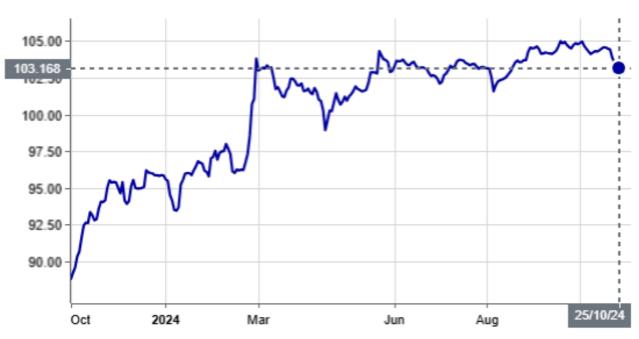


<u>The Egyptian Financial Company for sovereign Taskeek</u> Performance of Egyptian sovereign sukuk (Maturity on February 2026)



(A chart showing the performance of Egyptian sovereign sukuk until 25 October, 2024)¹

Investors are increasingly concerned about economic volatility ahead of the US presidential election where the yield on 2-year US government bonds rising to 4.10% on Friday (25/10/2024) from 3.95% (18/10/2024).² Egyptian sovereign sukuk performed in the same trend, with the trading price of the suk decreased to \$103.16 (25/10/2024) from \$104.48 (18/10/2024), and the yield to maturity increased to 8.44% (25/10/2024) from 7.42% (18/10/2024).

On the local level, the Director of the International Monetary Fund indicated in a press conference last week that Egypt lost 70% of the Suez Canal revenues during the past period, which is considered one of the most important sources of foreign currency, as a result of the geopolitical crises in the region.³ This is what pushes CDS to rise to 6.21% (25/10/2024) from 5.83% (18/10/2024).⁴

US dollar interest rates	U.S 2 Years yield	Sukuk maturity Feb 2026 yield rate
5.00 %	4.10 %	8.44 %

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¹ - <u>https://rb.gy/8m3j5d</u>

² -<u>https://shorturl.at/KOprW</u>

³ - <u>https://lnkfwd.com/u/LNFIXUNM</u>

⁴ - <u>https://www.investing.com/rates-bonds/egypt-cds-5-years-usd-historical-data</u>