

Dubai's Emaar Properties starts marketing dollar sukuk - Dubai's largest listed developer, Emaar Properties, started marketing on Tuesday 10-year U.S. dollar-denominated sukuk, or Islamic bonds, at around 270 basis points over mid-swaps, a document by one of the banks leading the deal showed. The planned deal, part of a \$2 billion debt-raising programme, will be of benchmark size, which generally means upwards of \$500 million. Standard Chartered is coordinating the debt sale, which is expected to close later on Tuesday, according to the document.

Kuwait's Warba Bank hires banks for dollar sukuk - Kuwait's Warba Bank has hired banks to arrange fixed income investor meetings ahead of a potential sale of five-year U.S. dollar denominated sukuk, or Islamic bonds, a document issued by one of the banks showed. BNP Paribas, Emirates NBD Capital, and Standard Chartered were hired as joint global coordinators. Other banks on the deal are Abu Dhabi Islamic Bank, Bank ABC, Dubai Islamic Bank, NBK Capital and QNB Capital. Warba, 34% owned by the state of Kuwait, will meet investors in Asia, UAE and London from Sept. 12, the document showed.

Egypt plans \$3-7 billion of international bonds in FY 2019-2020 - Egypt aims to issue international bonds worth 3-7 billion dollars this 2019-2020 financial year, Finance Minister told reporters on Monday. Egypt is also interested in diversifying issuance currencies to ensure hedging within the portfolio, Mait added on the sidelines of an economic conference in Cairo. "We tried to issue bonds in yen and yuan last year but didn't meet all the requirements, and will try again this year," he said.

Lebanon might offer up to \$2bn in eurobonds, Finance minister Khalil says - Lebanon is considering issuing up to \$2bn of Eurobonds to cover its needs for the rest of the year, Finance Minister Ali Hasan Khalil said. The finance ministry and central bank will hold talks next week to discuss the possible offer, which could range from \$1.5bn to \$2bn, Khalil said in an interview with a local television channel. The government has to find 11 trillion Lebanese pounds (\$7.2bn) to repay debt, including \$1.65bn in the coming four months, though some of it could be financed through new local currency bonds, he said.

Powell repeats vow to act 'as appropriate'; says the Fed is not expecting a recession - The US Federal Reserve will continue to act "as appropriate" to sustain the economic expansion in the world's biggest economy, Fed Chair Jerome Powell said Friday in Zurich, sticking to a phrase that financial markets have read as signalling further interest-rate reductions ahead. Powell said policymakers will be closely watching geopolitical risks, financial conditions, and other incoming economic data as they weigh what to do. "Our obligation is to use our tools to support the economy, and that's what we'll continue to do," Powell said at the University of Zurich.

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

Best daily Performers	Daily change	Worst daily Performers	Daily change
Qatar Islamic Bank 23	0.54%	Ezdan Sukuk 21	-2.60%
NMC Health 25	0.42%	Ezdan Sukuk 22	-1.04%
Sharjah Govt 25	0.31%	Saudi Electricity 43	-0.81%
Best YTD Performers	YTD change	Worst YTD Performers	YTD change
Abu Dhabi 47	27.95%	Etihad Airways 20	-26.70%
KSA Govt 50	27.12%	Etihad Airways 21	-22.38%
DP World 48	26.71%	Ras Gas 19	-2.22%

Source: Bloomberg

Bonds & Sukuk Indices (10 September 2019)

Index Name	Price	1D Chng	YTD	Yield
S&P MENA Bond and Sukuk Index	137.850	-0.24%	14.25%	2.69%
S&P MENA Bond Index	140.660	-0.31%	15.47%	2.71%
S&P MENA Sukuk Index	129.590	0.00%	10.20%	2.63%
Bloomberg Global Developed Sovereign Bond Index	121.640	0.20%	4.87%	0.42%
Bloomberg USD Emerging Market Composite Bond Index	239.435	-0.11%	14.18%	
Dow Jones Sukuk Index	106.947	-0.05%	8.03%	

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	10/09/2019	31/12/2018	10/09/2019	31/12/2018	10/09/2019	31/12/2018
SAIBOR	2.3914	1.8988	2.3571	2.0875	2.3571	2.2863
KIBOR	2.8125	1.8750	3.0000	2.0625	3.2500	2.3750
BHIBOR	2.4500	2.4500	3.1333	2.9000	3.2333	3.2750
QATAR	2.7760	2.7342	2.9077	2.8868	3.1182	3.0468
AEIBOR	2.3018	1.8310	2.3475	2.0513	2.4985	2.5648
EURIBOR	-0.4370	-0.3290	-0.4230	-0.2710	-0.3580	-0.1860
LIBOR	2.1341	1.6858	2.0341	1.8336	1.9490	2.1022

U.S. Treasuries

	Current Yield (%)	1D Chng
1-Year	1.72	-0.016
2-Year	1.53	0.018
5-Year	1.43	0.020
7-Year	1.51	0.016
10-Year	1.56	-0.023
30-Year	2.04	-0.266

USD Swap rates

	Rates (%)	1D Chng (%)
2-Y	1.520	-0.01%
5-Y	1.361	-0.01%
10-Y	1.451	0.01%
30-Y	1.626	0.01%

German Bund

	Current Yield (%)	1D Chng (Bps)
2-Y	-0.65	0.643
5-Y	-0.92	0.115
10-Y	-0.77	0.030
30-Y	-0.11	0.017

UK Gilts

	Current Yield (%)	1D Chng (Bps)
2-Y	0.39	0.493
5-Y	0.34	0.021
10-Y	0.51	-0.040
30-Y	1.02	-0.027

Currencies

	USD	1-Day Δ	YTD (%)
KWD	0.3040	(0.0001)	-0.122%
SAR	3.7516	0.0000	0.003%
BHD	0.3771	0.0000	-0.032%
QAR	3.6640	(0.0002)	-0.232%
OMR	0.3850	(0.0000)	0.000%
AED	3.6730	0.0000	-0.008%
EGP	16.505	0.0184	8.776%
EUR	1.1028	(0.0001)	-3.828%

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	B3	B-	B
Turkey	Baa3	BB+	BBB-
Tunisia	Ba3	NR	B+
Morocco	Ba1	BBB-	BBB-
Jordan	B1	B+	BB-
China	Aa3	AA-	A+
UK	Aa2	AA	AA
USA	Aaa	AA+	AAA

USD 5-Year CDS

	YTD (%)
Abu Dhabi	41.020 -35.78
Kuwait	41.950 -32.03
Dubai	120.410 -2.94
Bahrain	233.410 -16.43
Qatar	41.230 -47.54
KSA	60.090 -40.86
Egypt	263.130 -29.07
Lebanon	1228.590 65.41
Turkey	382.657 6.39
Iraq	303.780 -30.91
Morocco	89.990 -9.62
China	39.373 -40.27
France	19.330 -46.11
Germany	9.490 -24.13
Japan	20.910 -10.02
UK	31.370 -15.69
US	10.650 -38.96