

## News Updates

### ACWA to finance renewable energy projects with green bonds - CEO

– ACWA Power, which is partly owned by Saudi Arabia's PIF sovereign wealth fund, will look at issuing green bonds starting next year to finance some of its renewable energy projects, its chief executive said last week. ACWA Power already has five projects certified for green finance, which together will require just under \$10 billion in financing, ACWA's CEO Paddy Padmanathan told Reuters. *(Source: Reuters)*

### UAE to start marketing first federal dollar bond this week - sources –

The United Arab Emirates (UAE) government is expected to begin marketing its first bond as a federation as soon as this week, a transaction denominated in U.S. dollars, four sources familiar with the matter said on Sunday. The UAE federal government has never issued bonds before, although several of the seven emirates that it comprises have, including the capital Abu Dhabi and commerce hub Dubai. Banks advising the government on the fundraising exercise include Citi, HSBC, First Abu Dhabi Bank, JPMorgan, Standard Chartered and BofA Securities, two of the sources said. Two sources said they expected it to be a multi-billion dollar deal, a transaction of benchmark size. The government issued a law in 2018 permitting the federal government to begin issuing sovereign debt. On Thursday, ratings agency Moody's assigned the UAE a provisional Aa2 rating, in line with Abu Dhabi's, for its new global medium-term note programme, which it said may be denominated in various currencies and have different maturities. *(Source: Reuters)*

**Oil falls ahead of OPEC+ supply policy meeting –** Oil fell on Monday ahead of an OPEC+ supply policy meeting that may decide whether a recent rally in prices can be sustained as the world fitfully recovers from the COVID-19 pandemic. Brent crude was down 24 cents or 0.3% at \$79.04 per barrel by 0143 GMT. It rose 1.5% last week, its fourth weekly gain in a row. U.S. oil dropped by 27 cents or 0.4% to \$75.61, after rising for the past six weeks. Oil prices have risen amid supply disruptions and recovering global demand, pushing Brent last week to an almost three-year high above \$80. OPEC+, which groups the Organization of the Petroleum Exporting Countries (OPEC) and allies including Russia, is scheduled to meet later in the day. The group is facing pressure from some countries to produce more to help lower prices as demand has recovered faster than expected in certain parts of the world. OPEC+ agreed in July to boost output by 400,000 barrels per day every month until at least April 2022 to phase out 5.8 million bpd of existing cuts. But four OPEC+ sources told Reuters recently that producers were considering adding more than that deal envisaged. *(Source: Reuters)*

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	0.92	-1.62	KSA	2025	1.22	-1.29
Abu Dhabi	2030	1.99	-3.85	KSA	2030	2.32	-2.97
Abu Dhabi	2050	3.06	-5.87	KSA	2050	3.55	-5.05
Bahrain	2026	3.79	-4.66	Oman	2025	3.53	1.44
Bahrain	2030	5.73	-7.13	Oman	2029	5.17	1.26
Bahrain	2047	6.94	-11.53	Oman	2048	6.88	-1.70
Dubai	2029	2.48	-0.92	Qatar	2025	1.08	-2.35
Kuwait	2022	0.26	-1.92	Qatar	2030	2.11	-4.52
Kuwait	2027	1.35	-2.73	Qatar	2050	3.20	-6.65

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.70	8.08	-0.10	0.02
S&P MENA Bond and Sukuk Index	2.29	NA	-0.04	-0.37
Bloomberg Emerging Markets USD Index	4.12	6.80	0.04	-1.10
Bloomberg Global Aggregate Index	1.15	7.42	0.30	-3.78

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	04/10/2021	31/12/2020	04/10/2021	31/12/2020	04/10/2021	31/12/2020
KIBOR	1.5000	1.4375	1.7500	1.6875	2.0000	1.9375
SAIBOR	0.8086	0.8175	0.8571	0.8700	0.9300	0.9413
BHIBOR	1.5500	2.2500	1.6250	2.5333	1.8000	2.6833
QATAR	1.1333	1.1206	1.2000	1.1960	1.3297	1.3636
AEIBOR	0.2633	0.5125	0.4324	0.4908	0.4665	0.6538
EURIBOR	-0.5470	-0.5450	-0.5260	-0.5260	-0.4880	-0.4990
LIBOR	0.1331	0.2384	0.1570	0.2576	0.2349	0.3419

USD Swap Rates				Currencies			Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	0.1691	-0.12	-12.2	KWD	0.3017	-0.0995	0.53	Gold	1,758.20	-8.01
2-Year	0.3690	-0.23	86.6	SAR	3.7508	0.0000	0.02	Silver	22.54	-15.44
5-Year	1.0205	0.18	137.3	BHD	0.3770	0.0000	0.01	Copper	419.35	19.00
7-Year	1.2715	0.53	94.2	QAR	3.6416	0.0000	-0.01	Nat. Gas	5.74	105.26
10-Year	1.4900	1.02	61.0	OMR	0.3850	0.0000	0.00	Aluminum	2,845.00	41.98
30-Year	1.7864	1.77	27.4	AED	3.6730	0.0082	0.01	Crude Oil	79.07	55.80

US Treasuries			UK Gilt		German Bunds	
	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.26	0.00	0.39	0.03	-0.73	0.00
5-Year	0.93	-0.02	0.62	0.07	-0.72	0.05
10-Year	1.47	-0.09	1.00	0.18	-0.39	0.19
30-Year	2.05	-0.37	1.36	0.16	0.25	0.55

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	B3	NR	B-
Morocco	Ba1	BB+	BB+
US	Aaa	AA+u	AAA
UK	Aa3	AAu	AA-
China	A1	A+	A+

USD 5Yr CDS	04-Oct 2021	31-Dec 2020
Kuwait	45.78	40.69
KSA	52.74	63.77
Abu Dhabi	42.84	36.03
Dubai	90.55	104.06
Qatar	42.95	36.70
Bahrain	279.31	233.58
Oman	256.70	353.60
Iraq	518.49	542.74
Egypt	458.25	330.47
Morocco	96.28	102.56
Turkey	431.25	299.47
US	14.93	11.52
UK	7.53	15.13
China	45.30	26.70
Japan	17.98	14.74
Germany	7.94	9.09
France	17.53	14.42