

**News Updates**

**Saudi Arabia’s Al Rajhi Bank completes issuance of \$2.6bn Tier 1 SR-denominated sukuk**

– Tadawul-listed Al Rajhi Bank has announced the completion of the issuance of SR10 billion (\$2.6 billion) Tier 1 SR-denominated sukuk, a bourse filing revealed. All retail subscribers that were part of the subscription application have received 100 percent of their orders. The settlement date of the Tier 1 SR-denominated sukuk commenced on Nov. 16 with over 125,000 subscribers. Following the conclusion of the Al Rajhi Bank Tier 1 sukuk, the bank said a total of 10 million sukuks will be issued at a par value of SR1,000 each. The sukuks, which are set to be listed and traded on the Saudi Exchange Market – also known as Tadawul – upon the completion of all regulatory requirements will offer an annual return of 5.5 percent to be paid quarterly starting from the settlement date. *(Source: Arab News)*

**Banque Saudi Fransi Plans More Bond Sales after Recent Success**

– Banque Saudi Fransi plans to tap the bond market regularly based on prevalent market conditions, a spokeswoman for the company said, following the success of its first dollar bond offering in years. “As part of diversifying our sources of funding and in line with the credit growth witnessed in the Saudi economy, we continually evaluate market conditions,” the spokeswoman said. Note, BSF has launched a \$4 billion MTN program and received \$3b of investor bids for a \$700m notes offering on Nov. 16, allowing it to cut the spread on offer by about 25bps. *(Source: Bloomberg)*

**Mester Says Fed Can Downshift on Hikes as Daly Urges Mindfulness**

– Two Federal Reserve officials reinforced expectations the central bank will slow their pace of interest-rate increases next month, even as they stressed the need to keep tightening. San Francisco Fed President Mary Daly and Cleveland’s Loretta Mester said during separate remarks Monday that inflation remains too high and policymakers have a way to go before completing their tightening campaign. But they both characterized the need for officials to be judicious as they calibrate policy. “I think we can slow down from the 75 at the next meeting” Mester said. *(Source: Bloomberg)*

**GCC Sovereign Yields**

Sovereigns	Maturity	Yield %	Price Δ (YTD %)	Sovereigns	Maturity	Yield %	Price Δ (YTD %)
Abu Dhabi	2027	4.13	-11.41	KSA	2027	4.57	-10.83
Abu Dhabi	2031	4.33	-16.22	KSA	2032	4.66	-17.06
Abu Dhabi	2050	5.15	-30.97	KSA	2050	5.60	-28.42
Bahrain	2028	6.35	-7.43	Oman	2027	5.94	-7.17
Bahrain	2032	7.39	-11.48	Oman	2032	6.39	-8.59
Bahrain	2051	8.39	-16.78	Oman	2051	7.81	-14.06
Dubai	2029	4.59	-12.28	Qatar	2026	4.44	-10.04
Dubai	2050	6.11	-27.19	Qatar	2030	4.57	-15.97
Kuwait	2027	4.44	-11.88	Qatar	2050	5.16	-29.02

**Bonds and Sukuk Indices**

Index Name	Yield %	Duration (yrs)	1D Δ (%)	YTD Δ (%)
Bloomberg GCC FI Index	5.49	8.08	-0.05	-13.00
S&P MENA Bond and Sukuk Index	5.20	NA	0.02	-14.52
Bloomberg Emerging Markets USD Index	7.95	6.80	-0.02	-17.93
Bloomberg Global Aggregate Index	3.63	7.42	-0.52	-17.63

**Interbank Rates (%)**

	3 Months		6 Months		12 Months	
	22/11/2022	31/12/2021	22/11/2022	31/12/2021	22/11/2022	31/12/2021
KIBOR	4.0000	1.5000	4.2500	1.7500	4.4375	4.4375
SAIBOR	5.5161	0.9057	5.8954	0.9829	6.3282	6.3719
BHIBOR	5.7551	1.5167	6.0611	1.6233	6.3250	6.3250
QATAR	4.9500	1.1250	5.0500	1.2000	5.2500	5.1000
AEIBOR	4.4423	0.3645	4.8116	0.7000	4.8770	5.1212
EURIBOR	1.8210	-0.5730	2.3420	-0.5460	2.8370	2.8110
LIBOR	4.6649	0.2144	5.1427	0.3451	5.5094	5.4513

USD Swap Rates			Currencies			Commodities				
Yield %	1D Δ (bps)	YTD Δ (%)	USD	1D Δ (bps)	YTD Δ (%)	USD	YTD Δ (%)			
1-Year	5.2075	-0.08	873.4	KWD	0.3077	0.0488	-1.67	Crude Oil	87.87	20.57
2-Year	4.8496	-1.92	415.2	SAR	3.7585	-0.0053	-0.07	Gold	1,760.00	-4.55
5-Year	4.0685	-1.83	197.1	EUR	1.0258	0.1465	-9.79	Silver	21.35	-9.67
7-Year	3.9066	-1.32	164.7	GBP	1.1851	0.2284	-12.43	Copper	359.90	-18.03
10-Year	3.8112	-1.05	141.1	JPY	141.7300	0.2893	-18.80	Nat. Gas	6.55	64.55
30-Year	3.4662	-0.18	100.2	CNH	7.1583	0.3088	-11.19	Aluminum	2,363.55	-14.58

US Treasuries			UK Gilts		German Bunds	
Yield %	1D Δ (%)		Yield %	1D Δ (%)	Yield %	1D Δ (%)
2-Year	4.51	0.04	3.12	0.00	NA	NA
5-Year	3.97	0.07	3.25	0.08	2.04	0.05
10-Year	3.82	0.09	3.17	0.46	1.93	0.13
30-Year	3.90	0.09	3.30	1.11	1.90	0.29

**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+

	22-Nov 2022	31-Dec 2021
5Yr CDS	46.03	40.53
Kuwait	46.03	40.53
KSA	58.50	50.97
Abu Dhabi	47.43	43.09
Dubai	90.50	89.58
Qatar	46.93	42.55
Bahrain	245.99	286.32
Oman	179.36	254.42
Iraq	483.83	507.35
Egypt	NA	496.58
Morocco	254.69	85.91
Turkey	579.34	555.46
US	25.25	10.01
UK	23.23	8.91
China	82.20	39.86
Japan	23.07	16.23
Germany	18.36	7.53
France	26.32	17.87