

News Updates

Bank Aljazira Hires Advisers for Up to \$500m Private Placement –

Bank AlJazira announces the intention of (BAJ Sukuk Tier 1 Limited) company, an exempted company incorporated in the Cayman Islands with limited liability, to issue Tier I Capital Certificates (the “Certificates”) in a total amount not exceeding USD 500,000,000 by way of private placement, which Certificates will be callable after 5 years from the date of issuance. The Bank has mandated Alinma Investment, AlJazira Capital and J.P. Morgan Securities plc as the joint lead managers and bookrunners for the Potential Offer. *(Source: Tadawul)*

Saudi's Tadawul approves listing of government debt instruments –

Saudi Tadawul Group has approved the listing of new debt instruments worth SAR 4.65 billion as of 21 June 2021, according to a disclosure on Thursday. Tadawul also announced the listing of debt instruments worth a total of SAR 3.61 billion. The debt instruments are of a class already listed and issued by the Saudi government, and submitted by the Ministry of Finance. There will be an increase of SAR 860 million billion in an issue on 15 July 2020 to reach SAR 14.41 billion, in addition to another raise by SAR 2.75 billion in an issue on 7 January to reach SAR 16.66 billion. Last month, Tadawul approved listing debt instruments of SAR 3.5 billion. *(Source: Mubasher)*

Fitch Affirms Qatar at 'AA-'; Outlook Stable –

Fitch Ratings has affirmed Qatar's Long-Term Foreign-Currency Issuer Default Rating (IDR) at 'AA-' with a Stable Outlook. Qatar's 'AA-' ratings are supported by large sovereign net foreign assets, one of the world's highest ratios of GDP per capita, a flexible public finance structure and a favourable outlook for debt reduction. Rating weaknesses include high government debt/GDP and substantial contingent liabilities compared with rated peers, heavy hydrocarbon dependence and mediocre scores on measures of governance and doing business. Despite sharply lower energy prices and the wider impact of the coronavirus pandemic, they estimate that Qatar's general government (GG) budget was in balance in 2020, including the estimated investment income on government external assets. Hydrocarbon revenues declined by 21%, falling by less than benchmark energy prices given lags in the transmission of prices to budgetary receipts. Spending cuts partly offset lower revenues, with total budget spending down by 12.5%, driven by capex cutbacks. *(Source: Bloomberg)*

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2025	0.74	-0.56	KSA	2025	1.15	-0.55
Abu Dhabi	2030	2.01	-3.70	KSA	2030	2.28	-2.46
Abu Dhabi	2050	3.05	-5.64	KSA	2050	3.52	-4.36
Bahrain	2026	3.48	-1.99	Oman	2025	3.32	2.49
Bahrain	2030	5.48	-5.30	Oman	2029	4.93	2.98
Bahrain	2047	6.87	-9.13	Oman	2048	6.71	0.36
Dubai	2029	2.48	-0.58	Qatar	2025	0.91	-1.12
Kuwait	2022	-0.02	-0.99	Qatar	2030	2.07	-4.04
Kuwait	2027	1.40	-2.42	Qatar	2050	3.21	-6.89

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	2.61	8.08	0.30	-0.30
S&P MENA Bond and Sukuk Index	2.22	NA	0.34	-0.81
Bloomberg Emerging Markets USD Index	3.77	6.80	0.27	-0.47
Bloomberg Global Aggregate Index	1.13	7.42	-0.12	-3.16

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	21/6/2021	31/12/2020	21/6/2021	31/12/2020	21/6/2021	31/12/2020
KIBOR	1.5000	1.4375	1.7500	1.6875	2.0000	1.9375
SAIBOR	0.7929	0.8175	0.8429	0.8700	0.9143	0.9413
BHIBOR	1.6417	2.2500	1.7233	2.5333	1.8667	2.6833
QATAR	1.0296	1.1206	1.1227	1.1960	1.2979	1.3636
AEIBOR	0.4238	0.5125	0.4735	0.4908	0.5673	0.6538
EURIBOR	-0.5440	-0.5450	-0.5130	-0.5260	-0.4850	-0.4990
LIBOR	0.1349	0.2384	0.1563	0.2576	0.2401	0.3419

USD Swap Rates

Currencies				Commodities						
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	0.1815	0.78	-5.7	KWD	0.3011	-0.0830	0.71	Gold	1,773.50	-6.94
2-Year	0.3219	1.20	62.7	SAR	3.7504	-0.0027	0.04	Silver	25.90	-2.40
5-Year	0.9059	-2.03	110.7	BHD	0.3770	0.0000	0.01	Copper	414.55	17.54
7-Year	1.1358	-4.12	73.5	QAR	3.6412	0.0055	0.01	Nat. Gas	3.20	19.11
10-Year	1.3405	-5.88	44.9	OMR	0.3850	0.0000	0.00	Aluminum	2,375.00	19.12
30-Year	1.6477	-5.87	17.5	AED	3.6730	0.0000	0.00	Crude Oil	73.70	43.52

US Treasuries

	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.27	-0.02	0.12	-0.02	-0.70	0.00
5-Year	0.86	0.10	0.38	0.00	-0.68	0.00
10-Year	1.37	0.61	0.75	0.23	-0.37	0.00
30-Year	1.95	1.62	1.20	1.14	0.25	0.00

UK Gilts

	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.27	-0.02	0.12	-0.02	-0.70	0.00
5-Year	0.86	0.10	0.38	0.00	-0.68	0.00
10-Year	1.37	0.61	0.75	0.23	-0.37	0.00
30-Year	1.95	1.62	1.20	1.14	0.25	0.00

German Bunds

	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	0.27	-0.02	0.12	-0.02	-0.70	0.00
5-Year	0.86	0.10	0.38	0.00	-0.68	0.00
10-Year	1.37	0.61	0.75	0.23	-0.37	0.00
30-Year	1.95	1.62	1.20	1.14	0.25	0.00

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	BB+	BB+
US	Aaa	AA+u	AAA
UK	Aa3	AAu	AA-
China	A1	A+	A+
USD 5Yr CDS	21-Jun 2021	31-Dec 2020	
Kuwait	45.54	40.69	
KSA	56.35	63.77	
Abu Dhabi	38.00	36.03	
Dubai	81.67	104.06	
Qatar	39.42	36.70	
Bahrain	194.55	233.58	
Oman	235.65	353.60	
Iraq	468.44	542.74	
Egypt	322.57	330.47	
Morocco	69.29	102.56	
Turkey	387.67	299.47	
US	7.19	11.52	
UK	7.55	15.13	
China	35.95	26.70	
Japan	16.06	14.74	
Germany	9.16	9.09	
France	20.42	14.42	