

**Oman Affirmed at BB by S&P** - Oman's long-term foreign currency debt rating was affirmed by S&P at BB, two levels below investment grade. The outlook remains to be negative.

**Emirate of Sharjah to raise \$750 mln in sukuk** - Sharjah, the third-largest emirate of the United Arab Emirates, is set to raise on Wednesday \$750 million in 10-year sukuk, or Islamic bonds, a document issued by one of the banks leading the deal showed. Sharjah started marketing the notes at around 185 basis points over mid-swaps earlier on Wednesday but hefty demand meant it was able to tighten spreads to 155 basis points. It received orders in excess of \$3.2 billion, according to the document.

**Kuwait's KIPCO mandates banks for a 7- to 10-year US\$ benchmark bond deal** - Kuwait Projects Company K.S.C.P., rated Baa3/BBB- by Moody's/S&P, has mandated HSBC and J.P. Morgan as Global Coordinators, and Bank ABC, First Abu Dhabi Bank, HSBC, J.P. Morgan and KAMCO Investment Company as Joint Lead Managers and Joint Bookrunners, to arrange a series of fixed income investor meetings in Asia, Dubai, and London, commencing on October 17th 2019.

**Egypt's Carbon Holdings Said to Plan \$250 Million Private Sukuk** - Egypt's Carbon Holdings Ltd. aims to raise up to \$250 million from a sale of Islamic bonds, people with knowledge of the plan said, in what would be the first sukuk offering by a company in the North African nation. The petrochemicals firm is in the process of obtaining approvals and gauging demand for the privately placed high-yield sukuk, said the people, asking not to be identified because the information isn't public. Paris-based Natixis SA is among banks that will manage the offering, one of the people said.

**China unexpectedly injects \$28bn of cash as growth slows** - China caught traders off-guard with a surprise injection into the financial system via loans to banks, ahead of data on Friday which is expected to show a further slowdown in the domestic economy. The People's Bank of China added CNY 200bn (\$28bn) of one-year cash through the medium-term lending facility on Wednesday. It kept the interest rate steady. The move took traders by surprise as the authorities usually inject liquidity when previously offered loans come due, and the next batch won't mature until Nov. 5. The Chinese economy has been under pressure amid a prolonged trade dispute with the US and a slowing domestic economy, prompting the central bank to ease monetary policy by lowering corporate borrowing costs and cutting banks' reserve ratios this year

### GCC Bonds & Sukuk: Best and worst Performers (20 October 2019)

Best daily Performers	Daily change	Worst daily Performers	Daily change
Ezdan Sukuk 21	0.40%	Sharjah Sukuk 25	-0.15%
Ezdan Sukuk 22	0.34%	International Bank Qatar 20	-0.12%
DP World 29	0.28%	Warba Bank Perp	-0.09%
Best YTD Performers	YTD change	Worst YTD Performers	YTD change
KSA Govt 50	23.93%	Etihad Airways 20	-25.91%
KSA Govt 49	23.11%	Etihad Airways 21	-17.25%
Qatar Govt 49	22.65%	Commercial Bank of Qatar 19	-1.87%

Source: Bloomberg

### Bonds & Sukuk Indices (20 October 2019)

Index Name	Price	1D Chng	YTD	Yield
S&P MENA Bond and Sukuk Indexw	135.770	-0.05%	12.52%	3.00%
S&P MENA Bond Index	138.200	-0.07%	13.45%	3.05%
S&P MENA Sukuk Index	128.750	0.01%	9.48%	2.82%
Bloomberg Global Developed Sovereign Bond Index	121.185	0.10%	4.47%	0.55%
Bloomberg USD Emerging Market Composite Bond Index	238.687	0.08%	13.82%	
Dow Jones Sukuk Index	105.858	0.01%	6.93%	

### Interbank Rates (%)

	3 Months		6 Months		12 Months	
	20w/10/2019	31/12/2018	20/10/2019	31/12/2018	20/10/2019	31/12/2018
SAIBOR	2.3071	1.8988	2.3171	2.0875	2.3243	2.2863
KIBOR	2.8750	1.8750	3.0625	2.0625	3.3125	2.3750
BHIBOR	2.3700	2.4500	3.0667	2.9000	3.2167	3.2750
QATAR	2.6360	2.7342	2.7921	2.8868	3.1070	3.0468
AEIBOR	2.2675	1.8310	2.4125	2.0513	2.3305	2.5648
EURIBOR	-0.4070	-0.3290	-0.3510	-0.2710	-0.2980	-0.1860
<b>LIBOR</b>	<b>1.9533</b>	<b>1.6858</b>	<b>1.9518</b>	<b>1.8336</b>	<b>1.9873</b>	<b>2.1022</b>

### U.S. Treasuries

	Current Yield (%)	1D Chng
1-Year	1.57	-0.019
2-Year	1.57	0.055
5-Year	1.57	0.043
7-Year	1.66	0.055
10-Year	1.75	-0.008
30-Year	2.25	-0.305

### USD Swap rates

	Rates (%)	1D Chng (%)
2-Y	1.617	-0.02%
5-Y	1.564	-0.01%
10-Y	1.689	0.01%
30-Y	1.882	0.02%

### German Bund

	Current Yield (%)	1D Chng (Bps)
2-Y	-0.46	-3.305
5-Y	-0.69	-1.299
10-Y	-0.52	-2.473
30-Y	0.12	-3.444

### UK Gilts

	Current Yield (%)	1D Chng (Bps)
2-Y	0.54	-2.840
5-Y	0.51	-4.477
10-Y	0.71	-3.192
30-Y	1.19	-2.793

### Sovereign Ratings

	Moody's	S&P	Fitch
<b>Abu Dhabi</b>	Aa2	AA	AA
<b>Bahrain</b>	B2	B+	BB-
<b>Kuwait</b>	Aa2	AA	AA
<b>Oman</b>	Ba1	BB	BB+
<b>Qatar</b>	Aa3	AA-	AA-
<b>KSA</b>	A1	A-	A
<b>UAE</b>	Aa2	NR	NR
<b>Egypt</b>	B2	B	B+
<b>Lebanon</b>	Caa1	B-	CCC
<b>Turkey</b>	B1	B+	BB-
<b>Tunisia</b>	B2	NR	B+
<b>Morocco</b>	Ba1	BBB-	BBB-
<b>Jordan</b>	B1	B+	BB-
<b>China</b>	A1	A+	A+
<b>UK</b>	Aa2	AA	AA
<b>USA</b>	Aaa	AA+	AAA

### USD 5-Year CDS

	YTD (%)
<b>Abu Dhabi</b>	51.840 -20.46
<b>Kuwait</b>	49.910 -19.94
<b>Dubai</b>	122.570 0.48
<b>Bahrain</b>	223.080 -19.97
<b>Qatar</b>	51.620 -35.30
<b>KSA</b>	77.650 -24.38
<b>Egypt</b>	294.420 -21.04
<b>Lebanon</b>	1157.000 56.80
<b>Turkey</b>	410.605 14.24
<b>Iraq</b>	334.250 -24.84
<b>Morocco</b>	93.520 -6.43
<b>China</b>	44.218 -33.09
<b>France</b>	18.690 -47.69
<b>Germany</b>	9.080 -26.55
<b>Japan</b>	22.483 -10.02
<b>UK</b>	10.025 -33.48
<b>US</b>	3.851 -32.18