

**National Bank of Fujairah mandates banks for a US\$ AT1 NCS perpetual bond sale** - National Bank of Fujairah PJSC (NBF), rated Baa1 by Moody's and BBB+ by S&P (both with a Stable outlook), 45.12% indirectly owned by the Government of Fujairah and 8.74% indirectly owned by the Government of Dubai, has mandated HSBC as a Structuring Agent, and Emirates NBD Capital, First Abu Dhabi Bank, HSBC, J.P. Morgan and Standard Chartered Bank as Joint Lead Managers and Bookrunners to arrange a series of fixed income investor meetings in Hong Kong, Singapore, the UAE, and London commencing on 18 September 2019. A benchmark fixed rate resettable USD Regulation S Additional Tier 1 perpetual non-call five year unrated capital securities offering will follow, subject to market conditions.

**Kuwait central bank issues KD 290 mln bonds, Tawarruq** - Kuwait's Central Bank (CBK) said on Monday it issued KD 290 million (USD 957 million) worth of bonds and Tawarruq. The issue is valid for three months with a return rate of three percent, CBK said in a statement. Kuwait's central bank last month issued bonds and Tawarruq worth KD 240 million (USD 792 million) with a similar return rate.

**S&P Global Ratings says Saudi oil attack highlights geopolitical risks** - S&P Global Ratings said on Monday that although high inventory levels could limit the impact of the Sept. 14 attacks on Saudi Arabia's oil infrastructure, the event highlights the region's high geopolitical risks and the risks to spare capacity. The rating agency however highlighted that Saudi Arabia's key credit strengths, particularly, its significant net external asset position (182% of current account payments) and its fiscal balance sheet. Saudi Arabia also benefits from its large installed and spare capacity, S&P said. Saudi has historically maintained spare capacity, giving it the ability to rapidly increase oil production at relatively short notice. The attack on Saudi Aramco's oil facilities in Abqaiq and Khurais led to an immediate drop in Saudi crude oil production of 5.7 million barrels per day, which amounts to more than half of Saudi's average 2019 production.

**US, Chinese trade deputy talks to start on Thursday, says USTR** - Deputy-level US-China trade talks are scheduled to start in Washington on Thursday, the US Trade Representative's office said on Monday, paving the way for high-level talks in October aimed at resolving a bitter, 14-month trade war. Leading the Chinese delegation in the deputy-level talks will be Vice Finance Minister Liao Min, the Chinese commerce ministry said on Tuesday. The visit will pave the way for the China-US high-level economic and trade consultations in Washington next month, the ministry added. Lighthizer and US Treasury Secretary Steven Mnuchin are expected to meet with China's top negotiator, Vice Premier Liu He, in early October. President Donald Trump last week delayed a tariff increase that had been scheduled on \$250bn worth of Chinese goods after China also delayed tariffs on some US imports.

### GCC Bonds & Sukuk: Best and worst Performers (17 September 2019)

Best daily Performers	Daily change	Worst daily Performers	Daily change
Qatar National Bank 23	0.67%	Saudi Electricity 43	-0.94%
Ezdan Sukuk 22	0.63%	Saudi Electricity 44	-0.83%
Sharjah Islamic Bank Perp	0.37%	KSA Govt 27	-0.73%
Best YTD Performers	YTD change	Worst YTD Performers	YTD change
DP World 48	25.74%	Etihad Airways 20	-23.82%
Abu Dhabi Govt 47	24.21%	Etihad Airways 21	-22.13%
KSA Govt 50	22.77%	Commercial Bank Qatar 19	-1.72%

Source: Bloomberg

### Bonds & Sukuk Indices (17 September 2019)

Index Name	Price	1D Chng	YTD	Yield
S&P MENA Bond and Sukuk Index	135.940	-0.03%	12.66%	2.84%
S&P MENA Bond Index	138.360	-0.04%	13.58%	2.88%
S&P MENA Sukuk Index	128.950	0.02%	9.65%	2.74%
Bloomberg Global Developed Sovereign Bond Index	120.043	-0.04%	3.49%	0.59%
Bloomberg USD Emerging Market Composite Bond Index	236.952	0.10%	13.00%	
Dow Jones Sukuk Index	106.197	0.00%	7.27%	

### Interbank Rates (%)

	3 Months		6 Months		12 Months	
	17/09/2019	31/12/2018	17/09/2019	31/12/2018	17/09/2019	31/12/2018
SAIBOR	2.3871	1.8988	2.3714	2.0875	2.3729	2.2863
KIBOR	2.8750	1.8750	3.0625	2.0625	3.3125	2.3750
BHIBOR	2.4500	2.4500	3.0833	2.9000	3.1833	3.2750
QATAR	2.7555	2.7342	2.8797	2.8868	3.0888	3.0468
AEIBOR	2.3225	1.8310	2.4067	2.0513	2.4946	2.5648
EURIBOR	-0.4000	-0.3290	-0.3770	-0.2710	-0.3250	-0.1860
<b>LIBOR</b>	<b>2.1394</b>	<b>1.6858</b>	<b>2.0703</b>	<b>1.8336</b>	<b>2.0491</b>	<b>2.1022</b>

### U.S. Treasuries

	Current Yield (%)	1D Chng
1-Year	1.84	-0.016
2-Year	1.75	0.023
5-Year	1.68	0.074
7-Year	1.76	0.117
10-Year	1.83	0.164
30-Year	2.31	0.297

### USD Swap rates

	Rates (%)	1D Chng (%)
2-Y	1.734	0.00%
5-Y	1.616	-0.02%
10-Y	1.707	-0.02%
30-Y	1.886	-0.01%

### German Bund

	Current Yield (%)	1D Chng (Bps)
2-Y	-0.59	0.649
5-Y	-0.78	0.101
10-Y	-0.62	0.036
30-Y	0.05	0.017

### UK Gilts

	Current Yield (%)	1D Chng (Bps)
2-Y	0.52	0.469
5-Y	0.49	0.032
10-Y	0.69	0.037
30-Y	1.14	-0.034

### Currencies

	USD	1-Day Δ	YTD (%)
<b>KWD</b>	0.3042	0.0001	-0.194%
<b>SAR</b>	3.7518	0.0000	-0.003%
<b>BHD</b>	0.3771	(0.0000)	-0.024%
<b>QAR</b>	3.6600	(0.0001)	-0.129%
<b>OMR</b>	0.3850	(0.0000)	0.000%
<b>AED</b>	3.6731	0.0000	-0.008%
<b>EGP</b>	16.376	(0.0794)	9.705%
<b>EUR</b>	1.1072	(0.0002)	1.1008

### Sovereign Ratings

	Moody's	S&P	Fitch
<b>Abu Dhabi</b>	Aa2	AA	AA
<b>Bahrain</b>	B2	B+	BB-
<b>Kuwait</b>	Aa2	AA	AA
<b>Oman</b>	Ba1	BB	BB+
<b>Qatar</b>	Aa3	AA-	AA-
<b>KSA</b>	A1	A-	A+
<b>UAE</b>	Aa2	NR	NR
<b>Egypt</b>	B2	B-	B+
<b>Lebanon</b>	B3	B-	B
<b>Turkey</b>	Baa3	BB+	BBB-
<b>Tunisia</b>	Ba3	NR	B+
<b>Morocco</b>	Ba1	BBB-	BBB-
<b>Jordan</b>	B1	B+	BB-
<b>China</b>	Aa3	AA-	A+
<b>UK</b>	Aa2	AA	AA
<b>USA</b>	Aaa	AA+	AAA

	USD 5-Year CDS	YTD (%)
<b>Abu Dhabi</b>	40.370	-36.84
<b>Kuwait</b>	37.950	-38.11
<b>Dubai</b>	114.370	-5.96
<b>Bahrain</b>	224.500	-19.49
<b>Qatar</b>	40.720	-48.16
<b>KSA</b>	64.040	-37.03
<b>Egypt</b>	256.920	-30.66
<b>Lebanon</b>	1357.720	80.46
<b>Turkey</b>	383.104	6.54
<b>Iraq</b>	292.420	-33.13
<b>Morocco</b>	87.480	-11.90
<b>China</b>	37.719	-42.56
<b>France</b>	18.030	-48.81
<b>Germany</b>	9.270	-25.69
<b>Japan</b>	20.910	-10.02
<b>UK</b>	28.450	-22.81
<b>US</b>	12.190	-32.23