

News Updates

Al Rajhi Bank completes \$3bn Tier 1 SR-denominated Sukuk subscription

– Al Rajhi Banking and Investment Corp., the Kingdom’s largest valued bank, has completed the offering and subscription of Tier 1 Sukuk denominated in Saudi Riyals, valued at SAR 10 billion (\$3 billion). The rate of return is reset on Nov. 16, and is reset every five years following the first reset date, according to a bourse filing. The sukuk allocation is expected to be completed by Nov. 13, and the settlement is scheduled for Nov. 16. Surplus refunds will be provided to eligible investors on Nov. 16, after which the Sukuk will be listed and traded on the Saudi stock exchange, Tadawul. *(Source: Arab News)*

Banque Saudi Fransi to issue US-dollar-denominated notes

– Banque Saudi Fransi plans to issue US-dollar-denominated notes under its Medium Term Note Program. The issuance will be made through an international and Saudi Arabian special-purpose vehicle offering to eligible investors, according to a bourse filing. The bank has appointed Citigroup Global Markets Limited, JP Morgan Securities, HSBC Bank, Merrill Lynch International, Standard Chartered Bank and Saudi Fransi Capital as joint lead managers. *(Source: Arab News)*

Fitch Rates Mashreqbank's Upcoming Subordinated Tier 2 Notes 'BBB+(EXP)'

– Fitch Ratings has assigned Mashreqbank PSC's (Mashreq; A/Stable/bb+) upcoming issue of US dollar-denominated subordinated Tier 2 notes an expected long-term rating of 'BBB+(EXP)'. The notes will constitute direct, unsecured, conditional and subordinated obligations of Mashreq. They will rank pari passu among themselves, rank subordinate and junior to all senior obligations and rank in priority only to all junior obligations, subject to solvency conditions. The final rating is contingent upon the receipt of final documents conforming to information already received. *(Source: Fitch Ratings)*

GCC Sovereign Yields

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	4.21	-11.63	KSA	2027	4.53	-10.83
Abu Dhabi	2031	4.44	-16.95	KSA	2032	4.79	-17.97
Abu Dhabi	2050	5.19	-31.31	KSA	2050	5.77	-30.10
Bahrain	2028	6.14	-6.59	Oman	2027	5.66	-6.24
Bahrain	2032	7.30	-11.01	Oman	2032	6.28	-7.96
Bahrain	2051	8.30	-15.97	Oman	2051	7.77	-13.69
Dubai	2029	4.75	-13.04	Qatar	2026	4.44	-10.09
Dubai	2050	6.12	-27.02	Qatar	2030	4.62	-16.21
Kuwait	2027	4.41	-11.76	Qatar	2050	5.24	-29.92

Bonds and Sukuk Indices

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	5.57	8.08	0.72	-13.66
S&P MENA Bond and Sukuk Index	5.30	NA	0.19	-15.29
Bloomberg Emerging Markets USD Index	7.98	6.80	1.12	-18.41
Bloomberg Global Aggregate Index	3.68	7.42	-0.16	-17.76

Interbank Rates (%)

	3 Months		6 Months		12 Months	
	15/11/2022	31/12/2021	15/11/2022	31/12/2021	15/11/2022	31/12/2021
KIBOR	3.9375	1.5000	4.1875	1.7500	4.4375	4.4375
SAIBOR	5.6382	0.9057	5.8611	0.9829	6.3482	6.3719
BHIBOR	5.7333	1.5167	6.0333	1.6233	6.3250	6.3250
QATAR	4.8250	1.1250	5.0000	1.2000	5.1000	5.1000
AEIBOR	4.1850	0.3645	4.6216	0.7000	5.0779	5.1212
EURIBOR	1.7620	-0.5730	2.2910	-0.5460	2.8110	2.8110
LIBOR	4.6061	0.2144	5.0840	0.3451	5.4513	5.4513

USD Swap Rates			Currencies			Commodities				
Yield %	1D Δ (bps)	YTD Δ (%)	USD	1D Δ (bps)	YTD Δ (%)	USD	YTD Δ (%)			
1-Year	5.1029	0.69	853.8	KWD	0.3080	0.4060	-1.75	Crude Oil	92.85	27.40
2-Year	4.7541	1.13	405.1	SAR	3.7595	0.0160	-0.09	Gold	1,774.00	-3.63
5-Year	4.0517	1.27	195.9	EUR	1.0332	0.0484	-9.13	Silver	22.11	-6.05
7-Year	3.9197	1.52	165.6	GBP	1.1781	0.2042	-12.95	Copper	384.10	-12.52
10-Year	3.8663	1.90	144.5	JPY	140.2400	-0.2425	-17.93	Nat. Gas	6.07	52.50
30-Year	3.6033	1.52	108.2	CNH	7.0387	0.0483	-9.68	Aluminum	2,440.00	-11.82

US Treasuries		UK Gilts		German Bunds		
Yield %	1D Δ (%)	Yield %	1D Δ (%)	Yield %	1D Δ (%)	
2-Year	4.39	0.00	3.08	0.00	NA	NA
5-Year	4.00	-0.04	3.32	0.00	2.13	0.01
10-Year	3.87	-0.13	3.35	-0.08	2.07	0.06
30-Year	4.05	-0.16	3.49	-0.11	2.10	0.10

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	15-Nov 2022	31-Dec 2021
Kuwait	45.36	40.53
KSA	55.02	50.97
Abu Dhabi	47.21	43.09
Dubai	93.60	89.58
Qatar	45.91	42.55
Bahrain	236.70	286.32
Oman	173.52	254.42
Iraq	486.84	507.35
Egypt	NA	496.58
Morocco	263.66	85.91
Turkey	556.93	555.46
US	26.02	10.01
UK	24.11	8.91
China	74.35	39.86
Japan	27.94	16.23
Germany	20.63	7.53
France	27.16	17.87