

News Updates

Saudi Arabia's Middle East Healthcare to Issue Sukuk Under \$400mln Debt Programme

– Saudi Arabia's Middle East Healthcare Company, the company behind Saudi German Hospitals, has announced its intention to issue sukuk via public offering. The riyal-denominated Islamic bonds will be issued under the company's 1.5 billion riyals (\$400 million) debt programme, which the kingdom's Capital Market Authority had approved late last year. The company, which is listed on Riyadh's Tadawul exchange, said in a statement on Tuesday that the issuance amount will be determined later based on market conditions. The sukuk will be issued in a specified denomination of SAR1,000, Middle East Healthcare said in its prospectus. The proceeds from the offering will be used for general corporate purposes. *(Source: Zawya)*

Qatar's QIIB Starts Selling \$500mln Senior Sukuk – Qatar International Islamic Bank plans to raise \$500 million from the sale of its senior sustainable sukuk maturing in January 2029, according to a document reviewed by Reuters on Wednesday. The Islamic lender has given initial price guidance of around 160 basis points over U.S. Treasuries for its debt sale, the document said. *(Source: Zawya)*

NDMC Closes January 2024 Issuance Under Saudi Arabian Government SAR-denominated Sukuk Program – The National Debt Management Center (NDMC) announces the closure of January 2024 issuance under the Saudi Arabian Government SAR-denominated Sukuk Program. The Total Amount Allocated was set at SAR 8.825 Bn. The Sukuk issuance was divided into three tranches as follows: The first tranche has a size of SAR 3.656 billion (Three billion and six hundred and fifty-six million Saudi Riyals) maturing in (2029). The second tranche has a size of SAR 2.822 billion maturing in (2034). The third tranche has a size of SAR 2.347 billion maturing in (2039). *(Source: Zawya)*

GCC Sovereign Yields

| Sovereigns | Maturity | Yield % | Price Δ (YTD %) | Sovereigns | Maturity | Yield % | Price Δ (YTD %) |
|------------|----------|---------|-----------------|------------|----------|---------|-----------------|
| Abu Dhabi | 2027 | 4.41 | -0.77 | KSA | 2027 | 4.78 | -1.00 |
| Abu Dhabi | 2031 | 4.43 | -1.82 | KSA | 2032 | 4.93 | -3.04 |
| Abu Dhabi | 2050 | 5.26 | -4.62 | KSA | 2050 | 5.80 | -5.81 |
| Bahrain | 2028 | 6.10 | -1.56 | Oman | 2027 | 5.14 | -0.53 |
| Bahrain | 2032 | 6.89 | -2.07 | Oman | 2032 | 5.62 | -1.81 |
| Bahrain | 2051 | 7.90 | -2.39 | Oman | 2051 | 6.54 | -2.65 |
| Dubai | 2029 | 4.55 | -1.00 | Qatar | 2026 | 4.48 | -0.27 |
| Dubai | 2050 | 5.84 | -2.75 | Qatar | 2030 | 4.37 | -1.38 |
| Kuwait | 2027 | 4.27 | -0.35 | Qatar | 2050 | 5.24 | -5.21 |

Bonds and Sukuk Indices

| Index Name | Yield % | Duration (yrs) | 1D Δ (%) | YTD Δ (%) |
|--------------------------------------|---------|----------------|----------|-----------|
| Bloomberg GCC FI Index | 5.43 | 8.08 | -0.28 | -1.82 |
| S&P MENA Bond and Sukuk Index | 5.23 | NA | -0.37 | -2.05 |
| Bloomberg Emerging Markets USD Index | 7.27 | 6.80 | -0.35 | -1.36 |
| Bloomberg Global Aggregate Index | 3.70 | 7.42 | -0.55 | -2.42 |

Interbank Rates (%)

| | 3 Months | | 6 Months | | 12 Months | |
|---------|------------|------------|------------|------------|------------|------------|
| | 17/01/2024 | 31/12/2023 | 17/01/2024 | 31/12/2023 | 17/01/2024 | 31/12/2023 |
| KIBOR | 4.31 | 4.00 | 4.50 | 4.25 | 4.75 | 4.56 |
| SAIBOR | 6.22 | 5.34 | 6.02 | 5.60 | 5.93 | 5.87 |
| BHIBOR | 6.51 | 6.14 | 6.43 | 6.27 | 6.43 | 6.55 |
| QATAR | 6.25 | 5.28 | 6.25 | 5.42 | 6.50 | 5.58 |
| AEIBOR | 5.06 | 4.31 | 5.15 | 4.94 | 5.07 | 5.04 |
| EURIBOR | 3.90 | 2.13 | 3.86 | 2.69 | 3.60 | 3.29 |
| LIBOR | 5.57 | 4.77 | 5.54 | 5.14 | 6.04 | 5.48 |

| USD Swap Rates | | | | Currencies | | | Commodities | | | |
|----------------|---------|------------|-----------|------------|----------|------------|-------------|-----------|----------|-----------|
| | Yield % | 1D Δ (bps) | YTD Δ (%) | | USD | 1D Δ (bps) | YTD Δ (%) | | USD | YTD Δ (%) |
| 1-Year | 4.78 | -0.04 | 0.7 | KWD | 0.3080 | 0.029 | 0.0 | Crude Oil | 78.17 | 1.47 |
| 2-Year | 4.16 | -0.03 | 2.6 | SAR | 3.7507 | 0.003 | 0.0 | Gold | 2,010.30 | -2.97 |
| 5-Year | 3.73 | -0.01 | 5.8 | EUR | 1.0893 | 0.108 | 0.0 | Silver | 22.75 | -5.55 |
| 7-Year | 3.70 | -0.00 | 6.4 | GBP | 1.2681 | 0.058 | 0.0 | Copper | 374.25 | -3.80 |
| 10-Year | 3.71 | 0.00 | 6.9 | JPY | 148.0020 | -0.099 | 0.1 | Nat. Gas | 2.87 | 14.20 |
| 30-Year | 3.59 | 0.01 | 8.6 | CNH | 7.2177 | -0.026 | 0.0 | Aluminum | 2,154.25 | -9.07 |

| US Treasuries | | | UK Gilts | | German Bunds | |
|---------------|---------|----------|----------|----------|--------------|----------|
| | Yield % | 1D Δ (%) | Yield % | 1D Δ (%) | Yield % | 1D Δ (%) |
| 2-Year | 4.33 | 0.06 | 4.35 | -0.36 | 3.34 | -0.06 |
| 5-Year | 4.00 | 0.11 | 3.90 | -0.97 | 2.26 | -0.33 |
| 10-Year | 4.09 | 0.14 | 3.98 | -1.38 | 2.23 | -0.47 |
| 30-Year | 4.30 | 0.18 | 4.64 | -2.26 | 2.46 | -0.08 |

Sovereign Ratings

| | Moody's | S&P | Fitch |
|-----------|---------|------|-------|
| Kuwait | A1 | A+ | AA- |
| KSA | A1 | Au | A+ |
| UAE | Aa2 | NR | AA- |
| Abu Dhabi | Aa2 | AA | AA |
| Qatar | Aa3 | AA | AA- |
| Bahrain | B2 | B+ | B+ |
| Oman | Ba1 | BB+ | BB+ |
| Egypt | Caa1 | B- | B- |
| Lebanon | C | SD | RDu |
| Jordan | B1 | B+ | BB- |
| Turkey | B3 | Bu | B |
| Tunisia | Caa2 | NR | CCC- |
| Morocco | Ba1 | BB+ | BB+u |
| US | Aaa | AA+u | AAAu |
| UK | Aa3 | AAu | AA-u |
| China | A1 | A+ | A+u |

| USD 5Yr CDS | 17-Jan 2024 | 31-Dec 2023 |
|-------------|-------------|-------------|
| Kuwait | 44.41 | 35.96 |
| KSA | 61.37 | 50.21 |
| Abu Dhabi | 45.85 | 39.60 |
| Dubai | 70.99 | 60.36 |
| Qatar | 52.27 | 43.52 |
| Bahrain | 213.88 | 198.10 |
| Oman | 121.95 | 112.12 |
| Iraq | 413.70 | 411.62 |
| Egypt | NA | NA |
| Morocco | 108.19 | 109.36 |
| Turkey | 315.46 | 279.01 |
| US | 44.73 | 45.19 |
| UK | 32.09 | 33.74 |
| China | 66.56 | 59.80 |
| Japan | 20.59 | 22.74 |
| Germany | 13.63 | 15.61 |
| France | 22.50 | 22.94 |