

News Updates

Kuwait revenue to double to \$75.5bln in 2022/23 – Kuwait's total budgeted revenue for 2022/23 is expected to more than double and reach an 8-year high of KD23.4 billion to (\$75.5 billion) on the back of increased oil revenues. This is 114.1% increase over KD10.9 billion estimated for the fiscal year 2021/2022. The revenues are calculated with a budgeted crude oil price of \$80/barrel, while the budget for the previous year was calculated on \$45/barrel, said a Kamco Invest report. This could mean that the actual revenues could be significantly higher as oil prices continues to remain elevated this year, it said.

(Source: Trade Arabia)

S&P upgrades Qatar's credit rating on shrinking debt burden – Ratings agency S&P on Friday raised Qatar's long-term sovereign credit rating to "AA" from "AA-", citing improvements in the government's fiscal position. "Qatar's debt interest costs as a share of government revenue have fallen, and we expect them to remain low because the government is repaying maturing debt," the agency said in a statement. High energy prices have so far translated into a budget surplus of 47.3 billion Qatari Riyals, Emir Sheikh Tamim bin Hamad al-Thani said last month. (Source: Reuters)

Fed's Evans says smaller rate hikes make sense, front-loading done – It is time for the Federal Reserve to shift to smaller interest rate hikes to avoid tightening monetary policy more than needed, and slow the pace further once risks become more "two-sided," Chicago Fed President Charles Evans said on Friday. "From here on out, I don't think it's front-loading anymore, I think it's looking for the right level of restrictiveness," Evans told Reuters in an interview, referring to the U.S. central bank's string of supersized rate hikes. (Source: Reuters)

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	4.62	-13.27	KSA	2027	4.90	-12.18
Abu Dhabi	2031	4.84	-19.43	KSA	2032	5.20	-20.72
Abu Dhabi	2050	5.52	-34.79	KSA	2050	6.13	-33.56
Bahrain	2028	6.96	-10.04	Oman	2027	6.33	-8.62
Bahrain	2032	8.15	-16.35	Oman	2032	6.90	-11.92
Bahrain	2051	9.15	-23.62	Oman	2051	8.35	-19.30
Dubai	2029	4.81	-13.27	Qatar	2026	4.80	-11.22
Dubai	2050	6.52	-31.61	Qatar	2030	4.99	-18.03
Kuwait	2027	4.47	-12.13	Qatar	2050	5.51	-32.74

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	5.91	8.08	0.07	-15.85
S&P MENA Bond and Sukuk Index	5.62	NA	-0.42	-17.48
Bloomberg Emerging Markets USD Index	8.53	6.80	0.20	-21.22
Bloomberg Global Aggregate Index	3.89	7.42	0.45	-20.69

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	06/11/2022	31/12/2021	06/11/2022	31/12/2021	06/11/2022	31/12/2021
KIBOR	3.6875	1.5000	3.9375	1.7500	4.1875	2.0000
SAIBOR	5.6026	0.9057	5.8758	0.9829	6.2714	1.0600
BHIBOR	5.7167	1.5167	6.0333	1.6233	6.3269	1.7667
QATAR	2.4500	1.1250	2.5000	1.2000	2.7500	1.3250
AEIBOR	4.2926	0.3645	4.5469	0.7000	4.9360	0.7396
EURIBOR	1.7340	-0.5730	2.2780	-0.5460	2.7940	-0.4980
LIBOR	4.5503	0.2144	5.0113	0.3451	5.6664	0.5888

USD Swap Rates			Currencies			Commodities				
Yield %	1D Δ (bps)	YTD Δ (%)	USD	1D Δ (bps)	YTD Δ (%)	USD	YTD Δ (%)			
1-Year	5.2053	-4.06	873.0	KWD	0.3097	-0.0969	-2.31	Crude Oil	98.57	35.25
2-Year	5.0370	-5.85	435.1	SAR	3.7577	0.0000	-0.06	Gold	1,676.60	-8.92
5-Year	4.4208	-3.54	222.8	EUR	0.9969	2.1336	-12.43	Silver	20.78	-11.69
7-Year	4.2851	-1.46	190.4	GBP	1.1385	1.9624	-15.91	Copper	368.65	-16.40
10-Year	4.2012	0.82	165.7	JPY	146.7300	1.1185	-21.51	Nat. Gas	6.40	60.68
30-Year	3.7891	5.51	118.9	CNH	7.2031	2.0205	-11.54	Aluminum	2,348.25	-15.35

US Treasuries			UK Gilts		German Bunds	
Yield %	1D Δ (%)		Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	4.66	0.11	2.97	0.04	NA	NA
5-Year	4.33	0.17	3.38	0.07	2.07	-0.08
10-Year	4.16	-0.06	3.53	-0.18	2.16	-0.26
30-Year	4.25	-0.90	3.76	-0.66	2.22	-0.85

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	06-Nov 2022	31-Dec 2021
Kuwait	57.01	40.53
KSA	66.83	50.97
Abu Dhabi	56.98	43.09
Dubai	103.59	89.58
Qatar	56.49	42.55
Bahrain	252.10	286.32
Oman	220.27	254.42
Iraq	576.20	507.35
Egypt	NA	496.58
Morocco	290.25	85.91
Turkey	630.18	555.46
US	26.87	10.01
UK	24.96	8.91
China	101.12	39.86
Japan	30.96	16.23
Germany	22.48	7.53
France	28.55	17.87