

**Kuwait Central Bank: Money supply rose 1.4 percent in September** – Kuwait's money supply (M2) rose 1.4 percent in September on a monthly basis recording KD 38 billion (\$125.5 billion). The CBK economic research department reported that deposits in the Kuwaiti dinar by the private sector in the local banks climbed in September to KD 33.7 billion (\$111 billion). Those of foreign currencies climbed 7.7 percent reaching KD 2.7 billion (\$8.9 billion), where this sector overall deposits amounted to KD 36.4 billion (\$120 billion).

**Moody's assigns Ba2 rating to Arabian Centres' dollar sukuk; Outlook stable** – The international rating agency assigned a Ba2 instrument rating to the benchmark sized unsecured trust certificates to be issued by Arabian Centres Sukuk Limited, with a stable outlook. "Arabian Centres Ba1 rating reflects the company's leading market position and high-quality portfolio of shopping centres across Saudi Arabia that will benefit from the retail shift to shopping malls," vice president senior analyst and local market analyst at Moody's, Dion Bate said.

**ADX lists Aldar Investments \$500 million sukuk after issue draws strong investor demand** – The latest US\$500 million sukuk issued by Aldar Investments, a 100% owned subsidiary of Aldar Properties PJSC - "Aldar", was listed on the Abu Dhabi Securities Exchange, ADX, on 07 November 2019. The fixed-rate, US dollar-denominated sukuk, with a tenor of 10 years, carries a coupon rate of 3.875%. The issue was six times oversubscribed, with global investors accounting for 71% of the total transaction allocation. Aldar Investments owns and manages an AED 20 billion diversified portfolio of high-quality income-generating residential, retail, commercial and hospitality assets.

**Egypt inflation hits 9-year low, with scope for more rate cuts** – Egypt's inflation rate slowed to its lowest level in over nine years, offering fresh ammunition for the central bank to move ahead with another rate cut when it meets next week. With the latest slowdown in inflation, the "real interest rate is almost 10 per cent — one of the highest globally," said Allen Sandeep, director of research at Naaem Holding in Cairo. Six of seven economists surveyed by Bloomberg before the inflation announcement predicted a cut of 100 basis points at next week's meeting. The benchmark rate is currently 13.25 per cent.

**Lebanon to delay \$2 bln Eurobond issuance, committed to paying maturities on time** – The Lebanese government is delaying a Eurobond issuance of \$2 billion that had been planned for the end of the month but is fully committed to paying its maturing Eurobonds on time, caretaker Finance Minister Ali Hassan Khalil said on Saturday. "Lebanon is committed to paying maturing treasury bonds in foreign currency, Eurobonds, at their predetermined dates and this commitment is confirmed," Khalil told Reuters. Lebanon has a \$1.5 billion Eurobond maturing this month.

#### GCC Bonds & Sukuk: Best and worst Performers (10 November 2019)

Sovereigns	Yield (%)	Price Change (YTD %)	Sovereigns	Yield (%)	Price Change (YTD %)
Kuwait 22	2.04	3.09	Bahrain 24	3.66	7.86
Kuwait 27	2.40	7.32	Bahrain 29	4.81	16.65
Abu Dhabi 27	2.54	8.43	Bahrain 47	6.12	21.57
Abu Dhabi 47	3.43	16.60	Qatar 24	2.25	4.31
Dubai 23	2.59	3.82	Qatar 28	2.64	8.81
Dubai 29	3.25	8.82	Qatar 49	3.66	20.17
Oman 25	4.40	12.55	KSA 25	2.55	7.75
Oman 29	5.85	0.78	KSA 29	3.04	10.76
Oman 48	7.12	14.90	KSA 49	4.07	19.43

Source: Bloomberg

#### Bonds & Sukuk Indices (10 November 2019)

Index Name	Yield %	Duration	1D Chng (%)	YTD Chng (%)
Bloomberg GCC FI Index	3.33	7.31	-0.02	12.48
S&P MENA Bond and Sukuk Index	3.07	NA	0.16	11.92
Bloomberg Emerging Markets USD Index	5.01	6.25	-0.07	10.90
Bloomberg Global Aggregate Index	1.48	7.30	-0.62	5.53

#### Interbank Rates (%)

	3 Months		6 Months		12 Months	
	10/11/2019	31/12/2018	10/11/2019	31/12/2018	10/11/2019	31/12/2018
SAIBOR	2.2286	1.8988	2.2514	2.0875	2.2857	2.2863
KIBOR	2.7500	1.8750	2.9375	2.0625	3.1875	2.3750
BHIBOR	2.4000	2.4500	2.8367	2.9000	2.9500	3.2750
QATAR	2.3000	2.7342	2.4000	2.8868	2.6833	3.0468
AEIBOR	2.2142	1.8310	2.3000	2.0513	2.2911	2.5648
EURIBOR	-0.3950	-0.3290	-0.3240	-0.2710	-0.2620	-0.1860
LIBOR	1.9006	1.6858	1.9230	1.8336	1.9998	2.1022

#### US Treasuries

	Yield	1-Day Δ (Bps)	Currencies	USD	1-Day Δ (Bps)	YTD (%)
1-Year	1.57	-0.01	KWD	0.3040	0.0001	-0.11%
2-Year	1.67	-0.01	SAR	3.7506	0.0001	0.03%
5-Year	1.75	-0.07	BHD	0.3770	0.0000	-0.02%
7-Year	1.86	-0.14	QAR	3.6641	0.0002	-0.22%
10-Year	1.94	-0.21	OMR	0.3855	0.0000	0.00%
30-Year	2.42	-0.57	AED	3.6729	0.0000	-0.01%

#### USD Swap Rates

	Yield	1-Day Δ	UK Gilts	Yield	1-Day Δ	German Bunds	Yield	1-Day Δ
2-Y	1.716	0.01%		0.55	0.01%		-0.40	0.05%
5-Y	1.722	0.01%		0.53	-0.05%		-0.63	0.07%
10-Y	1.849	0.02%		0.79	0.04%		-0.41	0.06%
30-Y	2.030	0.02%		1.31	0.02%		0.24	0.10%

	Sovereign Ratings		
	Moody's	S&P	Fitch
Abu Dhabi	Aa2	AA	AA
Bahrain	B2	B+	BB-
Kuwait	Aa2	AA	AA
Oman	Ba1	BB	BB+
Qatar	Aa3	AA-	AA-
KSA	A1	A-	A
UAE	Aa2	NR	NR
Egypt	B2	B	B+
Lebanon	Caa2	B-	CCC
Turkey	B1	B+	BB-
Tunisia	B2	NR	B+
Morocco	Ba1	BBB-	BBB-
Jordan	B1	B+	BB-
China	A1	A+	A+
UK	Aa2	AA	AA
USA	Aaa	AA+	AAA

	USD 5-Year CDS	YTD (%)
Abu Dhabi	40.780	-36.62
Kuwait	40.390	-34.40
Dubai	117.600	-3.85
Bahrain	201.410	-27.40
Qatar	40.450	-49.64
KSA	65.050	-36.41
Egypt	294.080	-21.12
Lebanon	1541.990	109.46
Turkey	315.056	-12.31
Iraq	340.270	-23.65
Morocco	94.360	-5.66
China	35.545	-45.94
France	17.160	-51.46
Germany	7.940	-34.78
Japan	21.429	-10.02
UK	28.06	-23.32
US	12.42	-31.31