

## News Updates

**UAE's real GDP grew 3.8% in 2021, set to reach 5.4% in 2022** - The UAE's real GDP grew 3.8 percent in 2021 and is expected to reach 5.4 percent in 2022, the Gulf oil producer's central bank said. In its annual report for 2021, the Central Bank of the UAE said non-oil GDP growth rose to 5.3 percent in 2021. The current account surplus in the balance of payments increased to 176.2 billion dirhams in 2021 from 77.5 billion dirhams in 2020 because of the increase in oil and non-oil exports, the monetary authority said in a statement on Monday. Governor Khaled Mohammed Balama said the banking system is well capitalised, liquid and can support the growth agenda of the country. *(Source: Zawya)*

**Egypt's Net Foreign Reserves Dip After \$2 Billion in Debt Repaid** - Egypt's net international reserves dropped for the second time this year after what the central bank said was an external debt repayment of about \$2 billion. Net reserves fell to \$35.5 billion at the end of May from \$37.1 billion a month earlier, the central bank said Monday. The stockpile is down nearly \$5.5 billion since the end of last year after also declining in March. Among other obligations, Egypt last month paid the coupon on its sovereign Eurobonds as well as the principal and interest on debt owed to the International Monetary Fund, according to the central bank. The remaining holdings are "within all adequacy measures" and cover around five months of merchandise imports, it said. *(Source: Bloomberg)*

**Jordan mandates banks for 5-Year RegS/144A US\$ Benchmark Bond Offering** - The Hashemite Kingdom of Jordan, acting through the Ministry of Finance, has mandated Citigroup, Goldman Sachs International and HSBC as joint lead managers and bookrunners to arranged a series fixed-income investor calls commenced on Monday 6 June 2022 and will commence a global investor call on Tuesday 7 June 2022. *(Source: Bloomberg)*

**Erdogan promises more rate cuts, plays down inflation in Turkey** - Turkey will continue cutting interest rates rather than hiking them in the face of high living costs, President Tayyip Erdogan said on Monday, playing down inflation of more than 70% as one of several problems for the economy. In a speech, Erdogan also redoubled his commitment to boosting production, exports and employment with his unorthodox low-rates policy. He again promised a current account surplus that will eventually steady the currency and cool inflation. *(Source: Reuters)*

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	3.10	-7.10	KSA	2027	3.22	-6.51
Abu Dhabi	2031	3.51	-11.47	KSA	2032	3.62	-10.14
Abu Dhabi	2050	4.30	-20.80	KSA	2050	4.79	-19.46
Bahrain	2028	5.63	-4.79	Oman	2027	5.28	-4.84
Bahrain	2032	6.61	-6.49	Oman	2032	6.01	-5.72
Bahrain	2051	7.66	-9.46	Oman	2051	7.41	-9.84
Dubai	2029	3.98	-9.04	Qatar	2026	3.16	-6.26
Dubai	2050	5.41	-19.30	Qatar	2030	3.42	-9.08
Kuwait	2027	2.97	-6.34	Qatar	2050	4.35	-19.64

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	4.37	8.08	-0.24	-9.01
S&P MENA Bond and Sukuk Index	4.00	NA	-0.15	-9.67
Bloomberg Emerging Markets USD Index	6.44	6.80	-0.39	-13.74
Bloomberg Global Aggregate Index	2.75	7.42	-0.47	-12.04

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	07/06/2022	31/12/2021	07/06/2022	31/12/2021	07/06/2022	31/12/2021
KIBOR	1.8750	1.5000	2.1250	1.7500	2.4375	2.0000
SAIBOR	3.0426	0.9057	3.2809	0.9829	3.3477	1.0600
BHIBOR	2.7729	1.5167	3.1356	1.6233	3.7161	1.7667
QATAR	1.1500	1.1250	1.3000	1.2000	1.8500	1.3250
AEIBOR	1.6788	0.3645	2.2265	0.7000	2.6443	0.7396
EURIBOR	-0.3280	-0.5730	-0.0080	-0.5460	0.4860	-0.4980
LIBOR	1.6260	0.2144	2.1093	0.3451	2.7754	0.5888

USD Swap Rates				Currencies			Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	2.7710	2.23	417.9	KWD	0.3060	0.0327	-1.13	Crude Oil	120.25	59.65
2-Year	3.1203	1.98	231.5	SAR	3.7512	0.0000	0.12	Gold	1,844.60	0.47
5-Year	3.1034	1.45	126.6	EUR	1.0680	-0.1496	-6.07	Silver	21.99	-6.10
7-Year	3.1054	1.00	110.4	GBP	1.2484	-0.3910	-7.75	Copper	440.60	-0.82
10-Year	3.1322	0.26	98.1	JPY	132.8700	-0.7376	-13.38	Nat. Gas	9.40	158.47
30-Year	2.9868	-0.79	72.5	CNH	6.6728	-0.2323	-4.73	Aluminum	2,755.61	-1.67

US Treasuries			UK Gilts		German Bunds	
	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	2.74	-0.02	1.76	-0.18	NA	NA
5-Year	3.05	-0.05	1.86	-0.50	0.68	0.00
10-Year	3.05	-0.05	2.24	-0.91	1.16	0.00
30-Year	3.19	0.20	2.48	-1.13	1.54	0.00

## 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	BB-	BB-
Egypt	B2	B	B+
Lebanon	C	SD	RD
Jordan	B1	B+	BB-
Turkey	B2	B+	B+
Tunisia	Caa1	NR	CCC
Morocco	Ba1	BB+	BB+
US	Aaa	AA+	AAA
UK	Aa3	AA	AA-
China	A1	A+	A+

USD 5Yr CDS	07-Jun 2022	31-Dec 2021
Kuwait	64.99	40.53
KSA	58.32	50.97
Abu Dhabi	58.91	43.09
Dubai	109.58	89.58
Qatar	58.85	42.55
Bahrain	277.46	286.32
Oman	212.46	254.42
Iraq	374.23	507.35
Egypt	736.82	496.58
Morocco	182.29	85.91
Turkey	718.92	555.46
US	16.00	10.01
UK	10.24	8.91
China	68.70	39.86
Japan	18.48	16.23
Germany	11.21	7.53
France	20.40	17.87