

News Updates

Boubyan Bank 5-Year USD RegS Sukuk at MS+150bps Area – Boubyan Bank mandated HSBC, Standard Chartered Bank, Bank ABC, Boubyan Capital, First Abu Dhabi Bank, Islamic Corporation for the Development of the Private Sector, KFH Capital, Kuwait International Bank and Warba Bank to arrange a series of fixed income investor meetings in Dubai and London along with investor calls commencing on Feb. 6. A 5-year benchmark Regulation S only, USD-denominated, senior unsecured Sukuk offering under Boubyan Sukuk Limited's \$1b Trust Certificate Issuance Programme will follow, subject to market conditions. Boubyan Bank is rated A3/A/A+ by Moody's/S&P/Fitch (all with stable outlook); 59.9% owned by National Bank of Kuwait

Dubai's Emirates NBD markets dollar bonds – Dubai's biggest lender Emirates NBD started marketing on Monday five-year bonds denominated in U.S. dollars, a document showed. The bank is offering initial price guidance of around 155 basis points over mid-swaps for the deal, which is expected to close later on Monday and will be of benchmark size - generally meaning upwards of \$500 million. ANZ, Citi, Emirates NBD Capital, JPMorgan, Societe Generale and ICBC have been appointed to arrange the deal.

CI upgrades Burgan Bank's ratings – Capital Intelligence (CI) raised the long-term foreign currency rating (LT FCR) of Burgan Bank to 'A+' from 'A', with a 'Stable' outlook, and affirmed the short-term foreign currency rating (ST FCR) at 'A1'. The agency also upgraded the bank standalone rating (BSR) to 'bbb+' from 'bbb', according to a bourse statement on Sunday. Burgan Bank's BSR and core financial strength (CFS) ratings back the bank's good quality of assets, the ability to absorb credit losses while boosting liquidity measures and profitability. The international credit rating agency, moreover, affirmed the rating of Burgan Bank's KWD 100 million subordinated bond (Basel III compliant) at 'BBB', with a 'Stable' outlook.

Kuwait C. bank's foreign assets top KWD 19.2bn in December 2019 – Net foreign assets of the Central Bank of Kuwait (CBK) rose by 6.2% on an annual basis in December of last year, according to official data released by the CBK on Monday. Total foreign assets stood at KWD 19.24 billion (\$63.4 billion) in December 2019, up from KWD 18.12 billion (\$59.7 billion) in the same month in 2018. Month-on-month (MoM), foreign assets inched down by 0.11% in December 2019, compared to the previous month where the bank registered KWD 19.26 billion.

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Yield Δ (YTD %)	Sovereigns	Maturity	Yield %	Yield Δ (YTD %)
Abu Dhabi	2027	2.16	-9.90	KSA	2025	2.14	-8.75
Abu Dhabi	2047	3.06	-4.83	KSA	2029	2.63	-6.77
Bahrain	2024	3.34	-2.24	KSA	2049	3.66	-5.19
Bahrain	2029	4.51	-0.35	Oman	2025	4.02	-3.55
Bahrain	2047	5.79	-1.14	Oman	2029	5.30	-0.31
Dubai	2023	2.36	-3.07	Oman	2048	6.70	0.63
Dubai	2029	3.04	-2.63	Qatar	2024	1.88	-12.07
Kuwait	2022	1.67	-12.39	Qatar	2028	2.32	-6.86
Kuwait	2027	2.09	-9.66	Qatar	2049	3.29	-5.53

Source: Bloomberg

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.98	7.33	0.07	1.57
S&P MENA Bond and Sukuk Index	2.74	NA	0.18	1.96
Bloomberg Emerging Markets USD Index	4.71	6.28	0.02	1.84
Bloomberg Global Aggregate Index	1.26	7.27	0.06	0.62

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	11/02/2020	31/12/2019	11/02/2020	31/12/2019	11/02/2020	31/12/2019
KIBOR	2.6250	2.7500	2.8750	2.9375	3.1250	3.1875
SAIBOR	2.1529	2.2314	2.1686	2.2557	2.2229	2.3071
BHIBOR	2.1500	2.2500	2.6333	2.7000	2.7667	2.8333
QATAR	2.3373	2.2500	2.4373	2.3500	2.7358	2.5333
AEIBOR	1.9193	2.2086	2.1188	2.1914	2.3879	2.2900
EURIBOR	-0.4000	-0.3830	-0.3390	-0.3240	-0.2690	-0.2490
LIBOR	1.7309	1.9084	1.7404	1.9121	1.8349	1.9963

USD Swap Rates

	Currencies				Currencies		
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)
1-Year	1.5680	0.00	-11.4	KWD	0.3048	-0.0558	-0.55
2-Year	1.4244	-0.69	-16.1	SAR	3.7511	0.0107	0.02
5-Year	1.3937	0.46	-19.4	BHD	0.3770	-0.0027	0.02
7-Year	1.4375	0.46	-20.0	QAR	3.6674	0.0055	-0.20
10-Year	1.5200	0.31	-19.8	OMR	0.3850	-0.0675	-0.01
30-Year	1.7180	0.42	-17.9	AED	3.6732	-0.0027	0.00

US Treasuries

	UK Gilts		German Bunds	
	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	1.39	0.00	0.47	0.00
5-Year	1.39	0.00	0.41	0.04
10-Year	1.57	0.01	0.55	0.13
30-Year	2.04	0.02	1.06	0.47

Sovereign Ratings

	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	Caa2	CCC	CC
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 Δ (%)
Abu Dhabi	38.080
Kuwait	35.960
Dubai	92.670
Bahrain	161.470
Qatar	40.420
KSA	63.070
Egypt	252.710
Lebanon	3861.860
Turkey	278.477
Iraq	394.120
Morocco	77.910
China	35.436
France	15.910
Germany	7.040
Japan	17.240
UK	16.070
US	12.830