# Daily Morning Brief

January 29, 2020

### **Equity Watch**

Indicators	M. Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
GCC Markets								
S&P GCC Composite	433	114	-0.1	-1.5	-1.5	3.8	-0.8	15
Saudi (TASI)	2,333	8,166	-0.2	-2.7	-2.7	4.4	-1.7	17
Qatar(QE Index)	144	10,423	-0.6	-0.0	-0.0	-1.4	-2.6	14
Abu Dhabi (ADI)	146	5,178	0.2	2.0	2.0	4.1	3.0	13
Kuwait All Share Index (PR)	119	6,316	0.5	0.5	0.5	6.5	-	15
Kuwait All Share Index (TR)	119	7,298	0.5	0.6	0.6	10.3	-	15
Dubai (DFMGI)	81	2,793	0.1	1.0	1.0	-8.7	-5.3	7
Bahrain (BAX)	27	1,646	-0.1	2.2	2.2	8.1	2.9	11
Oman(Muscat SM)	13	4,088	0.4	2.7	2.7	-10.8	-9.0	8
Developed markets								
MSCI World Index	44,659	2,373	0.7	0.6	0.6	9.6	7.2	20
U.S. (S&P 500)	28,348	3,276	1.0	1.4	1.4	12.6	10.4	23
U.K. (FTSE)	2,601	7,481	0.9	-0.8	-0.8	1.4	2.1	16
Japan (Topix)	5,904	1,692	-0.6	-1.7	-1.7	3.0	3.6	15
Emerging markets								
MSCI EM Index	6,220	1,102	-0.1	-1.2	-1.2	6.3	2.8	15
China (Shanghai Indx.)	4,875	3,119	0.0	-2.4	-2.4	-1.9	-1.5	12
India (Sensex)	1,060	40,967	-0.5	-0.7	-0.7	13.7	7.0	22

## Rlue Chin Watch

Blue Chip watch								
Companies	M.Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
Saudi Arabia								
Saudi Aramco	1,826	34	0.0	-2.8	-2.8	-	-	19
SABIC	71	89	0.5	-5.3	-5.3	-2.8	0.6	28
Saudi Telecom	48	91	-0.7	-10.7	-10.7	9.9	6.5	16
Al-Rajhi Bank	43	65	0.0	-1.1	-1.1	14.4	11.9	15
NCB	36	45	-0.3	-8.4	-8.4	15.3	2.8	13
United Arab Emira								
FAB	46	16	0.3	2.9	2.9	14.5	6.0	14
ETISALAT	39	16	-0.2	-0.5	-0.5	-3.6	10.1	16
Emirates NBD	23	14	0.0	4.6	4.6	17.9	9.4	6
ADCB	15	8	0.0	-2.1	-2.1	3.1	2.3	11
DP WORLD	12	14	-0.1	6.9	6.9	-10.0	-6.6	9
Kuwait								
NBK	23	1,060	-0.1	-0.9	-0.9	17.8	9.0	18
KFH	19	823	0.7	1.5	1.5	20.2	11.5	23
Zain	8	586	0.3	-2.3	-2.3	4.7	2.4	12
Boubyan Bank	6	650	-0.8	1.4	1.4	24.9	14.6	31
Agility	5	841	2.2	2.8	2.8	17.7	10.2	17
Qatar								
Qatar National Bank	51	20	-1.4	-1.8	-1.8	9.9	6.1	13
Industries Qatar	17	10	-0.9	-1.7	-1.7	-5.2	-7.5	19
Qatar Islamic Bank	11	17	-0.1	7.6	7.6	14.9	9.9	14
Masraf Al Rayan	8	4	-0.5	3.5	3.5	-0.0	-1.8	14
Mesaieed Petro	8	2	1.3	-10.0	-10.0	13.1	-3.7	33

#### Top 5 Gainers\* A

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
International Holding Company	UAE	6.4	7.2%	107.1%	107.1%
Commercial Bank of Kuwait	Kuwait	3.6	7.1%	4.9%	4.9%
National Central Cooling Co	UAE	1.5	6.3%	5.2%	5.2%
National Shipping Company of KSA	KSA	3.9	4.1%	-8.0%	-8.0%
Agility Public Warehousing Co	Kuwait	4.9	2.2%	2.8%	2.8%

#### Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Yamama Cement Company	KSA	1.5	-3.8%	8.9%	8.9%
Jarir Marketing Company	KSA	5.1	-2.5%	-2.9%	-2.9%
Qassim Cement Company	KSA	1.8	-2.2%	13.6%	13.6%
Arabian Centres Company	KSA	3.7	-1.8%	0.9%	0.9%
Arab National Bank	KSA	10.5	-1.7%	-4.2%	-4.2%

CAGR — Compounded annual growth rate | ADTV — Average daily traded value | M. Cap - Market capitalization TTM — Trailing twelve months | YTD — Year to date | \* Mcap > USD 1bn Note: \*\*12/r for Saudi Arabia TR = Total Return|PR = Price Return; Total Return is Price Return + Dividend Return

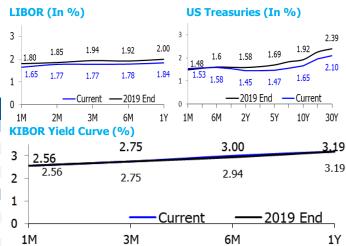
#### **Market News**

- New orders for key U.S.-made capital goods dropped by the most in 8 months in Dec, suggesting business investment contracted further in Q4 2019. - Reuters
- Yields on the 10-year Treasury note briefly fell below those of the 3-month bill for the first time since October, on concerns over the economic impact of the coronavirus. - Reuters

### **Value Traded & Advances/Decline Ratio**

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	854	206	133	68	5	1,351
Kuwait	143	164	78	73	13	154
UAE	79	132	37	48	47	88
Qatar	49	46	19	22	5	62
Bahrain	2	44	30	8	6	2
Oman	6	121	35	19	67	5
Total	1,133	713	332	238	143	1,664

## **Yield Curve & CDS Watch**



#### 5-year CDS Spread

Country	Current	2019	52-Week		
Country	Current	2013	High	Low	
KSA	63.5	58.5	96.1	58.5	
Abu-Dhabi	39.7	34.8	63.1	34.6	
Dubai	91.0	91.0	148.5	90.6	
Kuwait	34.3	44.9	64.2	30.4	
Qatar	43.7	36.8	78.9	36.5	
Oman	215.0	266.0	347.5	210.0	
Bahrain	165.6	167.1	299.1	158.5	

# **Interest Rate Watch**

Deposit Rate	3M Rate %	Spread %	5YR Rate	10YR Rate
U.S.	1.6	-	1.5	1.7
Kuwait	2.5	0.9	2.0	2.4
KSA**	1.9	0.3	2.0	2.8
UAE	1.7	0.1	2.0	2.4
Qatar	1.6	0.0	2.6	2.5
Oman	2.3	0.6	3.4	5.1
Bahrain	2.4	0.7	4.5	4.7
Euro Region	-0.5	-2.1	-0.6	-0.4
Last FOMC Mee	ting Date: Dec 10	0/11 Nex	ct FOMC Mt Date	: Jan 28/29

#### **Commodity Watch**

Precious Metals	Close	Change	MTD	YTD	52-Week		
	Price	%	%	%	High	Low	
Gold \$/oz	1,565.9	-1.0	3.2	3.2	1,581.7	1,270.3	
Silver \$/oz	17.4	-3.6	-2.2	-2.2	19.6	14.3	
IPE Brent \$/bbl	59.5	0.3	-9.8	-9.8	74.5	57.4	
Bitcoin/USD	9,400.0	5.7	31.1	31.1	12,921	3,359.3	
<b>Currency Watch</b>							
USD (1 EUR =)	1.1	0.0	-1.7	-1.7	1.1	1.1	
Yen (1 USD =)	109.1	0.2	0.5	0.5	112.2	105.3	
KWD (1 USD =)	0.3	0.1	0.2	0.2	0.3	0.3	
CNY (1 EUR =)	6.9	0.0	-0.4	-0.4	7.2	6.7	
CBOE VIX index	16.3	-10.7	18.1	18.1	36.1	11.5	

- OPEC wants to extend current oil output cuts until at least June, as oil demand in China is expected to be significantly impacted by coronavirus – Zawya
- Riyadh's property market reported a growth in 2019, with the volume of residential real estate transactions increasing by 53% over the previous year. - CBRI

This report has been prepared and issued by Kuwait Financial Centre K.P.S.C (Markaz), which is regulated by the Capital Markets Authority and the Central Bank of Kuwait. The report is owned by Markaz and is privileged and proprietary and is subject to copyrights. Sale of any copies of this report is strictly prohibited. This report cannot be quoted without the prior written consent of Markaz. Any user after obtaining Markaz permission to use this report must clearly mention the source as "Markaz". This Report is intended to be circulated for general information only and should not to be construed as an offer to buy or sell or a solicitation of an offer to buy or sell any financial instruments or to participate in any particular trading strategy in any jurisdiction. The information and statistical data herein have been obtained from sources we believe to be reliable but in no way are warranted by us as to its accuracy or completeness. Markaz has no obligation to update, modify or amend this report. For further information, please contact 'Markaz' at P.O. Box 23444, Safat 13095, Kuwait. Tel: 00965 1804800 Fax: 00965 22450647. Email: research@markaz.com