

News Updates

Saudi Real Estate Refinance Co. raises \$800mln in riyal-denominated sukuk

– The Saudi Real Estate Refinance Co. (SRC) issued riyal-denominated sukuk amounting to SAR 3 billion (\$800 million), as part of its enhanced sukuk programme. SRC has doubled the total size of its riyal-denominated sukuk program to SAR 20 billion from SAR 10 billion, the mortgage finance company said in a statement on Tuesday. The latest issuance, the fifth in the series under the program, offered a fixed profit rate format across a tenor of 10 years. *(Source: Zawya)*

IMF cuts 2023 growth outlook amid colliding global shocks

– The International Monetary Fund on Tuesday cut its global growth forecast for 2023 amid colliding pressures from the war in Ukraine, high energy and food prices, inflation and sharply higher interest rates, warning that conditions could worsen significantly next year. The Fund said its latest World Economic Outlook forecasts show that a third of the world economy will likely contract by next year. The IMF said global GDP growth next year will slow to 2.7%, compared to a 2.9% forecast in July. The Fund is keeping its 2022 growth forecast at 3.2%. *(Source: Reuters)*

JPMorgan CEO Jamie Dimon Expects US Recession in Six to Nine Months

– JPMorgan Chase & Co. Chief Executive Officer Jamie Dimon said “serious” headwinds are likely to push the US and global economies into recession by the middle of next year. While the US economy is doing well at the moment, a number of indicators and global issues -- the impact of surging inflation, interest rates going up more than had been expected, the effects of the Federal Reserve ending quantitative easing and Russia’s war in Ukraine among them -- are ringing alarm bells, Dimon said. *(Source: Bloomberg)*

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	4.54	-13.02	KSA	2027	4.57	-11.23
Abu Dhabi	2031	4.76	-19.10	KSA	2032	4.95	-19.07
Abu Dhabi	2050	5.29	-32.44	KSA	2050	5.90	-31.36
Bahrain	2028	7.01	-10.37	Oman	2027	6.65	-9.77
Bahrain	2032	8.50	-18.46	Oman	2032	7.10	-13.03
Bahrain	2051	9.21	-24.01	Oman	2051	8.38	-19.40
Dubai	2029	4.53	-11.98	Qatar	2026	4.61	-10.81
Dubai	2050	6.43	-30.56	Qatar	2030	4.84	-17.08
Kuwait	2027	4.55	-12.36	Qatar	2050	5.36	-31.23

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	5.70	8.08	-0.50	-15.01
S&P MENA Bond and Sukuk Index	5.24	NA	-0.36	-15.59
Bloomberg Emerging Markets USD Index	8.29	6.80	-0.71	-20.80
Bloomberg Global Aggregate Index	3.82	7.42	-0.31	-20.91

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	12/10/2022	31/12/2021	12/10/2022	31/12/2021	12/10/2022	31/12/2021
KIBOR	3.1875	1.5000	3.5625	1.7500	3.8125	2.0000
SAIBOR	4.5734	0.9057	4.8867	0.9829	5.3812	1.0600
BHIBOR	5.0000	1.5167	5.2417	1.6233	5.6393	1.7667
QATAR	2.4500	1.1250	2.5000	1.2000	2.7500	1.3250
AEIBOR	3.6991	0.3645	4.1619	0.7000	4.2792	0.7396
EURIBOR	1.3190	-0.5730	1.9620	-0.5460	2.6390	-0.4980
LIBOR	3.9191	0.2144	4.4274	0.3451	5.0500	0.5888

USD Swap Rates			Currencies			Commodities				
Yield %	1D Δ (bps)	YTD Δ (%)	USD	1D Δ (bps)	YTD Δ (%)	USD	YTD Δ (%)			
1-Year	4.7040	-1.36	779.3	KWD	0.3102	-0.2418	-2.47	Crude Oil	93.91	28.03
2-Year	4.6160	-2.54	390.4	SAR	3.7607	0.0027	-0.08	Gold	1,675.10	-9.01
5-Year	4.1710	-2.54	204.6	EUR	0.9715	0.0721	-14.56	Silver	19.17	-18.55
7-Year	4.0443	-2.24	174.1	GBP	1.0997	0.2553	-18.74	Copper	342.05	-22.43
10-Year	3.9419	-2.03	149.3	JPY	146.2200	-0.2394	-21.29	Nat. Gas	6.58	73.67
30-Year	3.4532	-1.01	99.5	CNH	7.1692	0.0614	-11.33	Aluminum	2,234.00	-19.70

US Treasuries			UK Gilts		German Bunds	
Yield %	1D Δ (%)		Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	4.29	0.04	4.11	0.18	NA	NA
5-Year	4.15	0.11	4.52	0.26	1.76	0.11
10-Year	3.93	0.16	4.42	0.24	2.12	0.33
30-Year	3.91	0.17	4.78	-1.07	2.29	0.35

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

	12-Oct 2022	31-Dec 2021
Kuwait	60.58	40.53
KSA	65.51	50.97
Abu Dhabi	48.30	43.09
Dubai	119.65	89.58
Qatar	58.85	42.55
Bahrain	309.32	286.32
Oman	260.78	254.42
Iraq	798.46	507.35
Egypt	NA	496.58
Morocco	293.48	85.91
Turkey	767.34	555.46
US	28.10	10.01
UK	43.92	8.91
China	109.39	39.86
Japan	26.36	16.23
Germany	26.13	7.53
France	32.79	17.87