

News Updates

Abu Dhabi's Mubadala hires banks for euro bonds – Abu Dhabi state fund Mubadala has hired banks to arrange a planned dual-tranche issue of euro-denominated bonds, a document seen by Reuters showed. Citi and JPMorgan were hired as global coordinators, with Abu Dhabi Commercial Bank, BNP Paribas, First Abu Dhabi Bank, ING, Morgan Stanley and Standard Chartered as joint bookrunners, the document from one of the banks showed. They will hold investor calls starting on Tuesday, to be followed by an issue of six-year and 12-year euro-denominated bonds, subject to market conditions. Mubadala Investment Company (MIC) issues its debt through a subsidiary, Mamoura Diversified Global Holding (MDGH), which had 388.7 billion dirhams (\$106 billion) in total assets and 179.38 billion dirhams in total liabilities as of end-June 2020, a preliminary prospectus for the bonds showed. (Source: Reuters)

Emirate of Sharjah hires banks for dual-tranche bonds – The Emirate of Sharjah has hired banks to arrange an issue of dollar-denominated dual-tranche bonds, a document showed on Tuesday. BBank ABC, Citi, Emirates NBD Capital, HSBC, Mashreq and Standard Chartered will hold fixed-income investor calls starting on Tuesday, the document from one of the banks showed. A benchmark issue comprising 12-year and 30-year bonds will follow, subject to market conditions. (Source: Reuters)

Apicorp Hires Banks for Tap of \$750m 1.260% Notes – Arab Petroleum Investments Corp., also known as Apicorp, mandates BofA Securities, China Construction Bank, Citi, Emirates NBD Capital, Maybank, Nomura and Standard Chartered Bank to arrange a global investor call and a series of fixed-income investor calls from March 2. A Regulation S tap of the \$750 million 1.260% notes due 10 February 2026 under Apicorp's GMTN Programme will follow, subject to market conditions. Apicorp is multilateral development bank rated Aa2 (stable outlook) by Moody's and AA (stable outlook) by Fitch. (Source: Bloomberg)

Turkish Inflation Likely Quickened for Fifth Month on Oil Rally – Turkish inflation probably accelerated for a fifth month in February due to gains in energy prices and the lingering impact of last year's weakness in the lira. Data due on Wednesday will show consumer prices rose an annual 15.4% from 15% in the previous month. Inflation's upward trend is increasing the likelihood of another rise in interest rates before the end of June. Central bank Governor Naci Agbal has lifted the policy rate by 675 basis points to 17% since taking over in November, boosting the bank's credibility among investors. The lira has strengthened 16.5% since under his watch. Annual retail inflation in Istanbul increased to 15.5% in February from 15.1%, according to the city's Chamber of Commerce, with evidence that food-price gains may be above seasonal averages. (Source: Bloomberg)

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	0.90	-0.71	KSA	2025	1.22	-0.48
Abu Dhabi	2030	2.04	-3.85	KSA	2030	2.31	-2.66
Abu Dhabi	2050	3.24	-8.76	KSA	2050	3.74	-7.85
Bahrain	2026	3.30	-0.38	Oman	2025	3.49	2.30
Bahrain	2030	5.28	-3.73	Oman	2029	5.05	2.42
Bahrain	2047	6.70	-6.94	Oman	2048	6.81	-0.81
Dubai	2029	2.58	-0.48	Qatar	2025	0.96	-0.79
Kuwait	2022	0.30	-0.53	Qatar	2030	2.08	-3.83
Kuwait	2027	1.40	-1.99	Qatar	2050	3.41	-9.85

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.68	8.08	0.07	-2.01
S&P MENA Bond and Sukuk Index	2.26	NA	0.15	-2.57
Bloomberg Emerging Markets USD Index	3.74	6.80	0.02	-2.13
Bloomberg Global Aggregate Index	1.05	7.42	0.12	-2.53

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	3/3/2021	31/12/2020	3/3/2021	31/12/2020	3/3/2021	31/12/2020
KIBOR	1.5000	1.4375	1.7500	1.6875	2.0000	1.9375
SAIBOR	0.8000	0.8175	0.8463	0.8700	0.9200	0.9413
BHIBOR	1.9417	2.2500	2.0250	2.5333	2.3583	2.6833
QATAR	0.9611	1.1206	1.0611	1.1960	1.2389	1.3636
AEIBOR	0.3049	0.5125	0.3459	0.4908	0.5870	0.6538
EURIBOR	-0.5330	-0.5450	-0.5080	-0.5260	-0.4780	-0.4990
LIBOR	0.1843	0.2384	0.2005	0.2576	0.2836	0.3419

USD Swap Rates

			Currencies			Commodities		
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)	
1-Year	0.1821	0.01	-5.4	KWD	0.3023	-0.0331	0.35	Gold
2-Year	0.2192	-0.21	10.8	SAR	3.7511	0.0000	0.02	Silver
5-Year	0.7850	0.90	82.6	BHD	0.3771	0.0027	-0.02	Copper
7-Year	1.1368	1.28	73.7	QAR	3.6417	-0.0082	-0.01	Nat. Gas
10-Year	1.4764	1.68	59.6	OMR	0.3850	0.0000	0.00	Aluminum
30-Year	1.9537	2.20	39.4	AED	3.6731	0.0000	0.00	Crude Oil

US Treasuries

	Yield %	1D Δ (%)		Yield %	1D Δ (%)		Yield %	1D Δ (%)
2-Year	0.12	0.00		0.04	0.10		-0.64	-0.01
5-Year	0.67	-0.03		0.29	0.26		-0.71	0.05
10-Year	1.41	-0.11		0.68	0.81		-0.46	0.16
30-Year	2.21	-0.31		1.24	2.07		0.14	-0.10

UK Gilts

	Yield %	1D Δ (%)		Yield %	1D Δ (%)
2-Year	0.12	0.00		0.04	0.10
5-Year	0.67	-0.03		0.29	0.26
10-Year	1.41	-0.11		0.68	0.81
30-Year	2.21	-0.31		1.24	2.07

German Bunds

	Yield %	1D Δ (%)
2-Year	0.12	0.00
5-Year	0.67	-0.03
10-Year	1.41	-0.11
30-Year	2.21	-0.31

Sovereign Ratings

	Moody's	S&P	Fitch
Kuwait	A1	AA-	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	BBB-	BB+
US	Aaa	AA+u	AAA
UK	Aa3	AAu	AA-
China	A1	A+	A+

USD 5Yr CDS

	3-Mar 2021	31-Dec 2020
Kuwait	43.61	40.69
KSA	64.82	63.77
Abu Dhabi	44.65	36.03
Dubai	98.32	104.06
Qatar	44.36	36.70
Bahrain	219.40	233.58
Oman	319.40	353.60
Iraq	506.06	542.74
Egypt	295.60	330.47
Morocco	99.70	102.56
Turkey	306.51	299.47
US	9.04	11.52
UK	13.62	15.13
China	29.85	26.70
Japan	14.50	14.74
Germany	8.75	9.09
France	14.27	14.42