

## News Updates

**Zain Saudi Refinances 3.85 Billion-Riyal Syndicated Facility** – Zain Saudi refinances and extends maturity of five-year syndicated facility of an outstanding amount of 3.85b riyals, Zain Saudi says. The Company Originally has 5.9b maturing in 2023; extended to 2025 for total amount available up to 6b with two years grace period, at better terms. Zain Saudi to draw-down only outstanding amount of existing agreement, and is also expected to withdraw the remaining amount as per requirements. Financiers include Al Rajhi, Arab National Bank, Banque Saudi Fransi, National Bank of Kuwait, SAMBA Financial Group, Bank AlJazira, Gulf International Bank, Credit Agricole. The facility is secured partially by guarantee from Zain's Kuwaiti operations, and a pledge of shares by some shareholders and assignment of certain contracts and receivables. (Source: Bloomberg)

**First Abu Dhabi Bank \$750m PerpNC6 Reg S AT1 4.5%** – First Abu Dhabi Bank has successfully priced a \$750m PerpNC6 Reg S Sub Fixed at Par to Yield of 4.5%. IPT was said to be around the 4.75% area. Books last heard above \$1.5b (excl. JLM Interest). The expected issue rating is Baa3 (Moody's). Citi, FAB, HSBC and Standard Chartered were all bookrunners. (Source: Bloomberg)

**X-S&PGR Lowers Oman Electricity Transmission To 'B'; Outlook Neg** – X-S&PGR believe Oman Electricity Transmission Co.'s (OETC's) liquidity has deteriorated due to debt-financed capex and no tangible progress on refinancing its significant maturities due January 2021. Furthermore, extended delays in government subsidies to Oman's utility sector suggests that the regulatory framework for OETC is less robust than what X-S&PGR previously believed. They are therefore lowering to 'B' from 'BB-' the long-term issuer credit and issue ratings on OETC and the notes issued by orphan special-purpose vehicle Lamar Funding Ltd. The negative outlook on OETC mirrors that on Oman, as well as the upcoming refinancing risks. (Source: Bloomberg)

**Egypt Set for Green-Bond Debut on Tuesday With \$500 Million Sale** – Egypt is poised to sell the first-ever sovereign green bond from the Middle East and North Africa as soon as on Tuesday as the nation readies anti-pollution and renewable-energy projects. The \$500 million sale of five-year notes will go ahead subject to market conditions, according to a person familiar with the matter who asked not to be identified because the details aren't public. (Source: Bloomberg)

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	1.05	4.43	KSA	2025	1.55	5.26
Abu Dhabi	2030	1.75	8.30	KSA	2030	2.31	8.35
Abu Dhabi	2050	2.77	18.61	KSA	2050	3.38	7.65
Bahrain	2026	4.46	-5.57	Oman	2025	5.63	-6.64
Bahrain	2030	5.92	7.83	Oman	2029	7.16	-11.98
Bahrain	2047	6.91	-12.75	Oman	2048	8.28	-17.41
Dubai	2029	2.80	1.38	Qatar	2025	1.16	5.97
Kuwait	2022	0.76	1.00	Qatar	2030	1.90	10.42
Kuwait	2027	1.44	4.30	Qatar	2050	2.92	20.60

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.77	8.08	0.11	5.07
S&P MENA Bond and Sukuk Index	2.20	NA	0.18	6.85
Bloomberg Emerging Markets USD Index	4.10	6.80	0.09	1.97
Bloomberg Global Aggregate Index	0.90	7.42	0.10	5.45

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	29/09/2020	31/12/2019	29/09/2020	31/12/2019	29/09/2020	31/12/2019
KIBOR	1.5625	2.7500	1.8125	2.9375	2.1250	3.1875
SAIBOR	0.8700	2.2314	0.9200	2.2557	0.9800	2.3071
BHIBOR	2.2500	2.6667	2.5333	2.7000	2.6833	2.8333
QATAR	0.9478	2.2500	1.0454	2.3500	1.2769	2.5333
AEIBOR	0.4339	2.2086	0.6406	2.1914	0.7983	2.2900
EURIBOR	-0.4980	-0.3830	-0.4680	-0.3240	-0.4330	-0.2490
LIBOR	0.2179	1.9084	0.2713	1.9121	0.3693	1.9963

## USD Swap Rates

	Yield %	1D Δ (bps)	YTD Δ (%)
1-Year	0.2212	-0.30	-87.5
2-Year	0.2230	-0.04	-86.9
5-Year	0.3405	0.50	-80.3
7-Year	0.4891	0.51	-72.8
10-Year	0.6940	0.39	-63.4
30-Year	1.0897	0.07	-47.9

## Currencies

	USD	1D Δ (bps)	YTD Δ (%)
KWD	0.3063	0.0653	-1.03
SAR	3.7509	0.0000	0.02
BHD	0.3772	0.0000	-0.02
QAR	3.6420	-0.0082	0.00
OMR	0.3850	0.0000	0.00
AED	3.6730	0.0000	0.00

## US Treasuries

	Yield %	1D Δ (%)
2-Year	0.13	0.00
5-Year	0.26	-0.02
10-Year	0.66	-0.04
30-Year	1.42	-0.07

Source: Bloomberg

## UK Gilts

	Yield %	1D Δ (%)
2-Year	-0.07	-0.03
5-Year	-0.09	-0.05
10-Year	0.20	-0.18
30-Year	0.74	-0.33

## German Bunds

	Yield %	1D Δ (%)
2-Year	-0.70	0.00
5-Year	-0.74	0.00
10-Year	-0.59	0.00
30-Year	-0.10	0.00

## Sovereign Ratings

	Moody's	S&P	Fitch
Kuwait	A1	AA-	AA
KSA	A1	A-u	A
UAE	Aa2	NR	NR
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+u	BB-
Tunisia	B2	NR	B
Morocco	Ba1	BBB-	BBB-
US	Aaa	AA+u	AAA
UK	Aa2	AAu	AA-
China	A1	A+	A+

USD 5Yr CDS	29-Sep 2020	31-Dec 2019
Kuwait	56.17	36.700
KSA	91.60	56.915
Abu Dhabi	52.76	36.090
Dubai	144.34	91.005
Qatar	50.64	36.705
Bahrain	335.16	175.995
Oman	461.99	234.400
Iraq	589.17	383.680
Egypt	438.41	277.420
Morocco	127.12	91.435
Turkey	542.98	282.130
US	15.85	10.810
UK	18.86	16.210
China	48.49	31.205
Japan	16.13	21.042
Germany	10.19	7.080
France	17.33	16.130