

News Updates

OPEC Output Steady Last Month After Group Pledged Symbolic Cut –

OPEC’s crude production held steady last month after the group pledged a symbolic cutback to stabilize market sentiment. The Organization of Petroleum Exporting Countries increased daily output by 30,000 barrels to 29.98 million barrels in October, according to a Bloomberg survey. *(Source: Bloomberg)*

Fed set to deliver another big rate hike, debate December downshift

– U.S. central bankers are expected to keep their inflation fight in high gear this week, even as they intensify a debate over when to downshift to smaller interest rate hikes so as to avoid sending the world's biggest economy into a tailspin. With the Fed's preferred measure of inflation running at more than three times its 2% target, the outcome of the central bank's policy meeting and Wednesday is not in doubt: it will raise rates by three quarters of a percentage point for the fourth straight time, bringing the target overnight lending rate to a 3.75%-4.00% range. *(Source: Reuters)*

Euro inflation to reach 10.7% in October fueled by energy prices –

The euro area’s annual inflation is forecast to reach 10.7 percent in October, up from 0.8 percentage points from September thanks to the surge in energy costs, according to a flash estimate from the statistical office of the EU. The Eurostat data showed energy to be the main contributor to the annual price rises this month, reaching 41.9 percent in October compared to 40.7 percent the month before. *(Source: Arab News)*

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	4.55	-13.01	KSA	2027	4.87	-12.03
Abu Dhabi	2031	4.76	-18.96	KSA	2032	5.10	-19.98
Abu Dhabi	2050	5.40	-33.62	KSA	2050	6.04	-32.65
Bahrain	2028	7.03	-10.32	Oman	2027	6.41	-8.89
Bahrain	2032	8.20	-16.56	Oman	2032	6.92	-12.00
Bahrain	2051	9.03	-22.53	Oman	2051	8.23	-18.11
Dubai	2029	4.68	-12.75	Qatar	2026	4.77	-11.09
Dubai	2050	6.52	-31.64	Qatar	2030	4.98	-17.89
Kuwait	2027	4.50	-12.13	Qatar	2050	5.44	-31.94

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	5.84	8.08	0.14	-15.46
S&P MENA Bond and Sukuk Index	5.52	NA	0.01	-16.83
Bloomberg Emerging Markets USD Index	8.47	6.80	0.24	-21.01
Bloomberg Global Aggregate Index	3.81	7.42	0.19	-20.29

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	02/11/2022	31/12/2021	02/11/2022	31/12/2021	02/11/2022	31/12/2021
KIBOR	3.3125	1.5000	3.6250	1.7500	3.9375	2.0000
SAIBOR	5.6253	0.9057	5.8456	0.9829	6.3018	1.0600
BHIBOR	5.3176	1.5167	5.6417	1.6233	6.2250	1.7667
QATAR	2.4500	1.1250	2.5000	1.2000	2.7500	1.3250
AEIBOR	3.9490	0.3645	4.6163	0.7000	4.8300	0.7396
EURIBOR	1.7040	-0.5730	2.1300	-0.5460	2.6300	-0.4980
LIBOR	4.4603	0.2144	4.9159	0.3451	5.4483	0.5888

USD Swap Rates			Currencies			Commodities			
Yield %	1D Δ (bps)	YTD Δ (%)	USD	1D Δ (bps)	YTD Δ (%)	USD	YTD Δ (%)		
1-Year	5.1220	-1.20	857.4 KWD	0.3097	-0.0969	-2.31	Crude Oil	95.76	31.39
2-Year	4.9125	-2.05	421.9 SAR	3.7592	0.0000	-0.07	Gold	1,654.20	-10.14
5-Year	4.3351	-1.17	216.5 EUR	0.9888	0.1012	-13.04	Silver	19.66	-16.46
7-Year	4.1975	-0.13	184.4 GBP	1.1514	0.2525	-14.92	Copper	350.70	-20.47
10-Year	4.1091	0.85	159.9 JPY	147.5800	0.4744	-22.02	Nat. Gas	5.79	45.47
30-Year	3.6760	1.90	112.4 CNH	7.2881	0.2840	-12.77	Aluminum	2,237.25	-19.35

US Treasuries			UK Gilts		German Bunds	
Yield %	1D Δ (%)		Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	4.52	0.05	3.09	0.16	NA	NA
5-Year	4.26	0.05	3.45	0.50	1.88	0.00
10-Year	4.05	-0.06	3.46	0.35	2.00	0.09
30-Year	4.12	-0.31	3.57	0.28	2.14	-0.05

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	B3	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	02-Nov 2022	31-Dec 2021
Kuwait	56.66	40.53
KSA	67.36	50.97
Abu Dhabi	57.60	43.09
Dubai	107.05	89.58
Qatar	58.16	42.55
Bahrain	265.85	286.32
Oman	222.46	254.42
Iraq	694.88	507.35
Egypt	NA	496.58
Morocco	293.29	85.91
Turkey	654.76	555.46
US	26.28	10.01
UK	27.85	8.91
China	116.26	39.86
Japan	28.84	16.23
Germany	25.86	7.53
France	30.04	17.87