

## News Updates

**Jordan gets over \$1.2bln in orders for dollar bond sale** - Jordan has received more than \$1.2 billion in orders for its sale of U.S. dollar-denominated bonds that will mature in just over five years. It revised guidance to the 8% area after initial price guidance on Wednesday in the low 8% range. Citi, Goldman Sachs and HSBC are joint lead managers and bookrunners. Jordan unveiled a major development strategy for up to the next 10 years that aims to double growth, including by attracting \$41 billion in funds, to help raise the country's GDP to 58.1 billion dinars (\$82 billion) by 2033. *(Source: Reuters)*

**Turkey Announces New, Revenue-Indexed Bonds to Bolster Lira** - Turkey will soon start issuing a new type of government bonds to boost lira savings, the first of wide-ranging measures that authorities promised to adopt to curb inflation and bolster the local currency. The Ministry of Treasury and Finance said it will start assessing demand for the so-called revenue-indexed bonds on June 15. The security would have quarterly coupon payments and carry a minimum return guarantee; the exact yield and maturity would be announced closer to issuance, it said. While authorities said little else on the new bond program, Turkey has in the past used revenue-indexed bonds to offer lira investors returns linked to financial performance of state-owned economic enterprises. *(Source: Bloomberg)*

**US Inflation Quickens to 40-Year High, Pressuring Fed and Biden** - US inflation accelerated to a fresh 40-year high in May, a sign that price pressures are becoming entrenched in the economy. That will likely push the Federal Reserve to extend an aggressive series of interest-rate hikes and adds to political problems for the White House and Democrats. The consumer price index increased 8.6% from a year earlier in a broad-based advance, Labor Department data showed Friday. The widely followed inflation gauge rose 1% from a month earlier, topping all estimates. Shelter, food and gas were the largest contributors. *(Source: Bloomberg)*

**ECB ends bond buys, signal July, Sept rate hikes** - The European Central Bank confirmed on Thursday it will end a long-running bond buying scheme on July 1 and signaled a string of interest rate hikes from July as it battles stubbornly high inflation. With price growth surging last month to a record-high 8.1% and broadening quickly, the ECB is rolling back stimulus measures it has had in place for most of the last decade. Following up on a long-promised move, the ECB said it would end its Asset Purchase Programme, its main stimulus tool since the euro zone debt crisis, and said it would raise rates by 25 basis points in July, then move rates again in September, possibly by a bigger margin. *(Source: Reuters)*

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	3.23	-7.79	KSA	2027	3.35	-7.12
Abu Dhabi	2031	3.67	-12.57	KSA	2032	3.78	-11.35
Abu Dhabi	2050	4.38	-21.96	KSA	2050	4.86	-20.49
Bahrain	2028	6.04	-6.64	Oman	2027	5.69	-6.43
Bahrain	2032	6.94	-8.86	Oman	2032	6.45	-8.78
Bahrain	2051	8.02	-13.27	Oman	2051	7.65	-12.54
Dubai	2029	4.02	-9.19	Qatar	2026	4.83	-11.95
Dubai	2050	5.37	-19.31	Qatar	2030	3.77	-10.65
Kuwait	2027	3.08	-6.86	Qatar	2050	4.44	-21.03

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	4.51	8.08	-0.44	-9.85
S&P MENA Bond and Sukuk Index	4.12	NA	-0.60	-10.51
Bloomberg Emerging Markets USD Index	6.69	6.80	-0.77	-14.91
Bloomberg Global Aggregate Index	2.93	7.42	-0.99	-13.62

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	12/06/2022	31/12/2021	12/06/2022	31/12/2021	12/06/2022	31/12/2021
KIBOR	1.9375	1.5000	2.1875	1.7500	2.5000	2.0000
SAIBOR	3.1468	0.9057	3.2883	0.9829	3.4779	1.0600
BHIBOR	2.8000	1.5167	3.1896	1.6233	3.7210	1.7667
QATAR	1.1500	1.1250	1.3000	1.2000	1.8500	1.3250
AEIBOR	1.3714	0.3645	2.1964	0.7000	2.6277	0.7396
EURIBOR	-0.2980	-0.5730	0.0830	-0.5460	0.6800	-0.4980
LIBOR	1.7447	0.2144	2.3116	0.3451	3.0054	0.5888

USD Swap Rates				Currencies			Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	3.0750	23.46	474.8	KWD	0.3062	0.0000	-1.19	Crude Oil	122.01	61.99
2-Year	3.4463	25.96	266.1	SAR	3.7517	0.0000	0.10	Gold	1,875.50	2.16
5-Year	3.3007	18.14	141.0	EUR	1.0528	-0.9230	-7.48	Silver	21.93	-6.33
7-Year	3.2448	14.42	119.9	GBP	1.2328	-1.4248	-8.99	Copper	429.45	-3.33
10-Year	3.2215	10.76	103.8	JPY	134.4700	-0.0372	-14.38	Nat. Gas	8.85	143.27
30-Year	2.9557	1.45	70.7	CNH	6.7368	-0.4368	-5.55	Aluminum	2,661.25	-5.04

US Treasuries			UK Gilts		German Bunds	
	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	3.06	-0.47	2.02	-0.34	NA	NA
5-Year	3.26	-0.87	2.13	-0.85	1.01	-0.31
10-Year	3.16	-0.94	2.44	-1.21	1.40	-0.72
30-Year	3.19	-0.53	2.57	-1.35	1.63	-0.64

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	12-Jun 2022	31-Dec 2021
Kuwait	60.79	40.53
KSA	61.47	50.97
Abu Dhabi	59.61	43.09
Dubai	115.74	89.58
Qatar	60.61	42.55
Bahrain	296.21	286.32
Oman	222.46	254.42
Iraq	394.40	507.35
Egypt	821.37	496.58
Morocco	202.78	85.91
Turkey	819.35	555.46
US	16.00	10.01
UK	9.51	8.91
China	73.10	39.86
Japan	17.88	16.23
Germany	10.76	7.53
France	19.77	17.87