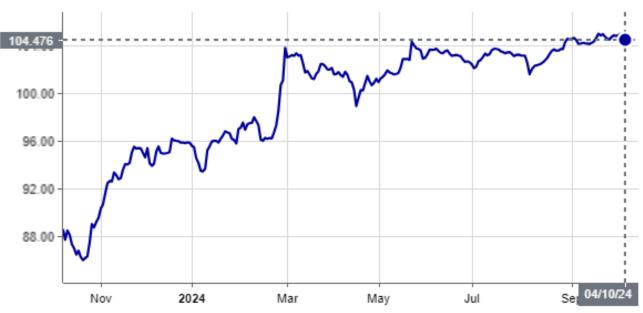


## <u>The Egyptian Financial Company for sovereign Taskeek</u> Performance of Egyptian sovereign sukuk (Maturity on February 2026)



(A chart showing the performance of Egyptian sovereign sukuk until 4 October, 2024)<sup>1</sup>

Data released by the Bureau of Labor Statistics on Friday (4/10/2024) showed that the US economy added 254,000 jobs in September 2024, compared to 159,000 in August 2024, while the unemployment rate fell to 4.1% in September 2024 from 4.2% in August 2024,<sup>2</sup> this indicates that the Federal Reserve is slowing down its plans to reduce interest rates in the future<sup>3</sup>, which led to a decrease in the price of Egyptian sovereign Sukuk due on February 26 to \$104.47 (4/10/2024) from \$104.85 (27/9/2024), and the yield to maturity increased to 7.53% (4/10/2024) from 7.29% (27/9/2024).

Despite the increasing geopolitical tensions, net foreign exchange reserves for Egypt increased to US\$46,736 million by the end of September  $2024^4$  from US\$46,597 million by the end of August  $2024^5$ , which led to CDS remaining relatively stable, reaching 6.26% (10/4/2024) from 6.25% (9/27/2024)<sup>6</sup>.

US dollar interest rates	U.S 2 Years yield	Sukuk maturity Feb 2026 yield rate
5.00 %	3.92 %	7.53 %

Prepared by: Islam Saleh – Financial Analyst.

Reviewed by: Ms. Marwa Mahmoud- Senior Compliance Officer.

<sup>&</sup>lt;sup>1</sup> - <u>https://rb.gy/8m3j5d</u>

<sup>&</sup>lt;sup>2</sup> - <u>https://www.bls.gov/</u>

<sup>&</sup>lt;sup>3</sup> - <u>https://www.argaam.com/ar/article/articledetail/id/1758710</u>

<sup>&</sup>lt;sup>4</sup> - <u>https://shorturl.at/BJKtZ</u>

<sup>&</sup>lt;sup>5</sup> - <u>https://shorturl.at/Rw5gX</u>

<sup>&</sup>lt;sup>6</sup> - <u>https://www.investing.com/rates-bonds/egypt-cds-5-years-usd-historical-data</u>