SAR	3.7507	0.0000	0.03	Silver	24.38	-8.53
5-Year	1.1780	0.60	174.0	BHD	0.3771	-0.0027	-0.01	Copper	434.70	23.35
7-Year	1.3412	0.55	104.9	QAR	3.6423	-0.0055	-0.01	Nat. Gas	4.97	70.51
10-Year	1.4773	0.46	59.7	OMR	0.3850	0.0000	0.00	Aluminum	2,539.25	26.55
30-Year	1.6307	1.34	16.3	AED	3.6730	0.0000	0.00	Crude Oil	85.01	67.97

US Treasuries			UK Gilts			German Bunds		
Yield %	1D Δ (%)		Yield %	1D Δ (%)		Yield %	1D Δ (%)	
2-Year	0.43	-0.01	0.44	-0.08		-1.29	0.00	
5-Year	1.09	-0.04	0.58	-0.12		-0.74	0.07	
10-Year	1.44	-0.04	0.82	0.28		-0.44	0.38	
30-Year	1.83	-0.27	0.92	1.85		-0.03	3.10	

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	10-Nov 2021	31-Dec 2020
Kuwait	43.89	40.69
KSA	43.99	63.77
Abu Dhabi	37.62	36.03
Dubai	81.31	104.06
Qatar	37.66	36.70
Bahrain	264.91	233.58
Oman	239.79	353.60
Iraq	469.51	542.74
Egypt	442.29	330.47
Morocco	85.22	102.56
Turkey	398.19	299.47
US	12.93	11.52
UK	7.33	15.13
China	7.33	26.70
Japan	16.62	14.74
Germany	7.89	9.09
France	19.54	14.42