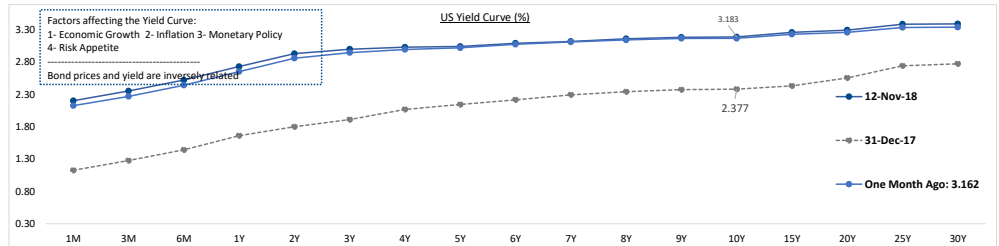
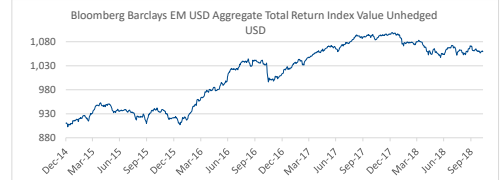
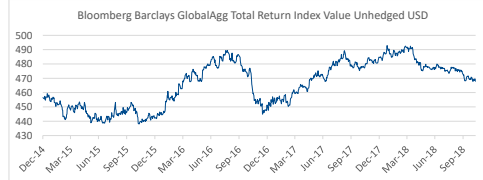


- During last week, developed sovereign yields started off stable to higher in anticipation of the U.S. midterm elections as well as the FED meeting. Afterwards, yields moved slightly higher after the FED's meeting and strong PPI data. Yields, however, closed the week lower on rising political fears in the EU. The U.S. and Germany's 10-year yields closed the week lower by 3bps, at 2.18% and 0.40%, respectively. Meanwhile, Japan's 10-year yield closed the week flat, at 0.12%.
- The midterm elections split the U.S. political power between the two biggest parties. Democrats will control the House, while Republicans should retain the Senate. Such an outcome might eliminate any hopes for further tax cuts for the middle-income segment as Democrats will highly oppose such a move aimed at ballooning the budget deficit. Additionally, Democrats would create serious pain for President Trump in the coming period, but without significantly affecting the President's power. Markets were highly anticipating such results, therefore yields barely moved after the results.
- The FED concluded its meeting by maintaining rates unchanged, in a range of 2.0% to 2.25%, and paved the way for another rate hike next month. The statement did not actually add any material changes, except that household spending remained robust, whilst fixed business investments had eased from their strong pace earlier in the year. Interestingly, the FED did not come to mention anything about the recent market troubles, indicating that it is not quite worried about global financial markets. Yields moved slightly higher after the meeting and the U.S. yield curve became somewhat flatter.
- Nightmares are still haunting the old continent and apparently, those bad dreams will not fade away anytime soon. In the UK, May's position is worsening after the transportation minister resigned and demanded a new Brexit referendum. In Italy, the populist government is not showing any signs of back down on its proposed budget, indicating further standoffs with its fellow EU countries. Unfortunately, these events are adversely affecting markets, as developed sovereign yields dropped after the news hit the wire.
- In the EM space, currencies were stable overall last week. Bond prices, however, were under slight pressure due to weak oil prices and the renewed sell-off in global financial markets. Turkey's government bond prices continued their upward swing and spreads became tighter. Latin America's bonds closed the week almost unchanged. Mexico bonds remained under severe pressure during last week. GCC spreads moved wider on low oil prices, while Jordan and Egypt's government bonds are still facing some headwinds.
- On the news front, the Turkish government continued to unfold new measures to alter the economic woes, wherein the government will buy unsold real estate at a discount to market prices, and sellers must use 70% of the proceeds to repay bank debt. Egypt's annual headline inflation accelerated to 17.5% in October from 16.0% in September. S&P affirmed Egypt's 'B/B' rating with a stable outlook. S&P also affirmed Oman's 'BB/B' long- and short-term foreign and local currency sovereign credit rating with a stable outlook. Meanwhile, Moody's affirmed Jordan's B1 rating with a stable outlook.
- The upcoming week will include the release of plenty of economic indicators, such as global inflation data, U.S. retail sales data, Germany & Japan GDP data, China industrial data and UK unemployment data. In the meantime, we still advise our investors to bet on the short and medium ends of the curve

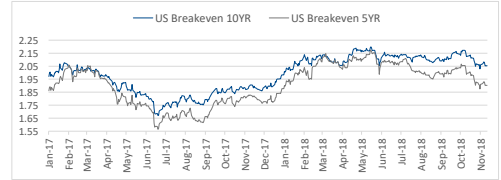
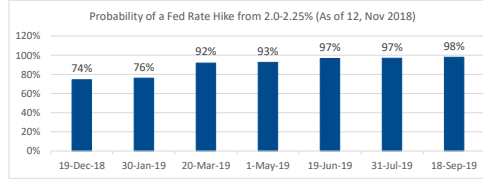
USA	Actual	Forecast	Previous
US Markit Composite PMI (Oct)	54.9	54.8	54.8
US Services PMI (Oct)	58.4	54.7	54.7
US ISM Non-Manufacturing Employment	59.70	62.40	62.40
US ISM Non-Manufacturing PMI (Oct)	60.3	59.30	61.60
US JOLTs Job Openings (Sep)	7,009M	7.1M	7.29M
US API Weekly Crude Oil Stock	7.830M	5,700M	5,700M
US Crude Oil Inventories	5.783M	2.433M	3.217M
US Initial Jobless Claims	214K	214K	215K
US Fed Interest Rate Decision	2.25%	2.25%	2.25%
US PPI (MoM) (Oct)	0.60%	0.20%	0.20%
US Michigan Consumer Expectations	88.7	88.6	89.3
U.S. Baker Hughes Oil Rig Count	886	874	874



Europe	Actual	Forecast	Previous
German Factory Orders (MoM) (Sep)	0.30%	-0.40%	2.50%
German Services PMI (Oct)	54.7	53.60	54.00
German Industrial Production	0.20%	0.10%	0.10%
German Exports (MoM) (Sep)	-0.80%	0.30%	0.10%
German Imports (MoM) (Sep)	-0.40%	0.8%	2.4%
German Trade Balance (Sep)	17.6B	18B	18.2B
French Services PMI (Oct)	55.30	55.60	55.60
Spanish Unemployment Change	52.2K	20.4K	20.4K
Spanish Services PMI (Oct)	54	51.90	0.53
Italian Services PMI (Oct)	49.20	52.10	53.30
UK Services PMI (Oct)	52.20	53.3	53.90
UK BRC Retail Sales Monitor	0.10%	0.60%	-0.20%
UK GDP (QoQ) (Q3)	0.60%	0.60%	0.4%
UK Manufacturing Production	0.2%	0.10%	-0.1%
EU Markit Composite PMI (Oct)	53.1	52.7	53.70
EU Services PMI (Oct)	53.7	53.3	53.30
EU Retail Sales (MoM) (Sep)	0.00%	0.10%	0.30%



Asia	Actual	Forecast	Previous
China FX Reserves (USD)	3,050T	3,087T	3,087T
China Exports (YoY) (Oct)	15.60%	11%	14.50%
China Imports (YoY) (Oct)	21.40%	14%	14.30%
China Trade Balance (USD) (Oct)	34.02B	35.00B	31.7B
China CPI (YoY) (Oct)	2.50%	2.50%	2.50%
China PPI (YoY) (Oct)	3.30%	3.30%	3.60%
Japan Household Spending	-1.60%	1.60%	2.80%
Japan Foreign Reserves (USD) (Oct)	1,252.9B	1,259.7B	1,259.7B
Japan Adjusted Current Account	1.33T	1.36T	1.43T
Japan Current Account n.s.a. (Sep)	1.822T	1.773T	1.838T
Japan PPI (YoY) (Oct)	2.90%	2.80%	3.00%



Date	Event
13-Nov-18	UK Average Earnings Index + Bonus (Sep)
14-Nov-18	German GDP (QoQ) (Q3)
14-Nov-18	US Core CPI (MoM) (Oct)
15-Nov-18	US Philadelphia Fed Manufacturing Index
16-Nov-18	EU CPI (YoY) (Oct)

The yield spread figure is the difference between two key interest rates. Spreads usually indicate the likelihood of a recession or a recovery. Spreads are also used to gauge the extent of market risk-taking and business confidence. For example, a narrowing spread between the 2 and 10 treasury yields indicates a flattening yield curve, while a widening one implies steepness in the curve. If the spread between a US treasury and a high yield bond is widening, it indicates that credit risk perception of lower quality bonds is increasing in the market. If the spread between an investment grade bond and a US treasury is declining, it indicates that the perception of credit risk is declining, and investors are positive on economic activity in general. US 5yr & 10yr Breakeven. The rates are United States breakeven inflation rates. They are calculated by subtracting the real yield of the inflation linked maturity curve from the yield of the closest nominal Treasury maturity. The result is the implied inflation rate for the term of the stated maturity.

## General Fixed Income List

Security Name	Country of Risk	Industry Group	Maturity	Credit Rating	Ask YTM %	Ask Price	Price Change % WTD	Duration	Ask Z-Spread (bp)	Coupon %	Next Coupon Payment	Shari'ah Compliant	Min Piece
REPUBLIC OF ARGENTINA	ARGENTINA	Sovereign	4/22/2021	B	8.15	97.22	-0.10	2.18	502.14	6.875	4/22/2019	N	150,000
CB B INTL SUKUK FIVE	BAHRAIN	Sovereign	2/12/2024	B+	5.91	98.70	0.00	4.41	273.73	5.624	2/12/2019	Y	200,000
KINGDOM OF SAUDI ARABIA	BAHRAIN	Sovereign	10/12/2028	B+	7.13	99.07	-0.04	7.00	389.60	7.000	4/12/2019	N	200,000
KINGDOM OF SAUDI ARABIA	BAHRAIN	Sovereign	1/26/2021	B+	5.58	100.58	0.01	2.00	246.19	5.875	1/26/2019	N	200,000
KINGDOM OF SAUDI ARABIA	BAHRAIN	Sovereign	1/26/2026	B+	6.78	101.20	0.11	5.48	358.84	7.000	1/26/2019	N	200,000
CENT ELET BRASILEIRAS SA	BRAZIL	Electric	10/27/2021	BB-	5.38	101.00	0.00	2.68	221.92	5.750	4/27/2019	N	200,000
HIKMA PHARMACEUTICALS PL	BRITAIN	Pharmaceuticals	4/10/2020	BB+	4.37	99.84	0.00	1.34	132.81	4.250	4/10/2019	N	200,000
DIB SUKUK LTD	CAYMAN ISLANDS	Banks	3/30/2021	A-	4.03	99.03	0.03	2.24	90.25	3.600	3/30/2019	Y	200,000
EIB SUKUK LTD	CAYMAN ISLANDS	Banks	5/31/2021	NR	3.75	98.50	0.07	2.37	60.75	3.542	11/30/2018	Y	200,000
ALPHA STAR HOLDING LTD	CAYMAN ISLANDS	Real Estate	4/9/2019	NR	4.27	100.27	0.01	0.39	151.67	4.970	4/9/2019	Y	200,000
EMBRAER OVERSEAS LTD	CAYMAN ISLANDS	Aerospace/Defense	9/16/2023	BBB-	4.33	105.90	0.05	4.19	115.65	5.696	3/16/2019	Y	2,000
LAMAR FUNDING LTD	CAYMAN ISLANDS	Electric	5/7/2025	BB+	6.17	88.33	-0.01	5.54	298.29	3.958	5/7/2019	N	200,000
SAUDI ELEC GLOBAL SUKUK	CAYMAN ISLANDS	Electric	4/8/2024	A-	4.29	98.64	0.16	4.78	110.80	4.000	4/8/2019	Y	200,000
UNITY 1 SUKUK LIMITED	CAYMAN ISLANDS	Airlines	11/30/2021	NR	4.09	99.35	0.05	2.79	92.32	3.860	11/30/2019	Y	200,000
ADCB FINANCE CAYMAN LTD	CAYMAN ISLANDS	Banks	3/6/2023	A-	4.38	100.48	-0.11	3.85	120.25	4.500	3/6/2019	N	200,000
CODELCO INC	CHILE	Mining	9/16/2025	A	4.51	99.96	0.00	5.79	131.20	4.500	3/16/2019	N	200,000
CODELCO INC	CHILE	Mining	7/17/2022	A	3.90	96.95	0.02	3.40	72.69	3.000	1/17/2019	N	200,000
ARAB REPUBLIC OF EGYPT	EGYPT	Sovereign	1/31/2022	B-	6.27	99.56	-0.03	2.82	310.51	6.125	1/31/2019	N	200,000
ARAB REPUBLIC OF EGYPT	EGYPT	Sovereign	1/31/2027	B-	7.60	99.35	-0.14	5.91	439.70	7.500	1/31/2019	N	200,000
ARAB REPUBLIC OF EGYPT	EGYPT	Sovereign	1/31/2047	B-	8.78	97.10	0.00	10.14	549.12	8.500	1/31/2019	N	200,000
ADECOGRO SA	LUXEMBOURG	Agriculture	9/21/2027	BB	7.78	88.75	0.00	6.53	456.00	6.000	3/21/2019	N	150,000
REPUBLIC OF IRAQ	IRAQ	Sovereign	3/9/2023	B-	7.08	98.80	-0.08	3.64	390.61	6.752	3/9/2019	N	200,000
KINGDOM OF JORDAN	JORDAN	Sovereign	10/10/2047	B+	8.18	91.11	-0.08	11.08	489.32	7.375	4/10/2019	N	200,000
KINGDOM OF JORDAN	JORDAN	Sovereign	1/29/2026	B+	6.80	96.22	-0.09	5.60	359.91	6.125	1/29/2019	N	200,000
KINGDOM OF JORDAN	JORDAN	Sovereign	1/31/2027	B+	6.95	92.58	0.17	6.25	373.90	5.750	1/31/2019	N	200,000
PETROBRAS GLOBAL FINANCE	NETHERLANDS	Oil&Gas	5/20/2023	BB-	5.00	97.49	0.00	3.95	182.88	4.375	11/20/2018	N	2,000
BRASKEM NETHERLANDS	NETHERLANDS	Chemicals	1/10/2023	BBB-	4.80	95.14	0.00	3.76	162.55	3.500	1/10/2019	N	200,000
PETROBRAS GLOBAL FINANCE	NETHERLANDS	Oil&Gas	1/27/2025	BB-	6.06	96.10	0.00	5.11	287.96	5.299	1/27/2019	N	2,000
PETROBRAS GLOBAL FINANCE	NETHERLANDS	Oil&Gas	1/27/2028	BB-	6.57	96.12	0.00	6.80	333.92	5.999	1/27/2019	N	2,000
EQUATE PETROCHEMICAL BV	NETHERLANDS	Chemicals	11/3/2026	BBB	4.67	97.20	0.00	6.66	146.66	4.250	5/3/2019	N	200,000
ELECTRICITE DE FRANCE SA	FRANCE	Electric	9/21/2028	A-	4.84	97.39	0.00	7.79	159.37	4.500	3/21/2019	N	200,000
EQUATE PETROCHEMICAL BV	NETHERLANDS	Chemicals	3/3/2022	BBB	4.21	96.29	0.00	3.08	104.55	3.000	3/3/2019	N	200,000
OMAN GOV INTERNETL BOND	OMAN	Sovereign	6/15/2026	BB+	5.99	92.53	0.02	6.08	278.73	4.750	12/15/2018	N	200,000
OMAN GOV INTERNETL BOND	OMAN	Sovereign	6/15/2021	BB+	4.47	97.95	0.04	2.40	132.46	3.625	12/15/2018	N	200,000
REPUBLIC OF PORTUGAL	PORTUGAL	Sovereign	10/15/2024	BBB+	4.29	104.31	0.00	5.07	111.47	5.125	4/15/2019	N	200,000
SAUDI INTERNATIONAL BOND	SAUDI ARABIA	Sovereign	10/26/2021	A+	3.87	95.88	0.02	2.81	70.25	2.375	4/26/2019	N	200,000
SAUDI INTERNATIONAL BOND	SAUDI ARABIA	Sovereign	10/26/2026	A+	4.33	92.78	-0.06	6.86	112.59	3.250	4/26/2019	N	200,000
SAUDI INTERNATIONAL BOND	SAUDI ARABIA	Sovereign	10/26/2046	A+	5.12	90.86	-0.20	15.12	181.78	4.500	4/26/2019	N	200,000
DAR AL-ARKAN SUKUK CO LT	SAUDI ARABIA	Real Estate	5/28/2019	NR	5.01	100.78	0.00	0.51	221.59	6.500	11/28/2018	Y	200,000
TAJIKISTAN INT BOND	TAJIKISTAN	Sovereign	9/14/2027	B-	8.86	89.52	0.00	5.52	595.31	7.125	3/14/2019	N	200,000
BNQ CEN TUNISIA INT BOND	TUNISIA	Banks	1/30/2025	B	8.83	85.49	-0.15	4.90	565.22	5.750	1/30/2019	N	200,000
ALBARAKA TURK KATILIM BA	TURKEY	Banks	6/30/2019	NR	6.23	100.00	0.00	0.59	340.25	6.250	12/30/2018	Y	200,000
QNB FINANSBANK AS/TURKEY	TURKEY	Banks	4/30/2019	BB-	4.57	100.76	0.00	0.45	179.63	6.250	4/30/2019	N	200,000
KOC HOLDING AS	TURKEY	Holding Companies-Divers	3/15/2023	BB-	6.52	95.27	0.00	3.76	334.65	5.250	3/15/2019	N	200,000
TURKCELL ILETISIM HIZMET	TURKEY	Telecommunications	10/15/2025	BB	7.20	92.21	0.51	5.52	400.45	5.750	4/15/2019	N	200,000
REPUBLIC OF TURKEY	TURKEY	Sovereign	4/14/2026	BB-	7.09	83.83	0.00	6.08	389.03	4.250	4/14/2019	N	200,000
REPUBLIC OF TURKEY	TURKEY	Sovereign	3/30/2021	BB-	6.19	98.77	0.00	2.17	306.00	5.625	3/30/2019	N	100,000
TURKIYE IS BANKASI A.S	TURKEY	Banks	12/10/2023	CCC+	10.86	88.50	0.16	3.85	768.41	7.850	12/10/2018	N	200,000
KT KIRA SERT VARLIK	TURKEY	Banks	11/2/2021	NR	6.42	96.59	0.00	2.69	325.37	5.136	5/1/2019	Y	200,000
TURKIYE IS BANKASI A.S	TURKEY	Banks	6/25/2021	B	8.94	90.98	0.00	2.32	580.06	5.000	12/25/2018	N	200,000
EMIRATES AIRLINES	UAE	Airlines	2/6/2025	NR/A N/A	4.71	98.89	0.00	2.85	186.56	4.500	2/6/2019	N	200,000
ELECTRICITE DE FRANCE SA	FRANCE	Electric	9/21/2028	A-	4.84	97.39	0.00	7.79	159.37	4.500	3/21/2019	N	200,000
BURGAN SENIOR SPC LTD	UAE	Banks	9/14/2021	A	4.09	97.45	0.00	2.66	92.79	3.125	3/14/2019	N	200,000
ABU DHABI NATIONAL ENERGY	UAE	Electric	1/12/2023	A-	4.10	98.18	0.08	3.77	92.75	3.625	1/12/2019	N	200,000
ABU DHABI NATIONAL ENERGY	UAE	Electric	5/6/2024	A-	4.29	97.99	0.00	4.87	111.30	3.875	5/6/2019	N	200,000
ABU DHABI NATIONAL ENERGY	UAE	Electric	6/22/2026	A-	4.64	98.32	0.00	6.28	143.59	4.375	12/22/2018	N	200,000

Source: Bloomberg. All Prices are Indicative

## MENA New Issues Update

Security Name	Country of Risk	Industry Group	Maturity	Credit Rating	Ask YTM %	Ask Price	Price Change % WTD	Duration	Amount Issued	Coupon %	Next Coupon Payment	Shari'ah Compliant	Min Piece
IDB TRUST SERVICES LTD	NETHERLANDS	Multi-National	11/7/2023	AAA	0.53	100.14	-0.01	4.90	650,000,000	4.554	11/7/2019	Y	100,000
MDC-GMTN B.V.	NETHERLANDS	Investment Companies	11/7/2028	AA	4.46	100.33	0.00	7.97	800,000,000	5.000	5/7/2019	N	200,000
OIL & GAS HOLDING	BAHRAIN	Oil&Gas Services	11/7/2028	NR	8.18	101.34	0.00	6.69	500,000,000	8.375	5/7/2019	N	200,000
OIL & GAS HOLDING	BAHRAIN	Oil&Gas Services	11/7/2024	NR	7.15	102.29	0.00	4.75	500,000,000	7.625	5/7/2019	N	200,000
OMAN SOVEREIGN SUKUK	OMAN	Sovereign	10/31/2025	BBB-	5.91	100.13	0.00	5.62	1,500,000,000	5.932	4/30/2019	Y	200,000
TABBREED SUKUK SPC LTD	UAE	Building Materials	10/31/2025	BBB-	5.07	102.51	0.00	5.73	500,000,000	5.500	4/30/2019	Y	200,000
REPUBLIC OF TURKEY	TURKEY	Sovereign	12/23/2023	BB-	7.09	100.62	0.00	4.20	2,000,000,000	7.250	6/23/2019	N	200,000
SABIC CAPITAL II BV	NETHERLANDS	Chemicals	10/10/2028	A	4.64	99.89	0.00	7.87	1,100,000,000	4.500	4/10/2019	N	200,000
SABIC CAPITAL BV	NETHERLANDS	Chemicals	10/10/2023	A	4.10	99.55	0.00	4.39	1,000,000,000	4.000	4/10/2019	N	200,000
AKCB FINANCE LTD	CAYMAN ISLANDS	Banks	10/9/2023	A	4.81	99.72	0.10	4.31	500,000,000	4.750	4/9/2019	N	200,000
ALDAR SUKUK LTD	CAYMAN ISLANDS	Real Estate	9/29/2025	NR	4.72	100.17	0.21	5.77	500,000,000	4.750	9/29/2019	Y	200,000
SAUDI ELEC GLB SUKUK	CAYMAN ISLANDS	Electric	9/27/2028	A	4.87	98.87	0.57	7.75	1,200,000,000	4.723	3/27/2019	Y	200,000
SAUDI ELEC GLB SUKUK	CAYMAN ISLANDS	Electric	1/27/2024	A	4.30	99.62	0.18	4.60	800,000,000	4.222	1/27/2019	Y	200,000
AHB SUKUK CO	CAYMAN ISLANDS	Banks	9/19/2023	A	4.26	100.48	0.09	4.30	500,000,000	4.375	3/19/2019	Y	200,000
ADIB CAPITAL INVEST TWO	CAYMAN ISLANDS	Holding Companies-Divers	Perp	NR	6.92	104.99	0.83	4.04	750,000,000	7.125	3/20/2019	Y	200,000
KSA SUKUK LTD	CAYMAN ISLANDS	Sovereign	1/19/2029	A+	4.50	98.43	0.23	8.09	2,000,000,000	4.303	1/19/2019	Y	200,000
ARAB PETROLEUM INVST	SNAT	Multi-National	9/18/2023	NR	4.10	100.12	0.01	4.32	750,000,000	4.125	3/18/2019	N	200,000
CBQ FINANCE LTD	BERMUDA	Banks	5/24/2023	BBB+	4.79	100.84	0.00	3.92	500,000,000	5.000	11/24/2018	N	200,000
QNB FINANCE LTD	CAYMAN ISLANDS	Banks	5/31/2021	A+	3.50	101.16	-0.05	0.04	1,500,000,000	3.66			

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