

## News Updates

**Arada Developments set to raise \$350 mln with debut sukuk** - Arada Developments, the largest developer in Sharjah in the United Arab Emirates, was set to raise \$350 million in its debut foray in the debt markets, a document showed on Tuesday. The yield was set at 8.125%, tightening from initial price guidance of around 8.25%. The Islamic bonds, or sukuk, received more than \$720 million in orders, including \$185 million in interest from joint lead managers, the document from one of the banks on the deal showed. The issuance is the first public dollar bond sale out of the Gulf since late March, when the Sharjah government raised \$750 million, also with sukuk. *(Source: Reuters)*

**Qatar's Commercial Bank keen to issue green bonds, CEO says** - The Commercial Bank of Qatar is keen to issue green bonds if it can ensure the money is used for projects that comply fully with green credentials, Chief Executive Officer Joseph Abraham told a conference in Doha on Sunday. "There's a huge pool of investor funds which are available, and I think if you are a credible institution with a credible track record and proper governance around it, automatically your bond will be effective," Abraham said. *(Source: Reuters)*

**World Bank's official says more work to be done for GCC economies to break away from oil** - Despite persistent efforts in the Gulf Cooperation Council to pursue reforms in the times of economic expansion, more work needs to be done to achieve a sustainable growth model with low hydrocarbon dependence, said a senior World Bank official. According to Abou Sleiman, more work needs to be done to make the GCC resilient to the price fluctuations in the hydrocarbon industry, even though it is the primary source of revenue in this region. This can be achieved by balancing revenue and expenditure. In 2021, the GCC nations picked up from a GDP contraction of 4.9 percent and rebounded to an expansion of 3 percent, and the World Bank expects the expansion to go up to 5.9 percent this year. *(Source: Arab News)*

**OPEC+ Seen Sticking With Supply Plan Even as EU Sanctions Russia** - The OPEC+ coalition will likely hold firm to its oil production plans this week even as the European Union moves to sanction group member Russia, delegates said. Global oil supply and demand levels remain stable, with no severe disruption yet to Russian exports, and thus require little action from the 23-nation alliance, according to the officials. With most members besides Saudi Arabia and its neighbors struggling to increase production, the group's decisions are in any case becoming largely symbolic. Oil prices continue to climb, surpassing \$124 a barrel in London on Tuesday, as the EU's planned embargo stands to tighten a global market already squeezed by rising fuel consumption and limited supplies. *(Source: Bloomberg)*

## GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	3.01	-6.66	KSA	2027	3.06	-5.84
Abu Dhabi	2031	3.37	-10.46	KSA	2032	3.50	-9.29
Abu Dhabi	2050	4.17	-19.16	KSA	2050	4.71	-18.41
Bahrain	2028	5.61	-4.66	Oman	2027	5.22	-4.59
Bahrain	2032	6.60	-6.38	Oman	2032	5.93	-5.15
Bahrain	2051	7.60	-8.83	Oman	2051	7.33	-8.99
Dubai	2029	3.99	-9.06	Qatar	2026	3.01	-5.74
Dubai	2050	5.51	-20.31	Qatar	2030	3.37	-8.71
Kuwait	2027	2.93	-6.14	Qatar	2050	4.25	-18.29

## Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	4.32	8.08	-0.27	-8.60
S&P MENA Bond and Sukuk Index	3.91	NA	0.04	-9.10
Bloomberg Emerging Markets USD Index	6.32	6.80	-0.15	-13.17
Bloomberg Global Aggregate Index	2.59	7.42	-0.68	-11.06

## Interbank Rates (%)

	3 Months		6 Months		12 Months	
	01/06/2022	31/12/2021	01/06/2022	31/12/2021	01/06/2022	31/12/2021
KIBOR	1.8750	1.5000	2.1250	1.7500	2.4375	2.0000
SAIBOR	3.1148	0.9057	3.1938	0.9829	3.3317	1.0600
BHIBOR	2.7289	1.5167	3.0820	1.6233	3.6649	1.7667
QATAR	1.1500	1.1250	1.3000	1.2000	1.8500	1.3250
AEIBOR	1.6697	0.3645	2.1844	0.7000	2.6070	0.7396
EURIBOR	-0.3540	-0.5730	-0.0680	-0.5460	0.3610	-0.4980
LIBOR	1.5804	0.2144	2.0689	0.3451	2.6976	0.5888

USD Swap Rates				Currencies			Commodities			
	Yield %	1D Δ (bps)	YTD Δ (%)		USD	1D Δ (bps)	YTD Δ (%)		USD	YTD Δ (%)
1-Year	2.6402	2.35	393.5	KWD	0.3057	0.0327	-1.03	Gold	1,836.20	0.02
2-Year	2.9185	2.45	210.0	SAR	3.7509	-0.0053	0.13	Silver	21.45	-8.39
5-Year	2.8878	2.01	110.9	BHD	0.3770	-0.0027	0.01	Copper	426.75	-3.94
7-Year	2.8990	1.68	96.4	QAR	3.6414	0.0055	0.01	Nat. Gas	8.31	128.48
10-Year	2.9427	1.27	86.1	OMR	0.3850	0.0000	-0.06	Aluminum	2,763.75	-1.38
30-Year	2.8469	1.07	64.5	AED	3.6731	-0.0082	-0.01	Crude Oil	115.98	53.98

US Treasuries			UK Gilts		German Bunds	
	Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	2.57	-0.02	1.56	-0.18	NA	NA
5-Year	2.84	-0.09	1.68	-0.37	0.52	-0.14
10-Year	2.86	-0.12	2.10	-1.13	0.96	-0.42
30-Year	3.06	-0.20	2.39	-2.48	1.35	-1.24

## 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	B2	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	01-Jun 2022	31-Dec 2021
Kuwait	65.01	40.53
KSA	61.71	50.97
Abu Dhabi	59.98	43.09
Dubai	115.63	89.58
Qatar	60.36	42.55
Bahrain	304.53	286.32
Oman	234.84	254.42
Iraq	402.51	507.35
Egypt	746.36	496.58
Morocco	191.37	85.91
Turkey	709.67	555.46
US	15.97	10.01
UK	9.45	8.91
China	69.51	39.86
Japan	17.54	16.23
Germany	10.40	7.53
France	19.99	17.87