

News Updates

Bahrain's state oil company to refinance \$1.6 billion loan – Bahrain's Oil & Gas Holding Company (nogaholding) has hired Gulf International Bank (GIB) and Mashreq (MASB.DU) to refinance an existing \$1.6 billion murabaha facility, the company and banks said on Tuesday. "The proposed transaction will have both Islamic and conventional tranches and will be sustainability linked," nogaholding, GIB and Mashreq told Reuters in response to queries. Nogaholding, which last year said it aimed to expand beyond oil and gas and look at the transition to greener energy, has previously raised funds in the debt capital markets, including a \$600 million sukuk issuance in April. (Source: Reuters)

Turkey Hires Banks for USD 5-Year Sukuk – Republic of Turkey appointed Citi, Dubai Islamic Bank, HSBC and KFH Capital as joint lead managers and joint bookrunners to manage a USD benchmark Regulation S / Rule 144a sukuk with a 5-year tenor. The aforementioned transaction will follow, subject to market conditions. FCA/ICMA stabilization applies (Source: Bloomberg)

Capital Bank of Jordan mandates for \$100m PNC5 AT1 Notes – Capital Bank of Jordan, rated B1 by Moody's, the fifth biggest bank in Hashemite Kingdom of Jordan, measured by total asset size, has mandated Capital Investments (DIFC) Ltd as sole Structuring Agent and Capital Investments and Brokerage Company/ Jordan Ltd as Manager in respect of an inaugural USD100m perpetual NC5 years Reg S only Basel III compliant additional Tier 1 capital securities offering. IPT announcement is expected to be shared later this week with settlement expected next week. (Source: Bloomberg)

Oil retreats from 7-year high as Russia says it withdraws some troops – Oil tumbled over 3% on Tuesday, retreating from a seven-year high after Russia said some of its military units were returning to their bases following exercises near Ukraine, a move that appeared to de-escalate tension between Moscow and the West. Brent crude fell \$3.20, or 3.3%, to settle at \$93.28 a barrel. U.S. West Texas Intermediate (WTI) crude fell \$3.39, or 3.6%, to end at \$92.07 a barrel. Both oil benchmarks hit their highest since September 2014 on Monday, with Brent touching \$96.78 and WTI reaching \$95.82. The price of Brent jumped 50% in 2021, while WTI soared around 60%, as a global recovery in demand from the COVID-19 pandemic strained supply. (Source: Reuters)

GCC Sovereign Yields

| Sovereigns | Maturity | Yield % | Price Δ (YTD %) | Sovereigns | Maturity | Yield % | Price Δ (YTD %) |
|------------|----------|---------|-----------------|------------|----------|---------|-----------------|
| Abu Dhabi | 2027 | 2.18 | -2.69 | KSA | 2027 | 2.36 | -2.76 |
| Abu Dhabi | 2031 | 2.53 | -4.49 | KSA | 2032 | 2.81 | -3.91 |
| Abu Dhabi | 2050 | 3.46 | -8.85 | KSA | 2050 | 4.01 | -9.07 |
| Bahrain | 2028 | 4.94 | -1.66 | Oman | 2027 | 4.74 | -2.51 |
| Bahrain | 2032 | 6.16 | -3.38 | Oman | 2032 | 5.78 | -3.98 |
| Bahrain | 2051 | 7.30 | -5.39 | Oman | 2051 | 7.05 | -5.82 |
| Dubai | 2029 | 2.77 | -1.99 | Qatar | 2026 | 2.28 | -2.89 |
| Kuwait | 2022 | -1.26 | -0.34 | Qatar | 2030 | 2.81 | -4.28 |
| Kuwait | 2027 | 2.29 | -3.19 | Qatar | 2050 | 3.56 | -8.14 |

Bonds and Sukuk Indices

| Index Name | Yield % | Duration (yrs) | 1D Δ (%) | YTD Δ (%) |
|--------------------------------------|---------|----------------|----------|-----------|
| Bloomberg GCC FI Index | 3.35 | 8.08 | -0.11 | -3.71 |
| S&P MENA Bond and Sukuk Index | 2.95 | NA | -0.13 | -3.97 |
| Bloomberg Emerging Markets USD Index | 5.00 | 6.80 | 0.00 | -4.22 |
| Bloomberg Global Aggregate Index | 1.83 | 7.42 | -0.06 | -3.56 |

Interbank Rates (%)

| | 3 Months | | 6 Months | | 12 Months | |
|---------|------------|------------|------------|------------|------------|------------|
| | 16/02/2022 | 31/12/2021 | 16/02/2022 | 31/12/2021 | 16/02/2022 | 31/12/2021 |
| KIBOR | 1.5000 | 1.5000 | 1.7500 | 1.7500 | 2.0000 | 2.0000 |
| SAIBOR | 1.1868 | 0.9057 | 1.3409 | 0.9829 | 1.6429 | 1.0600 |
| BHIBOR | 1.5667 | 1.5167 | 1.6500 | 1.6233 | 1.7833 | 1.7667 |
| QATAR | 1.1500 | 1.1250 | 1.2000 | 1.2000 | 1.3500 | 1.3250 |
| AEIBOR | 0.5731 | 0.3645 | 0.9445 | 0.7000 | 1.2644 | 0.7396 |
| EURIBOR | -0.5160 | -0.5730 | -0.4480 | -0.5460 | -0.2830 | -0.4980 |
| LIBOR | 0.4586 | 0.2144 | 0.7939 | 0.3451 | 1.3221 | 0.5888 |

| USD Swap Rates | | | | Currencies | | | | Commodities | | |
|----------------|---------|------------|-----------|------------|--------|------------|-----------|-------------|----------|-----------|
| | Yield % | 1D Δ (bps) | YTD Δ (%) | | USD | 1D Δ (bps) | YTD Δ (%) | | USD | YTD Δ (%) |
| 1-Year | 1.2543 | -0.17 | 134.4 | KWD | 0.3026 | -0.0331 | -0.02 | Gold | 1,854.40 | 1.28 |
| 2-Year | 1.7567 | -2.01 | 86.6 | SAR | 3.7530 | 0.0000 | 0.08 | Silver | 23.41 | 0.12 |
| 5-Year | 2.0066 | -2.24 | 46.5 | BHD | 0.3770 | -0.0053 | 0.00 | Copper | 454.55 | 2.07 |
| 7-Year | 2.0564 | -1.78 | 39.4 | QAR | 3.6416 | -0.0082 | 0.00 | Nat. Gas | 4.39 | 23.47 |
| 10-Year | 2.1117 | -1.32 | 33.6 | OMR | 0.3850 | 0.0000 | -0.06 | Aluminum | 3,217.50 | 14.58 |
| 30-Year | 2.1404 | -1.12 | 23.6 | AED | 3.6727 | 0.0000 | 0.00 | Crude Oil | 93.20 | 20.49 |

| US Treasuries | | | UK Gilt | | | German Bunds | | |
|---------------|----------|------|---------|----------|--|--------------|----------|--|
| Yield % | 1D Δ (%) | | Yield % | 1D Δ (%) | | Yield % | 1D Δ (%) | |
| 2-Year | 1.56 | 0.04 | 1.52 | -0.04 | | NA | NA | |
| 5-Year | 1.92 | 0.12 | 1.52 | -0.09 | | -0.24 | -0.04 | |
| 10-Year | 2.03 | 0.16 | 1.58 | 0.06 | | 0.15 | -0.14 | |
| 30-Year | 2.35 | 0.29 | 1.60 | 0.76 | | 0.52 | -1.38 | |

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 | B+ |
| Tunisia | Caa1 | NR | B- |
| Morocco | Ba1 | BB+ | BB+ |
| US | Aaa | AA+u | AAA |
| UK | Aa3 | AAu | AA- |
| China | A1 | A+ | A+ |

| USD 5Yr CDS | 16-Feb 2022 | 31-Dec 2021 |
|-------------|-------------|-------------|
| Kuwait | 51.96 | 40.53 |
| KSA | 52.85 | 50.97 |
| Abu Dhabi | 50.33 | 43.09 |
| Dubai | 96.20 | 89.58 |
| Qatar | 50.26 | 42.55 |
| Bahrain | 293.46 | 286.32 |
| Oman | 238.53 | 254.42 |
| Iraq | 383.76 | 507.35 |
| Egypt | 540.87 | 496.58 |
| Morocco | 90.40 | 85.91 |
| Turkey | 515.68 | 555.46 |
| US | 10.12 | 10.01 |
| UK | 8.99 | 8.91 |
| China | 51.96 | 39.86 |
| Japan | 16.39 | 16.23 |
| Germany | 6.39 | 7.53 |
| France | 18.17 | 17.87 |