

## News Updates

**Egypt's new IMF deal aims to reduce government debt -cabinet** – The International Monetary Fund's new \$3 billion financial support package for Egypt aims to reduce government debt to less than 80% of gross domestic product (GDP) in the medium term, a cabinet report released on Saturday said. The IMF did not require the Egyptian government to cut spending on subsidies, the report said, adding that the new programme aimed to strengthen the social protection network for citizens. The IMF executive board approved on Friday a 46-month, \$3 billion financial support package for the Arab world's most populous country, saying it would catalyse additional funding of about \$14 billion. Egypt negotiated its latest IMF loan as the economic fallout from the war in Ukraine exacerbated a foreign currency shortage resulting from Egypt's large trade deficit. *(Source: Reuters)*

**Europe's \$1 Trillion Energy Bill Only Marks Start of the Crisis** – Europe got hit by roughly \$1 trillion from surging energy costs in the fallout of Russia's war in Ukraine, and the deepest crisis in decades is only getting started. After this winter, the region will have to refill gas reserves with little to no deliveries from Russia, intensifying competition for tankers of the fuel. Even with more facilities to import liquefied natural gas coming online, the market is expected to remain tight until 2026, when additional production capacity from the US to Qatar becomes available. That means no respite from high prices. *(Source: Bloomberg)*

**Oil Advances on China's Growth Pledge and US Move to Refill SPR** – Oil rose at the week's open following a pledge from China to revive consumption as Covid Zero is abandoned and a plan from the Biden administration to begin refilling the nation's strategic crude reserves. West Texas Intermediate rose toward \$75 a barrel after losing almost 4% in the final two sessions of last week. Oil is still headed for a second monthly loss as concerns about recessions in the US and Europe mounted, with central bankers continuing to tighten policy. In addition, Russian flows have so far proved to be resilient as a price cap imposed by the Group of Seven and European Union hasn't led to major disruptions. *(Source: Bloomberg)*

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	3.71	-9.55	KSA	2027	4.04	-8.93
Abu Dhabi	2031	3.89	-13.21	KSA	2032	4.19	-13.80
Abu Dhabi	2050	4.69	-25.58	KSA	2050	5.15	-23.68
Bahrain	2028	5.68	-4.50	Oman	2027	5.58	-5.90
Bahrain	2032	6.79	-7.47	Oman	2032	5.86	-5.20
Bahrain	2051	7.92	-12.19	Oman	2051	7.03	-5.73
Dubai	2029	4.45	-11.65	Qatar	2026	4.01	-8.83
Dubai	2050	5.70	-22.47	Qatar	2030	4.04	-13.61
Kuwait	2027	4.04	-10.49	Qatar	2050	4.68	-23.66

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	5.09	8.08	-0.28	-9.84
S&P MENA Bond and Sukuk Index	4.79	NA	-0.17	-11.14
Bloomberg Emerging Markets USD Index	7.31	6.80	-0.31	-14.46
Bloomberg Global Aggregate Index	3.49	7.42	-0.38	-15.27

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	19/12/2022	31/12/2021	19/12/2022	31/12/2021	19/12/2022	31/12/2021
KIBOR	4.0000	1.5000	4.2500	1.7500	4.5625	4.4375
SAIBOR	5.3145	0.9057	5.6267	0.9829	5.8685	6.3719
BHIBOR	6.0609	1.5167	6.2213	1.6233	6.5102	6.3250
QATAR	4.8833	1.1250	5.0333	1.2000	5.2667	5.1000
AEIBOR	4.5891	0.3645	4.8461	0.7000	5.0642	5.1212
EURIBOR	2.0470	-0.5730	2.5690	-0.5460	2.9930	2.8110
LIBOR	4.7459	0.2144	5.1869	0.3451	5.4789	5.4513

USD Swap Rates				Currencies				Commodities		
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	5.0317	1.56	840.5	KWD	0.3062	0.0327	-1.21	Crude Oil	79.76	10.09
2-Year	4.5112	1.01	379.3	SAR	3.7617	-0.0160	-0.14	Gold	1,802.10	-2.27
5-Year	3.7072	2.07	170.7	EUR	1.0605	0.1795	-6.73	Silver	23.39	-1.04
7-Year	3.5715	2.65	142.0	GBP	1.2176	0.2223	-10.03	Copper	378.50	-13.79
10-Year	3.5035	3.15	121.6	JPY	136.2000	0.3011	-15.50	Nat. Gas	6.18	51.03
30-Year	3.1858	2.79	84.0	CNH	6.9871	-0.1345	-9.01	Aluminum	2,337.10	-15.54

US Treasuries			UK Gilts		German Bunds			
	Yield %	1D Δ (%)		Yield %	1D Δ (%)		Yield %	1D Δ (%)
2-Year	4.18	-0.01		3.41	-0.09		2.41	-0.10
5-Year	3.64	-0.08		3.27	-0.31		2.21	-0.28
10-Year	3.51	-0.23		3.32	-0.73		2.14	-0.59
30-Year	3.57	-0.43		3.67	-0.31		1.97	-2.21

## 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	B3	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	19-Dec 2022	31-Dec 2021
Kuwait	39.52	40.53
KSA	61.25	50.97
Abu Dhabi	44.36	43.09
Dubai	77.04	89.58
Qatar	46.82	42.55
Bahrain	215.65	286.32
Oman	179.30	254.42
Iraq	406.66	507.35
Egypt	NA	496.58
Morocco	169.31	85.91
Turkey	533.03	555.46
US	22.67	10.01
UK	25.10	8.91
China	73.71	39.86
Japan	19.35	16.23
Germany	17.83	7.53
France	25.31	17.87