

News Updates

Saudi Arabia offers \$13bln lifeline for banks to ease liquidity crunch -

The Saudi central bank placed about 50 billion riyals (\$13 billion) as time deposits with commercial lenders, Bloomberg reported on Sunday citing people familiar with the matter. The central bank is seeking to ease the worst liquidity crunch in over a decade, it added. The intervention started just before the US Federal Reserve's interest-rate hike this month and consisted of money provided to banks at a discount to the three-month Saudi Interbank Offered Rate, or Saibor, used as a benchmark to price loans, the report added. Liquidity conditions as measured by Saibor are the tightest since late 2008, when the price of crude collapsed below \$40 a barrel. *(Source: Zawya)*

Dar Al-Arkan Real Estate mandates banks for ReG S US\$ Fixed Rate Sukuk -

Dar Al-Arkan Real Estate Development Co. mandates Alkhair Capital, Deutsche Bank, Emirates NBD Capital, GFH Financial Group, J.P. Morgan, Mashreq, Qatar Islamic Bank, Sharjah Islamic Bank and Standard Chartered Bank as Joint Lead Managers and Bookrunners to arrange a series of fixed income investor calls, commencing on 27th June 2022. A Feb-2026 (long 3-year) Regulation S US\$ fixed rate benchmark senior unsecured Sukuk offering will follow subject to market conditions. Dar Al-Arkan Real Estate company is rated B1 by Moody's (stable outlook). Relevant stabilisation rules and regulations apply including FCA/ICMA. *(Source: Bloomberg)*

UAE'S energy group Taqa issues \$8.25bn bonds on ADX -

Abu Dhabi National Energy Co., known as Taqa, has listed nine bonds on Abu Dhabi Securities Exchange valued at \$8.25 billion. The bonds, scheduled to mature between 2023 and 2051, range from \$500 million to \$1.25 billion in size, with maturities ranging from seven to 30 years, the bourse said. Taqa's bonds were listed on the London Stock Exchange and were largely issued as part of the company's global medium-term note program. They have been assigned an "AA-" rating by Fitch and an "Aa2" rating by Moody's, ADX said. *(Source: Mubasher)*

Moody's affirms United States' rating at 'Aaa' on economic strength

Ratings agency Moody's on Friday affirmed United States' rating at "Aaa", citing the country's emergence from the pandemic shock with "exceptional" economic strength. "Moody's expects the US economy and the sovereign's credit profile to remain resilient to shocks, including the current challenges to the global economy from high and persistent inflation, tightening financial conditions, and the Russian invasion of Ukraine," the ratings agency said in a statement. It maintained United States' outlook at stable. *(Source: Reuters)*

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	3.51	-8.89	KSA	2027	3.64	-7.99
Abu Dhabi	2031	3.84	-13.66	KSA	2032	4.07	-13.37
Abu Dhabi	2050	4.52	-23.74	KSA	2050	5.06	-22.60
Bahrain	2028	6.14	-7.10	Oman	2027	5.67	-6.36
Bahrain	2032	7.21	-10.67	Oman	2032	6.49	-9.12
Bahrain	2051	8.24	-15.49	Oman	2051	7.68	-12.77
Dubai	2029	4.06	-9.58	Qatar	2026	3.54	-7.50
Dubai	2050	5.77	-23.59	Qatar	2030	3.79	-11.46
Kuwait	2027	3.46	-8.34	Qatar	2050	4.61	-22.78

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	4.71	8.08	-0.03	-10.82
S&P MENA Bond and Sukuk Index	4.31	NA	0.03	-11.39
Bloomberg Emerging Markets USD Index	7.04	6.80	-0.13	-16.48
Bloomberg Global Aggregate Index	2.95	7.42	-0.10	-13.94

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	27/06/2022	31/12/2021	27/06/2022	31/12/2021	27/06/2022	31/12/2021
KIBOR	2.1250	1.5000	2.4375	1.7500	2.7500	2.0000
SAIBOR	3.1279	0.9057	3.3350	0.9829	3.5635	1.0600
BHIBOR	3.5000	1.5167	3.9456	1.6233	4.7399	1.7667
QATAR	1.1500	1.1250	1.3000	1.2000	1.8500	1.3250
AEIBOR	1.8792	0.3645	2.5449	0.7000	3.2403	0.7396
EURIBOR	-0.2180	-0.5730	0.2230	-0.5460	0.9750	-0.4980
LIBOR	2.2344	0.2144	2.8666	0.3451	3.5447	0.5888

USD Swap Rates				Currencies			Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	3.3162	1.45	519.9	KWD	0.3064	0.1469	-1.27	Crude Oil	113.10	50.16
2-Year	3.4188	1.49	263.2	SAR	3.7536	-0.0027	0.05	Gold	1,837.20	0.07
5-Year	3.2481	1.77	137.2	EUR	1.0567	0.1232	-7.07	Silver	21.43	-8.64
7-Year	3.2250	2.17	118.5	GBP	1.2287	0.1467	-9.21	Copper	379.20	-14.41
10-Year	3.2422	2.59	105.1	JPY	134.7600	0.3488	-14.60	Nat. Gas	6.15	68.99
30-Year	3.0657	4.05	77.1	CNH	6.6788	0.0449	-4.82	Aluminum	2,445.26	-12.61

US Treasuries			UK Gilts		German Bunds	
	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	3.07	-0.01	1.90	0.02	NA	NA
5-Year	3.20	-0.07	1.94	0.04	0.83	0.00
10-Year	3.16	-0.21	2.30	0.13	1.27	0.00
30-Year	3.30	-0.69	2.54	0.42	1.66	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	27-Jun 2022	31-Dec 2021
Kuwait	57.52	40.53
KSA	63.80	50.97
Abu Dhabi	60.70	43.09
Dubai	116.71	89.58
Qatar	61.12	42.55
Bahrain	293.69	286.32
Oman	244.85	254.42
Iraq	484.24	507.35
Egypt	915.63	496.58
Morocco	223.74	85.91
Turkey	779.58	555.46
US	16.90	10.01
UK	11.14	8.91
China	76.02	39.86
Japan	21.94	16.23
Germany	11.39	7.53
France	21.31	17.87

