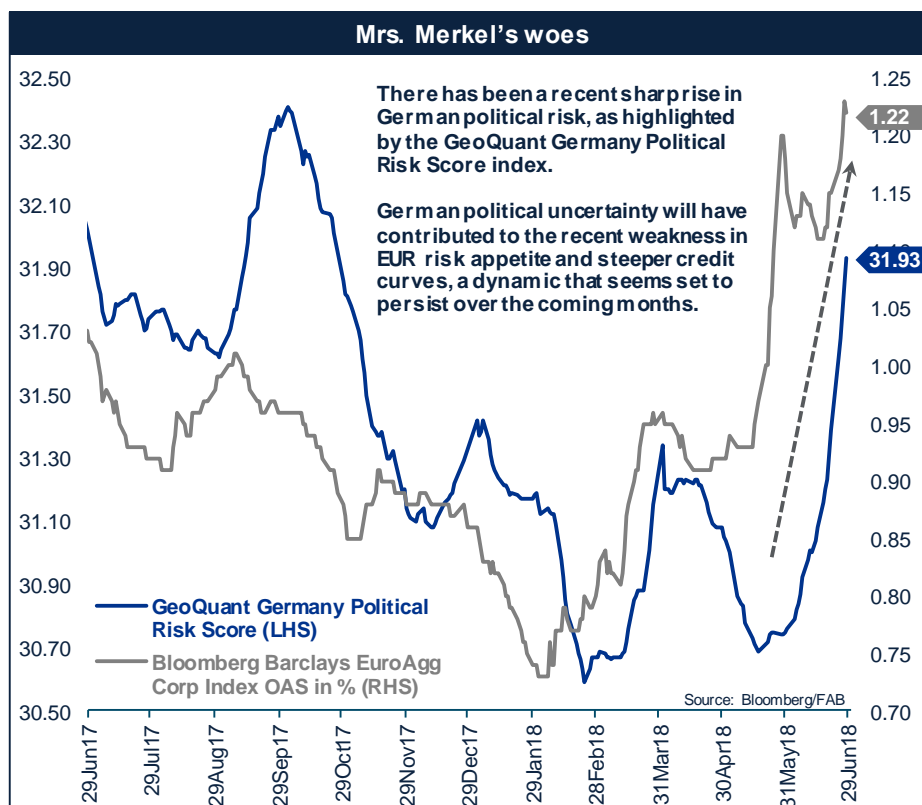


Daily Market Chatter

Macro Strategy View: Watching the Yield Curve

- Financial markets are arguably priced for perfection, a situation that is never likely to last forever. Trying to time the correction – and position for it – though is something that is becoming increasingly challenging for investors. Aside from global trade war concerns and European (German) political uncertainties, it is perhaps the shape of government bond yield curves that now hold the key in this regard.



- A positive sloping yield curve is normally associated with an expanding economy, while an inverted yield curve is seen as auguring increasing recessionary risk. It is for this reason, as the Fed pursues gradual interest rate and balance sheet normalization, that the recent sharp flattening in the U.S. 2s/10s yield spread curve has received so much attention. The 2s/10s curve has flattened 45bps this year alone, to the current 33bps gradient. Since the beginning of 2017 it has flattened by more than 100bps and by more than 230bps since January 2014.
- At the current 33bps spread it is fast approaching the specter of recessionary territory. Indeed, the 2s/10s curve has only been inverted twice in the past 18 years and in each case it has heralded recession and a sharp decline in risk asset valuations.
- In Q1 2000 the curve fell into negative (47bps inverted) territory, following which the S&P500 equity index fell by more than 45% over the following 2 years, even as the curve quickly returned to a positive slope. Then in the Q2-Q4 2006 period the curve inverted by 11bp, which was similarly followed, albeit 9 months later, by a 47% decline in the S&P500 equity index.

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- We believe therefore that investors looking to time a market correction from current 'rich' pricing levels should therefore be keeping a close eye on the U.S. 2s/10s spread. Given the extent of the flattening seen so far, and the proximity of the curve to inverted status, investors should perhaps already be taking opportunities to reduce risk exposure, favoring more defensive and fundamentally-compelling assets in both the DM and EM asset classes.

**** Please note that I will be travelling on business for the remainder of this week and that, as such, publication of the Daily Market Chatter may be disrupted while I'm away. Normal service will resume as soon as I return. In the meantime, however, if you have any urgent questions please feel free to reach out to me by email.**

(Simon Ballard, Macro Strategist, Market Insights & Strategy)

Major Rates & FX Pairs

UST Yield	Prev day Close	Change (basis points)				
		1D	1W	1M	1Y	YTD
5Y	2.74%	+2.4	-2.9	-1.0	+84.9	+53.2
10Y	2.86%	+2.4	-3.5	-4.2	+55.6	+45.6
30Y	2.99%	+2.4	-5.0	-6.1	+15.5	+25.0

Source: Bloomberg

\$ Mid Swap	Prev day Close	Change (basis points)				
		1D	1W	1M	1Y	YTD
5Y	289.0	+2.6	-2.5	-3.7	+89.5	+64.6
10Y	293.4	+2.5	-3.0	-6.7	+61.3	+53.6
30Y	290.7	-1.7	-7.3	-8.9	+33.7	+37.0

Source: Bloomberg

	Prev day Close	% Change				
		1D	1W	1M	1YR	YTD
EUR USD	1.1684	+0.99%	+0.28%	-0.13%	+2.82%	-2.67%
GBP USD	1.3207	+0.99%	-0.41%	-0.80%	+2.06%	-2.26%
USD JPY	110.76	+0.24%	+0.72%	+0.86%	-2.31%	-1.71%

Source: Bloomberg

	Prev day Close	% Change				
		1D	1W	1M	1YR	YTD
USD TRY	4.5929	+0.18%	-1.80%	+0.04%	+29.13%	+20.92%
USD INR	68.4700	-0.47%	+0.51%	+2.02%	+5.54%	+7.20%
USD IDR	14,330.0	-0.42%	+1.24%	+3.30%	+7.20%	+5.62%

Source: Bloomberg

MENA Credits

Indices	Prev day Close (bps)	Change (basis points)				
		1D	1W	1M	1YR	YTD
JPMEMBI Sov	407.7	-0.5	+13.6	+25.2	+70.8	+79.0
Sovx CEEMEA	79.3	-1.2	+2.6	+16.0	+24.3	+46.6
Itrax Xover	319.8	-8.6	+14.9	+26.1	+75.0	+86.6

Source: Bloomberg

CDS	Prev day Close (bps)	Change (basis points)				
		1D	1W	1M	1YR	YTD
Abu Dhabi 5Y	65.3	-3.3	-1.5	+3.3	+5.2	+3.7
Kuwait 5Y	69.6	-1.0	+2.6	+3.9	-10.5	+5.7
Dubai 5Y	131.6	-3.1	+3.5	+9.7	+0.3	+9.1

Source: Bloomberg

CDS	Prev day Close (bps)	Change (basis points)				
		1D	1W	1M	1YR	YTD
Qatar 5Y	96.6	-3.4	-1.5	+2.5	-18.5	-4.3
KSA 5Y	91.1	-3.4	-3.0	+1.5	-24.0	-0.6
Bahrain 5Y	385.2	-19.3	-53.7	+10.1	+131.7	+108.6

Source: Bloomberg

Major Commodities Prices

Commodities	Prev day Close	% Change				
		1D	1W	1M	1YR	YTD
WTI Oil \$/bbl	74.15	+0.95%	+8.12%	+12.67%	+61.06%	+22.72%
Brent Oil \$/bbl	79.23	+1.77%	+4.87%	+3.18%	+65.34%	+18.48%
Gold spot \$/oz	1,252.6	+0.35%	-1.41%	-3.05%	+2.66%	-3.85%
Silver spot \$/Troy oz	16.119	+0.72%	-2.07%	-1.81%	-0.08%	-4.84%
Aluminium 3MO \$	2,133.0	-1.02%	-1.93%	-6.24%	+11.38%	-5.95%
Nickel 3MO \$	14,900	+0.78%	-2.39%	-0.03%	+60.39%	+16.77%
Copper 3MO \$	6,626	+0.05%	-2.40%	-3.41%	+11.55%	-8.57%

Source: Bloomberg

Major Equities Markets

Major Stock Markets	Prev day Close	Change				
		1D	1W	1M	1YR	YTD
GLOBAL						
Dow Jones Inds. Avg	24,271	+0.23%	-1.26%	-1.48%	+13.69%	-1.81%
S&P 500	2,718	+0.08%	-1.33%	-0.59%	+12.17%	+1.67%
Nasdaq Composite	7,510	+0.09%	-2.37%	-0.58%	+22.31%	+8.79%
Nikkei	22,305	+0.15%	-0.94%	+0.60%	+11.34%	-2.02%
Hang Seng	28,955	+2.11%	-1.31%	-5.04%	+12.38%	-3.22%
Shanghai	2,847	+2.17%	-1.47%	-7.41%	-10.81%	-13.90%
Mumbai Sensex	35,423	+1.10%	-0.75%	+0.56%	+14.56%	+4.01%
DAX	12,306	+1.06%	-2.18%	-3.29%	-0.16%	-4.73%
CAC 40	5,324	+0.91%	-1.19%	-2.60%	+3.96%	+0.21%
FTSE 100	7,637	+0.28%	-0.59%	-0.84%	+4.43%	-0.66%
DJ Stoxx 50	3,396	+0.89%	-1.34%	-1.68%	-1.34%	-3.09%
FTSE MIB Index	21,626	+0.90%	-1.20%	-2.19%	+5.06%	-1.04%
SMI Index	8,609	+1.74%	-0.08%	-0.11%	-3.34%	-8.23%
MENA						
Abu Dhabi – ADX	4,621	+1.34%	+1.55%	+0.35%	+3.99%	+5.06%
Dubai – DFM	2,864	+1.54%	-2.21%	-3.36%	-15.34%	-15.00%
Saudi Arabia	8,340	+0.31%	-0.13%	+2.19%	+11.40%	+15.41%
Qatar	9,114	+1.00%	+1.21%	+2.63%	+3.31%	+6.93%
Bahrain	1,314	+0.20%	+0.52%	+3.77%	-0.44%	-1.36%
Kuwait (Premier Market)	4,915	+0.21%	+2.13%	+4.79%	NA	-0.62%
Oman	4,347	-4.91%	-5.36%	-5.64%	-15.04%	-14.75%
Egypt	16,349	+1.06%	+0.02%	-3.87%	+22.04%	+8.85%
Turkey	96,520	+0.30%	+0.70%	-2.67%	-3.90%	-16.31%

Source: Bloomberg

Key data points – MENA/Asia Fixed Income

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
Abu Dhabi Sovereigns									
ADGB 6.75 19	AA	Aa2	USD	8-Apr-19	103.300	-21	2.33	-6	-17
ADGB 2.125 21	AA	N/A	USD	3-May-21	96.800	48	3.32	-3	+2
ADGB 2.5 22	AA	N/A	USD	11-Oct-22	96.000	64	3.52	-1	-1
ADGB 3.125 26	AA	N/A	USD	3-May-26	95.250	93	3.83	-0	-3
ADGB 3.125 27	AA	N/A	USD	11-Oct-27	93.350	107	3.99	-2	+3
ADGB 4.125 47	AA	N/A	USD	11-Oct-47	92.000	169	4.63	-1	+7
ADWA 3.925 20	AA	Aa2	USD	28-Jul-20	100.650	45	3.59	-1	-9
Abu Dhabi Corporates									
ETISLT 2.375 19	AA-	Aa3	USD	18-Jun-19	99.350	47	3.07	-1	+1
ETISLT 1.75 21	AA-	Aa3	EUR	18-Jun-21	104.450	28	0.24	-0	-0
ETISLT 3.5 24	AA-	Aa3	USD	18-Jun-24	98.550	89	3.77	+2	-1
ETISLT 2.75 26	AA-	Aa3	EUR	18-Jun-26	109.750	82	1.44	+0	+4
INTPET 5 20	AA	Aa2	USD	15-Nov-20	103.650	56	3.38	+0	-10
INTPET 5.875 21	AA	Aa2	EUR	14-Mar-21	115.375	24	0.15	-3	-6
INTPET 5.5 22	AA	Aa2	USD	1-Mar-22	106.650	68	3.54	+1	-10
INTPET 3.625 23	AA	Aa2	EUR	30-May-23	113.500	58	0.81	-0	+1
INTPET 6.875 26	AA	Aa2	GBP	14-Mar-26	130.500	105	2.47	+0	-4
INTPET 6.875 41	AA	Aa2	USD	1-Nov-41	129.000	184	4.80	+4	+3
MUBAUH 7.625 19	AA	Aa2	USD	6-May-19	104.200	-5	2.51	+0	-20
MUBAUH 5.5 21	AA	Aa2	USD	20-Apr-21	105.300	65	3.49	+0	-3
MUBAUH 3.25 22	AA	Aa2	USD	28-Apr-22	98.450	82	3.69	+0	-4
MUBAUH 2.75 23	AA	Aa2	USD	11-May-23	94.750	107	3.95	-1	-1
MUBAUH 3 24	AA	Aa2	USD	19-Apr-24	94.750	114	4.03	-1	-2
MUBAUH 3.75 29	AA	Aa2	USD	19-Apr-29	95.150	138	4.32	+1	-5
ADNOUH 3.65 29	AA	N/A	USD	2-Nov-29	92.750	153	4.47	-2	+9
ADNOUH 4.6 47	AA	N/A	USD	2-Nov-47	91.875	233	5.14	-3	+14
DOLNRG 5.888 19	N/A	A2	USD	15-Jun-19	101.550	70	4.19	-0	+62
DOLNRG 5.5 21	N/A	A2	USD	15-Dec-21	105.650	87	3.74	-1	-4
UNITYL 3.86 21	N/A	N/A	USD	30-Nov-21	99.550	114	4.00	+2	+1
TAQAUH 6.25 19	NR	A3	USD	16-Sep-19	103.550	54	3.20	-3	-18
TAQAUH 3.625 21	NR	A3	USD	22-Jun-21	100.000	77	3.62	+1	-13
TAQAUH 5.875 21	NR	A3	USD	13-Dec-21	106.800	89	3.75	+0	-6
TAQAUH 3.625 23	NR	A3	USD	12-Jan-23	98.200	118	4.06	+1	-6
TAQAUH 3.875 24	NR	A3	USD	6-May-24	98.200	134	4.23	-1	-5
TAQAUH 4.375 25	N/A	A3	USD	23-Apr-25	99.350	159	4.49	+1	-2
TAQAUH 4.375 26	NR	A3	USD	22-Jun-26	98.900	164	4.54	+0	-7
TAQAUH 4.875 30	N/A	A3	USD	23-Apr-30	99.900	195	4.89	+4	+3
TAQAUH 6.5 36	NR	A3	USD	27-Oct-36	116.125	218	5.13	+4	+4
RPCUH 6 36	A-	A3	USD	31-Aug-36	108.000	228	5.31	+5	+17
ALDAR 4.348 18	BBB	Baa2	USD	3-Dec-18	100.600	42	2.86	-1	-3

Source: FAB

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
Abu Dhabi Financials									
FABUH 3 19	AA-	Aa3	USD	13-Aug-19	99.950	41	3.04	-1	-7
FABUH 2.25 20	AA-	Aa3	USD	11-Feb-20	98.350	57	3.32	-1	-9
FABUH 3 22	AA-	Aa3	USD	30-Mar-22	97.350	90	3.77	+0	-3
FABUH 3.625 23	N/A	Aa3	USD	5-Mar-23	99.150	94	3.82	-1	-4
UNBUH 2.75 21	N/A	A1	USD	5-Oct-21	96.800	94	3.81	+2	-15
UNBUH 4 23	N/A	A1	USD	13-Mar-23	99.150	132	4.20	-1	-10
ADCBUH 3 19	A	NR	USD	4-Mar-19	99.875	68	3.19	-1	-5
ADCBUH 2.75 19	A	NR	USD	16-Sep-19	99.300	68	3.35	+1	-6
ADCBUH 2.625 20	A	N/A	USD	10-Mar-20	98.500	80	3.55	+2	-6
ADCBUH 4.5 23	A-	NR	USD	6-Mar-23	100.850	142	4.30	+0	-13
ALHILA 3.267 18	N/A	A2	USD	8-Oct-18	100.100	47	2.85	-10	-14
FABUH 3.25 19	N/A	Aa3	USD	14-Jan-19	100.250	28	2.77	+21	+8
FABUH 2.625 20	N/A	Aa3	USD	24-Feb-20	98.750	66	3.42	+3	-8
Qatar Sovereigns									
QATAR 6.55 19	AA-	Aa3	USD	9-Apr-19	103.000	0	2.54	-9	-17
QATAR 5.25 20	AA-	Aa3	USD	20-Jan-20	103.050	47	3.21	-5	-15
QATDIA 5 20	AA-	Aa3	USD	21-Jul-20	102.800	78	3.57	+1	-2
QATAR 2.375 21	AA-	Aa3	USD	2-Jun-21	96.600	77	3.62	-2	-16
QATAR 4.5 22	AA-	Aa3	USD	20-Jan-22	102.450	89	3.75	-4	-10
QATAR 3.241 23	AA-	Aa3	USD	18-Jan-23	97.750	90	3.79	-3	-6
QATAR 3.875 23	AA-	Aa3	USD	23-Apr-23	100.050	98	3.86	-2	-2
QATAR 3.25 26	AA-	Aa3	USD	2-Jun-26	94.250	121	4.11	-1	-11
QATAR 4.5 28	AA-	Aa3	USD	23-Apr-28	101.150	143	4.35	+1	-9
QATAR 9.75 30	AA-	Aa3	USD	15-Jun-30	146.250	172	4.66	+1	-1
QATAR 6.4 40	AA-	Aa3	USD	20-Jan-40	118.750	202	4.97	-1	-7
QATAR 5.75 42	AA-	Aa3	USD	20-Jan-42	111.000	200	4.95	-1	-5
QATAR 4.625 46	AA-	Aa3	USD	2-Jun-46	95.875	196	4.90	-1	-5
QATAR 5.103 48	AA-	Aa3	USD	23-Apr-48	100.000	217	5.10	-1	-2
Qatar Corporates									
RASGAS 6.75 19	A	A1	USD	30-Sep-19	104.250	54	3.21	-0	-6
QTELQD 3.039 18	A-	A2	USD	3-Dec-18	99.950	72	3.15	-1	+2
QTELQD 7.875 19	A-	A2	USD	10-Jun-19	104.500	34	2.93	+2	-17
QTELQD 4.75 21	A-	A2	USD	16-Feb-21	102.800	78	3.62	+2	-8
QTELQD 3.25 23	A-	A2	USD	21-Feb-23	96.650	117	4.05	+3	-4
QTELQD 5 25	A-	A2	USD	19-Oct-25	103.100	160	4.50	+2	-0
QTELQD 3.75 26	A-	A2	USD	22-Jun-26	95.000	160	4.50	+1	+1
QTELQD 3.875 28	A-	A2	USD	31-Jan-28	94.700	164	4.56	+1	+2
QTELQD 4.5 43	A-	A2	USD	31-Jan-43	95.000	190	4.85	+3	+1
Qatar Financials									
QNBK 2.75 18	A	Aa3	USD	31-Oct-18	99.900	63	3.05	+10	+15
QNBK 2.875 20	N/A	Aa3	USD	29-Apr-20	98.650	88	3.65	+1	-4
QNBK 2.125 21	A	Aa3	USD	7-Sep-21	94.750	104	3.90	-0	-11
QIBKQD 2.754 20	N/A	N/A	USD	27-Oct-20	97.350	115	3.96	-4	-22
QIBKQD 3.251 22	N/A	N/A	USD	23-May-22	96.100	148	4.35	-2	-11
COMQAT 2.875 19	BBB+	A3	USD	24-Jun-19	99.350	96	3.56	+4	-15

Source: FAB

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
Qatar Financials									
COMQAT 7.5 19	BBB	Baa3	USD	18-Nov-19	104.500	139	4.08	-12	-50
COMQAT 3.25 21	BBB+	A3	USD	13-Jun-21	97.000	150	4.35	-9	-26
ALKHAL 3.25 18	N/A	N/A	USD	22-Oct-18	100.000	84	3.23	-5	+12
INTBOQ 3.5 20	N/A	A2	USD	25-Nov-20	99.000	112	3.94	-1	-6
ABQKQD 3.625 21	N/A	A2	USD	13-Apr-21	97.875	161	4.45	+2	+1
ABQKQD 3.5 22	N/A	A2	USD	22-Feb-22	96.000	184	4.71	-1	-9
Saudi Sovereigns									
KSA 2.375 21	N/A	A1	USD	26-Oct-21	96.100	77	3.64	-0	-2
KSA 2.894 22	N/A	A1	USD	20-Apr-22	97.250	80	3.68	-3	-5
KSA 2.875 23	N/A	A1	USD	4-Mar-23	96.250	88	3.76	-5	-5
KSA 4 25	N/A	A1	USD	17-Apr-25	99.600	117	4.07	-7	-9
KSA 3.25 26	N/A	A1	USD	26-Oct-26	93.850	122	4.13	-4	-10
KSA 3.628 27	N/A	A1	USD	20-Apr-27	96.500	119	4.11	-2	-6
KSA 3.625 28	N/A	A1	USD	4-Mar-28	95.200	131	4.23	-5	-9
KSA 4.5 30	N/A	A1	USD	17-Apr-30	100.150	154	4.48	-7	-7
KSA 4.5 46	N/A	A1	USD	26-Oct-46	92.750	204	4.98	-7	-3
KSA 4.625 47	N/A	A1	USD	4-Oct-47	93.500	212	5.05	-11	-7
KSA 5 49	N/A	A1	USD	17-Apr-49	97.625	222	5.15	-11	-6
Saudi Corporates									
SECO 4.211 22	A-	A2	USD	3-Apr-22	101.650	86	3.73	-2	-7
SECO 3.473 23	A-	A2	USD	8-Apr-23	98.400	96	3.84	-5	-16
SECO 4 24	A-	A2	USD	8-Apr-24	100.100	109	3.98	-3	-11
SECO 5.06 43	A-	A2	USD	8-Apr-43	97.500	229	5.24	+1	-3
SECO 5.5 44	A-	A2	USD	8-Apr-44	102.375	238	5.33	+1	-0
SABIC 2.625 18	A-	A1	USD	3-Oct-18	99.900	63	3.02	-2	+4
SABIC 2.75 20	A-	A1	EUR	20-Nov-20	105.950	37	0.24	-2	-9
DARALA 6.5 19	NR	B1	USD	28-May-19	101.750	191	4.48	+0	+50
DARALA 6.875 22	N/A	B1	USD	10-Apr-22	96.000	526	8.12	+9	+95
DARALA 6.875 23	N/A	B1	USD	21-Mar-23	95.000	530	8.17	+10	+61
Bahrain Sovereigns									
BHRAIN 6.273 18	B+	N/A	USD	22-Nov-18	100.500	248	4.90	-161	+85
BHRAIN 5.5 20	B+	NR	USD	31-Mar-20	99.250	320	5.96	-269	-13
BHRAIN 5.875 21	B+	N/A	USD	26-Jan-21	99.000	348	6.30	-244	-54
BHRAIN 6.125 22	B+	N/A	USD	5-Jul-22	98.000	383	6.70	-236	-58
BHRAIN 6.125 23	B+	N/A	USD	1-Aug-23	97.250	389	6.77	-227	-67
BHRAIN 5.624 24	B+	N/A	USD	12-Feb-24	96.500	349	6.38	-94	-21
BHRAIN 5.25 25	0	N/A	USD	20-Mar-25	92.500	376	6.65	-102	+2
BHRAIN 7 26	B+	N/A	USD	26-Jan-26	94.250	513	8.03	-125	-15
BHRAIN 7 28	B+	N/A	USD	12-Oct-28	90.500	548	8.40	-134	-20
BHRAIN 6.75 29	B+	N/A	USD	20-Sep-29	88.000	549	8.42	-128	-32
BHRAIN 6 44	B+	N/A	USD	19-Sep-44	79.500	492	7.86	-108	-12
BHRAIN 7.5 47	B+	N/A	USD	20-Sep-47	87.500	575	8.68	-115	-23
Bahrain Corporates									
MUMTAK 4 21	B+	N/A	USD	25-Nov-21	90.750	426	7.12	-69	+96
BATELC 4.25 20	B+	N/A	USD	1-May-20	96.000	384	6.61	-33	+57
OILGAS 7.5 27	N/A	N/A	USD	25-Oct-27	90.000	620	9.11	-68	+62

Source: FAB

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
Bahrain Financials									
AUBBI 6.875 PERP	N/A	N/A	USD	Perpetual	101.125	342	7.99	+1	+25
BBK 3.5 20	N/A	B1	USD	24-Mar-20	96.000	322	5.98	-7	+53
GULINT 3.5 22	N/A	Baa1	USD	25-Mar-22	96.225	175	4.61	+1	-6
Dubai Sovereigns									
DUGB 7.75 20	N/A	N/A	USD	5-Oct-20	108.950	77	3.57	+1	-7
DEWAAE 7.375 20	N/A	Baa1	USD	21-Oct-20	108.625	62	3.43	-2	-7
DUGB 5.591 21	N/A	N/A	USD	22-Jun-21	104.800	101	3.86	-1	-6
DUGB 6.45 22	N/A	N/A	USD	2-May-22	109.000	102	3.89	+0	-10
DUGB 3.875 23	N/A	N/A	USD	30-Jan-23	100.100	97	3.85	+1	-16
DUGB 5 29	N/A	N/A	USD	30-Apr-29	101.750	186	4.79	+1	-2
DUGB 5.25 43	N/A	N/A	USD	30-Jan-43	92.000	292	5.87	-6	+2
Dubai Corporates									
INVCOR 3.508 20	N/A	N/A	USD	21-May-20	99.600	95	3.73	-0	-17
INVCOR 4.625 24	N/A	N/A	USD	21-May-24	98.750	199	4.87	+2	-8
INVCOR 5 27	N/A	N/A	USD	1-Feb-27	99.800	212	5.03	+3	-8
MAFUAE 5.25 19	BBB	N/A	USD	5-Jul-19	101.900	69	3.30	+2	+3
MAFUAE 4.75 24	BBB	N/A	USD	7-May-24	101.450	158	4.46	+5	-0
MAFUAE 4.5 25	BBB	N/A	USD	3-Nov-25	101.300	139	4.29	+5	+7
DPWDU 3.25 20	N/A	Baa2	USD	18-May-20	99.450	78	3.56	-1	-12
DPWDU 3.908 23	N/A	Baa2	USD	31-May-23	99.150	122	4.10	+2	-2
DPWDU 6.85 37	NR	Baa2	USD	2-Jul-37	114.500	265	5.60	+4	+35
KHDRWY 2.471 25	N/A	N/A	USD	31-Mar-25	96.375	107	3.07	+12	+1
EMIRAT 3.875 23	N/A	N/A	USD	19-Mar-23	99.350	147	4.03	+1	-2
EMIRAT 4.5 25	N/A	N/A	USD	6-Feb-25	99.200	203	4.64	+4	+0
FLYDU 3.776 19	N/A	N/A	USD	26-Nov-19	100.200	92	3.63	-2	-9
EMAAR 6.4 19	BBB-	Baa3	USD	18-Jul-19	103.250	57	3.19	-2	-15
EMAARM 4.564 24	BBB-	Baa2	USD	18-Jun-24	99.900	170	4.58	+2	-7
EMAAR 3.635 26	BBB-	Baa3	USD	15-Sep-26	92.250	188	4.79	+1	-1
DIFCAE 4.325 24	BBB	N/A	USD	12-Nov-24	101.150	123	4.12	+2	+2
JAFZSK 7 19	N/A	Baa2	USD	19-Jun-19	103.600	54	3.14	-5	-19
DICUH 4.291 19	BB+	N/A	USD	20-Feb-19	100.050	168	4.20	+7	+29
DAMACR 4.97 19	BB	N/A	USD	9-Apr-19	100.250	208	4.62	-22	-51
DAMACR 6.25 22	BB	N/A	USD	20-Apr-22	96.000	461	7.48	-2	-19
DAMACR 6.625 23	BB	N/A	USD	18-Apr-23	94.500	515	8.03	+1	-6
Dubai Financials									
HSBC 2.75 19	N/A	A3	USD	1-Oct-19	99.450	53	3.20	-3	-3
NOORBK 2.788 20	N/A	N/A	USD	28-Apr-20	98.250	102	3.79	+1	-1
NOORBK 4.471 23	N/A	N/A	USD	24-Apr-23	100.050	158	4.46	+2	-3
EBIUH 3.25 19	N/A	A3	USD	19-Nov-19	99.950	59	3.29	+1	-12
EBIUH 3 20	N/A	A3	USD	6-May-20	99.200	68	3.45	-1	-4
EBIUH 1.75 22	N/A	A3	EUR	23-Mar-22	103.050	84	0.91	+1	+3
EIBUH 3.542 21	N/A	N/A	USD	31-May-21	99.750	78	3.63	+1	-9
DIBUH 2.921 20	N/A	A3	USD	3-Jun-20	98.500	96	3.74	-2	-5
DIBUH 3.6 21	N/A	A3	USD	30-Mar-21	98.850	121	4.05	-3	-5
DIBUH 3.664 22	N/A	A3	USD	14-Feb-22	97.850	144	4.31	+1	-4
DIBUH 3.625 23	N/A	A3	USD	6-Feb-23	96.750	153	4.41	+1	+2
CBDUH 4 20	N/A	Baa1	USD	17-Nov-20	100.550	94	3.75	-1	-10

Source: FAB

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
Oman									
OMAN 3.625 21	BB	Baa3	USD	15-Jun-21	97.000	188	4.73	-5	+7
OMAN 3.875 22	BB	Baa3	USD	8-Mar-22	96.100	218	5.05	-5	+19
OMANGS 4.397 24	N/A	Baa3	USD	1-Jun-24	94.125	269	5.58	-1	+10
OMAN 4.75 26	BB	Baa3	USD	15-Jun-26	91.875	315	6.05	-5	+27
OMAN 5.375 27	BB	Baa3	USD	8-Mar-27	94.750	326	6.16	-8	+31
OMAN 5.625 28	N/A	Baa3	USD	17-Jan-28	94.500	349	6.40	+1	+37
OMAN 6.5 47	BB	Baa3	USD	8-Mar-47	90.000	440	7.34	-6	+37
BKMBOM 3.75 21	BB	Baa3	USD	3-May-21	97.600	182	4.66	-1	-2
BKMBOM 4.875 23	N/A	Baa3	USD	14-Mar-23	99.500	212	4.99	-1	-28
NBOBOM 3.125 19	N/A	Baa3	USD	7-Oct-19	98.800	144	4.11	-4	-7
NBOBOM 7.875 PERP	N/A	N/A	USD	Perpetual	103.250	394	8.58	+7	+3
OMGRID 3.958 25	BB	Baa3	USD	7-May-25	88.000	324	6.13	+3	+21
OMGRID 5.196 27	N/A	Baa3	USD	16-May-27	92.375	342	6.33	+3	+27
MAZOOM 5.2 27	N/A	Baa3	USD	8-Nov-27	95.250	295	5.87	+2	+17
BKDBOM 6.85 PERP	N/A	N/A	USD	Perpetual	98.625	485	7.96	-15	+0
OTELOM 5.625 23	N/A	Baa3	USD	24-Oct-23	98.550	306	5.95	+3	+16
OTELOM 6.625 28	N/A	Baa3	USD	24-Apr-28	95.250	439	7.31	+2	+39
Kuwait									
KUWIB 2.75 22	AA	N/A	USD	20-Mar-22	97.450	62	3.49	-5	+0
KUWIB 3.5 27	AA	N/A	USD	20-Mar-27	97.450	94	3.85	-4	-4
KWIPKK 4.8 19	BBB-	Baa3	USD	5-Feb-19	100.800	89	3.40	+2	-6
KWIPKK 9.375 20	BBB-	Baa3	USD	15-Jul-20	110.000	139	4.18	+3	+11
KWIPKK 5 23	BBB-	Baa3	USD	15-Mar-23	99.875	215	5.03	+11	+22
KWIPKK 4.5 27	BBB-	Baa3	USD	23-Feb-27	93.550	254	5.45	+2	+21
NTBKkk 2.75 22	N/A	Aa3	USD	30-May-22	95.700	108	3.95	-1	-0
ALAHKW 3.5 22	N/A	A2	USD	5-Apr-22	97.375	139	4.26	-1	-8
NTBKkk 5.75 PERP	N/A	Baa3	USD	Perpetual	100.750	261	6.75	-5	-10
BGBKkk 3.125 21	N/A	A3	USD	14-Sep-21	96.750	136	4.22	+1	-3
UAE (Other)									
SHARSK 3.839 21	BBB+	A3	USD	27-Jan-21	100.600	76	3.59	-1	-5
SHARSK 3.764 24	BBB+	A3	USD	17-Sep-24	98.600	113	4.02	+0	+0
RAKS 3.297 18	A	N/A	USD	21-Oct-18	100.100	54	2.93	-5	-4
RAKS 3.094 25	N/A	N/A	USD	31-Mar-25	93.750	127	4.17	+2	+4
SIB 2.843 20	N/A	A3	USD	17-Mar-20	98.900	76	3.51	-3	-16
SIB 3.084 21	N/A	A3	USD	8-Sep-21	97.800	96	3.83	-0	-5
SIB 4.231 23	N/A	A3	USD	18-Apr-23	99.850	138	4.26	-4	-7
BOSUH 3.374 20	N/A	N/A	USD	8-Jun-20	98.650	133	4.11	-3	+3
BOSUH 4.23 22	N/A	N/A	USD	7-Mar-22	97.600	208	4.95	-1	-1
RAKBNK 3.25 19	N/A	Baa1	USD	24-Jun-19	99.800	86	3.46	+6	+9

Source: FAB

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
NORTH AFRICA									
EGYPT 5.75 20	B	B3	USD	29-Apr-20	101.625	203	4.80	+26	+37
EGYPT 6.125 22	N/A	B3	USD	31-Jan-22	98.875	361	6.48	+18	+71
EGYPT 5.577 23	B	B3u	USD	21-Feb-23	95.250	391	6.79	+8	+78
EGYPT 5.875 25	B	B3	USD	11-Jun-25	93.375	421	7.10	+15	+70
EGYPT 4.75 26	B	B3	EUR	16-Apr-26	92.500	541	5.98	+12	+89
EGYPT 7.5 27	N/A	B3	USD	31-Jan-27	99.125	473	7.64	+13	+90
EGYPT 6.588 28	B	B3u	USD	21-Feb-28	92.625	477	7.68	+11	+79
EGYPT 5.625 30	B	B3	EUR	16-Apr-30	90.750	588	6.79	+15	+80
EGYPT 6.875 40	B	B3	USD	30-Apr-40	86.000	532	8.27	+16	+85
EGYPT 8.5 47	N/A	B3	USD	31-Jan-47	98.125	574	8.68	+23	+81
EGYPT 7.903 48	B	B3u	USD	21-Feb-48	92.000	572	8.66	+15	+81
JORDAN 6.125 26	B+	B1	USD	29-Jan-26	97.000	374	6.64	+0	+12
JORDAN 5.75 27	B+	B1	USD	31-Jan-27	93.000	393	6.84	-1	+23
JORDAN 7.375 47	B+	B1	USD	10-Oct-47	92.250	513	8.07	+3	+22
HIKLN 4.25 20	BB+	Ba1	USD	10-Apr-20	99.500	178	4.55	+12	-26
BTUN 5.75 25	N/A	B2	USD	30-Jan-25	88.500	515	8.04	+13	+62
BTUN 8.25 27	NR	B2	USD	19-Sep-27	108.000	414	7.05	+5	+18
BTUN 4.5 20	NR	B2	EUR	22-Jun-20	103.500	283	2.65	+1	+32
MOROC 4.25 22	BBB-	N/A	USD	11-Dec-22	99.875	140	4.28	+3	+11
MOROC 5.5 42	BBB-	N/A	USD	11-Dec-42	102.000	240	5.35	+3	+16
MOROC 4.5 20	BBB-	N/A	EUR	5-Oct-20	109.000	62	0.48	-2	+5
MOROC 3.5 24	BBB-	N/A	EUR	19-Jun-24	109.500	143	1.80	-2	+20
OCPMR 5.625 24	BBB-	N/A	USD	25-Apr-24	102.500	224	5.12	-1	+5
OCPMR 4.5 25	BBB-	N/A	USD	22-Oct-25	95.500	235	5.25	+2	+13
OCPMR 6.875 44	BBB-	N/A	USD	25-Apr-44	105.250	351	6.45	+4	+23

Source: FAB

Security	S&P	Moody's	Ccy	Maturity Date	Mid Px	Mid Zsp	Mid Yield	Wk Chng	Mth Chng
ASIA SUKUK									
GBHK 2.005 19	AA+	Aa2	USD	18-Sep-19	98.937	24	2.91	-1	+6
GBHK 1.894 20	AA+	Aa2	USD	3-Jun-20	98.043	17	2.95	-3	+4
GBHK 3.132 27	AA+	N/A	USD	28-Feb-27	96.938	63	3.55	+2	+4
INDOIS 6.125 19	BBB-	Baa2	USD	15-Mar-19	102.175	41	2.93	+6	-14
INDOIS 3.4 21	BBB-	Baa2	USD	29-Mar-21	99.125	90	3.74	+5	-13
INDOIS 3.3 22	BBB-	Baa2	USD	21-Nov-22	96.750	124	4.12	+1	+2
INDOIS 3.4 22	N/A	Baa2	USD	29-Mar-22	97.750	119	4.05	+2	+1
INDOIS 4.35 24	N/A	Baa2	USD	10-Sep-24	99.750	151	4.40	+4	+6
INDOIS 4.325 25	BBB-	Baa2	USD	28-May-25	99.276	156	4.45	+5	+1
INDOIS 4.55 26	BBB-	Baa2	USD	29-Mar-26	99.625	171	4.61	+8	+9
INDOIS 4.15 27	N/A	Baa2	USD	29-Mar-27	96.625	171	4.62	+6	+7
MALAYS 4.646 21	A-	A3	USD	6-Jul-21	103.459	57	3.42	+0	+15
MALAYS 3.043 25	A-	A3	USD	22-Apr-25	95.321	94	3.83	+7	+21
MALAYS 3.179 26	A-	A3	USD	27-Apr-26	95.241	99	3.89	+8	+21
PETMK 2.707 20	A-	A1	USD	18-Mar-20	98.952	59	3.34	-2	+6
SIMEMK 3.29 23	NR	Baa1	USD	29-Jan-23	96.329	130	4.18	+0	+4

Source: FAB

Overnight market headlines

Global News

- US consumer prices accelerated in May, core PCE hits Fed's 2% target for the first time in 6 years
- US consumer spending slows in May; consumer sentiment gains slightly in June, but falls below expectations
- Canada hits back at US on tariffs, says it will not back down; Trump says he wants to wait until after the midterms to sign NAFTA deal
- China commerce minister says will significantly widen market access, oppose any kind of protectionism
- China's Caixin PMI shows manufacturing sector growth ebbs in June as export orders shrink
- Japan June manufacturing PMI shows growth but export orders contract
- Asia stocks dip, while yuan on retreat again; dollar heads higher and 10-year treasury yield steady at 2.86%; Oil declines after Trump calls for production increases

Middle East & Africa News

- Saudi Arabia GDP grows 1.2% on year in first quarter
- Bahrain central bank's net foreign assets fall in May
- Oil boosts Gulf stocks, Saudi REITs soar, Eshraq jumps in Abu Dhabi
- IMF approves \$2.02bn payment to Egypt as part of \$12bn loan
- Kenya's economic growth gathers pace in first quarter

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