

News Updates

Bank Dhofar raises largest single tranche OMR AT1 bond – Bank

Dhofar announced that it has successfully raised OMR 115.5 million Basel III compliant Additional Tier 1 (AT1) bond listed on the Muscat Stock Exchange. This is the largest OMR AT1 single-tranche offering by any bank in Oman. The issue attracted a high-quality order book with strong participation from local investors that allowed Bank Dhofar to set the yield at 6.75%. *(Source: Times of Oman)*

Egypt to issue \$500m worth of green bonds in current fiscal: Finance

Minister – Egypt is preparing to issue an estimated 9.8 billion Egyptian pounds (\$500 million) worth of green bonds during the current fiscal year ending in June 2023, Finance Minister Mohamed Maait said in an interview with Al-Sharq. This comes amid optimism that the global markets will improve during that period. Egypt is also planning to issue international bonds equivalent to 91.5 billion Egyptian pounds, up from 66 billion Egyptian pounds in the last budget. *(Source: Arab News)*

German 10-Year Yield Climbs Above 2.5% for First Time Since 2011 –

Germany’s benchmark borrowing costs rose above 2.5% for the first time in more than a decade as traders lift bets on European Central Bank interest-rate hikes. That follows a record 12-week streak of advances in the German 10-year yield. Money markets expect the ECB will hike its deposit rate by about 75 basis points to 1.5% next week and then take it up to 3.25% by next summer. *(Source: Bloomberg)*

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	4.83	-14.12	KSA	2027	5.06	-12.75
Abu Dhabi	2031	5.16	-21.44	KSA	2032	5.49	-22.48
Abu Dhabi	2050	5.69	-36.49	KSA	2050	6.46	-36.46
Bahrain	2028	7.32	-11.58	Oman	2027	6.94	-10.64
Bahrain	2032	8.82	-20.24	Oman	2032	7.36	-14.67
Bahrain	2051	9.61	-27.10	Oman	2051	8.71	-22.27
Dubai	2029	4.75	-13.02	Qatar	2026	4.94	-11.76
Dubai	2050	6.59	-32.11	Qatar	2030	5.16	-18.69
Kuwait	2027	4.75	-12.99	Qatar	2050	5.76	-35.17

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	6.06	8.08	-0.81	-17.06
S&P MENA Bond and Sukuk Index	5.69	NA	-1.08	-18.33
Bloomberg Emerging Markets USD Index	8.70	6.80	-0.35	-22.53
Bloomberg Global Aggregate Index	3.99	7.42	-0.38	-21.88

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	24/10/2022	31/12/2021	24/10/2022	31/12/2021	24/10/2022	31/12/2021
KIBOR	3.3125	1.5000	3.6250	1.7500	3.9375	2.0000
SAIBOR	5.2815	0.9057	5.4011	0.9829	6.0012	1.0600
BHIBOR	5.1188	1.5167	5.5231	1.6233	6.1917	1.7667
QATAR	2.4500	1.1250	2.5000	1.2000	2.7500	1.3250
AEIBOR	4.0857	0.3645	4.4525	0.7000	4.7074	0.7396
EURIBOR	1.5430	-0.5730	2.1070	-0.5460	2.7780	-0.4980
LIBOR	4.3584	0.2144	4.8750	0.3451	5.4756	0.5888

USD Swap Rates			Currencies			Commodities				
Yield %	1D Δ (bps)	YTD Δ (%)	USD	1D Δ (bps)	YTD Δ (%)	USD	YTD Δ (%)			
1-Year	4.9538	-5.11	825.9	KWD	0.3103	-0.1128	-2.51	Crude Oil	92.90	26.65
2-Year	4.7955	-7.13	409.5	SAR	3.7590	-0.0133	-0.07	Gold	1,661.80	-9.73
5-Year	4.2963	-8.22	213.7	EUR	0.9844	-0.1927	-13.43	Silver	19.37	-17.70
7-Year	4.2014	-8.02	184.7	GBP	1.1347	0.3804	-16.15	Copper	348.05	-21.07
10-Year	4.1538	-7.66	162.7	JPY	148.9000	-0.8395	-22.71	Nat. Gas	4.84	27.84
30-Year	3.8089	-5.67	120.0	CNH	7.2688	-0.5297	-12.54	Aluminum	2,195.25	-20.86

US Treasuries			UK Gilts		German Bunds	
Yield %	1D Δ (%)		Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	4.43	0.09	3.56	-0.18	NA	NA
5-Year	4.27	0.33	4.05	-0.61	2.01	0.00
10-Year	4.15	0.51	4.04	-1.14	2.24	0.00
30-Year	4.28	0.77	4.05	-1.15	2.44	0.00

	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	24-Oct 2022	31-Dec 2021
Kuwait	58.02	40.53
KSA	75.07	50.97
Abu Dhabi	48.30	43.09
Dubai	119.17	89.58
Qatar	64.51	42.55
Bahrain	301.16	286.32
Oman	261.69	254.42
Iraq	766.28	507.35
Egypt	NA	496.58
Morocco	278.36	85.91
Turkey	733.04	555.46
US	27.80	10.01
UK	31.38	8.91
China	118.70	39.86
Japan	28.45	16.23
Germany	26.34	7.53
France	32.38	17.87