

# Daily Morning Brief

# **Equity Watch**

| Indicators                  | M. Cap   | Close  | Change | MTD  | YTD  | 3-Yr  | 5-Yr | P/E |
|-----------------------------|----------|--------|--------|------|------|-------|------|-----|
| Titulcators                 | (USD Bn) | Price  | %      | %    | %    | CAGR  | CAGR | TTM |
| GCC Markets                 |          |        |        |      |      |       |      |     |
| S&P GCC Composite           | 456      | 115    | -0.2   | 0.5  | 0.5  | 4.2   | 5.4  | 15  |
| Saudi (TASI)                | 2,416    | 8,671  | -0.1   | -0.2 | -0.2 | 5.9   | 6.9  | 20  |
| Qatar(QE Index)             | 153      | 10,580 | -0.4   | 1.4  | 1.4  | 5.6   | 1.6  | 17  |
| Abu Dhabi (ADI)             | 200      | 5,129  | -0.3   | 1.7  | 1.7  | 3.8   | 4.4  | 15  |
| Kuwait All Share Index (PR) | 108      | 5,530  | -0.6   | -0.3 | -0.3 | 3.9   | -    | 20  |
| Kuwait All Share Index (TR) | 108      | 6,656  | -0.6   | -0.3 | -0.3 | 7.5   | -    | 20  |
| Dubai (DFMGI)               | 75       | 2,606  | -0.1   | 4.6  | 4.6  | -9.3  | -2.6 | 10  |
| Bahrain (BAX)               | 21       | 1,455  | -0.0   | -2.3 | -2.3 | 3.3   | 3.9  | 9   |
| Oman(Muscat SM)             | 12       | 3,712  | -0.1   | 1.4  | 1.4  | -10.1 | -7.1 | 9   |
| Developed markets           |          |        |        |      |      |       |      |     |
| MSCI World Index            | 49,095   | 2,700  | 0.6    | 0.4  | 0.4  | 7.7   | 11.6 | 28  |
| U.S. (S&P 500)              | 33,334   | 3,748  | 0.6    | -0.2 | -0.2 | 10.9  | 14.3 | 29  |
| U.K. (FTSE)                 | 2,686    | 6,842  | 3.5    | 5.9  | 5.9  | -3.8  | 3.0  | 18  |
| Japan (Topix)               | 6,519    | 1,796  | 0.3    | -0.5 | -0.5 | -1.5  | 4.4  | 20  |
| <b>Emerging markets</b>     |          |        |        |      |      |       |      |     |
| MSCI EM Index               | 7,116    | 1,315  | -0.4   | 1.9  | 1.9  | 2.9   | 12.2 | 20  |
| China (Shanghai Indx.)      | 6,502    | 3,722  | 0.6    | 2.2  | 2.2  | 1.4   | 2.2  | 16  |
| India (Sensex)              | 1,267    | 48,174 | -0.5   | 0.9  | 0.9  | 11.9  | 14.1 | 30  |

#### Plus Chin Watch

| Blue Chip Wa             | Blue Chip Watch |        |        |      |      |       |       |     |
|--------------------------|-----------------|--------|--------|------|------|-------|-------|-----|
| Companies                | M.Cap           | Close  | Change | MTD  | YTD  | 3-Yr  | 5-Yr  | P/E |
|                          | (USD Bn)        | Price- | %      | %    | %    | CAGR  | CAGR  | TTM |
| Saudi Arabia             |                 |        |        |      |      |       |       |     |
| Saudi Aramco             | 1,855           | 35     | -0.1   | -0.6 | -0.6 | -     | -     | 33  |
| SABIC                    | 83              | 104    | 1.6    | 2.2  | 2.2  | 0.6   | 8.7   | -   |
| Saudi Telecom            | 57              | 107    | -0.2   | 0.9  | 0.9  | 16.3  | 10.7  | 20  |
| Al-Rajhi Bank            | 49              | 73     | -0.8   | -0.7 | -0.7 | 18.1  | 17.5  | 19  |
| NCB                      | 34              | 43     | -0.8   | -1.0 | -1.0 | 4.5   | 7.0   | 11  |
| <b>United Arab Emira</b> |                 |        |        |      |      |       |       |     |
| TAQA                     | 43              | 1      | -      | -1.4 | -1.4 | 35.6  | 27.0  | -   |
| ETISALAT                 | 41              | 17     | -0.3   | 2.4  | 2.4  | -1.2  | 1.5   | 17  |
| FAB                      | 39              | 13     | -0.3   | 2.8  | 2.8  | 6.4   | 11.5  | 15  |
| Intl. Holding Co.        | 21              | 42     | 0.2    | 0.2  | 0.2  | 204.6 | 109.2 | 35  |
| Emirates NBD             | 19              | 11     | -0.9   | 5.8  | 5.8  | 11.5  | 10.1  | 9   |
| Kuwait                   |                 |        |        |      |      |       |       |     |
| NBK                      | 19              | 846    | -0.5   | 0.7  | 0.7  | 9.6   | 7.0   | 23  |
| KFH                      | 17              | 679    | -0.4   | 0.3  | 0.3  | 14.7  | 16.5  | 32  |
| Zain                     | 9               | 610    | -1.0   | 0.7  | 0.7  | 9.1   | 12.1  | 13  |
| Boubyan Bank             | 6               | 564    | -0.9   | -0.7 | -0.7 | 15.1  | 11.9  | 46  |
| Agility                  | 5               | 682    | -0.3   | 0.9  | 0.9  | 7.6   | 20.7  | 23  |
| Qatar                    |                 |        |        |      |      |       |       |     |
| Qatar National Bank      | 47              | 18     | -      | 3.7  | 3.7  | 12.2  | 8.0   | 14  |
| Industries Qatar         | 18              | 11     | 0.6    | 1.2  | 1.2  | 2.7   | 1.1   | 45  |
| Ezdan Holding            | 13              | 2      | -1.6   | -0.2 | -0.2 | 12.4  | 3.9   | -   |
| Qatar Islamic Bank       | 11              | 17     | -0.3   | 1.7  | 1.7  | 20.3  | 12.4  | 14  |
| Masraf Al Rayan          | 9               | 5      | -0.9   | -0.3 | -0.3 | 2.5   | 5.2   | 15  |

### Top 5 Gainers\* A

| Companies                        | Country | M. Cap   | Change | MTD   | YTD   |
|----------------------------------|---------|----------|--------|-------|-------|
|                                  | 777     | (USD Bn) | %      | %     | %     |
| Dubai Financial Market           | UAE     | 2.4      | 12.9%  | 19.4% | 19.4% |
| Al Khalij Commercial Bank        | Qatar   | 2.0      | 6.3%   | 8.5%  | 8.5%  |
| National Petrochemical Company   | KSA     | 4.3      | 3.5%   | 0.9%  | 0.9%  |
| Mashreqbank                      | UAE     | 3.4      | 2.8%   | 2.8%  | 2.8%  |
| Southern Province Cement Company | KSA     | 3.3      | 2.2%   | 4.3%  | 4.3%  |
|                                  |         |          |        |       |       |

### Top 5 Losers∗ ▼

| Companies                          | Country | M. Cap<br>(USD Bn) | Change<br>% | MTD<br>% | YTD<br>% |
|------------------------------------|---------|--------------------|-------------|----------|----------|
| National Building and Marketing Co | KSA     | 1.1                | -8.0%       | -24.6%   | -24.6%   |
| Qatar Insurance Co                 | Qatar   | 2.1                | -4.2%       | 1.4%     | 1.4%     |
| United Development Co              | Qatar   | 1.6                | -3.8%       | -2.7%    | -2.7%    |
| Air Arabia                         | UAE     | 1.7                | -2.2%       | 2.3%     | 2.3%     |
| Orascom Construction               | UAE     | 1.2                | -2.1%       | -2.1%    | -2.1%    |

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: \*\*12yr for Saudi Arabia; TR = Total Return|PR = Price Return; Total Return is Price Return + Dividend Return

#### **Market News**

- Moody's Investors Service says it will take two to three years for real, inflation-adjusted GDP in GCC sovereigns to return to pre-pandemic levels -
- Qatar's economy will grow 3% as the easing of a three-year-old regional dispute will help trade, tourism, and logistics, according to Standard Chartered Bank Zawya

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

| Companies    | Value Traded<br>(USD mn) | Listed<br>companies | Advances | Declines | Unchanged | ADTV – 1M<br>(USD mn) |
|--------------|--------------------------|---------------------|----------|----------|-----------|-----------------------|
| Saudi Arabia | 1,759                    | 206                 | 100      | 83       | 23        | 2,939                 |
| Kuwait       | 85                       | 166                 | 45       | 68       | 53        | 246                   |
| UAE          | 179                      | 122                 | 18       | 31       | 73        | 204                   |
| Qatar        | 75                       | 46                  | 12       | 28       | 6         | 88                    |
| Bahrain      | 1                        | 44                  | 16       | 4        | 24        | 2                     |
| Oman         | 2                        | 121                 | 3        | 10       | 108       | 4                     |
| Total        | 2,101                    | 705                 | 194      | 224      | 287       | 3,482                 |

### **Yield Curve & CDS Watch**



#### **KIBOR Yield Curve (%)** 3.5 3.0 2.5 1.94 1.69 2.0 1.44 1.5 Current -2020 End 1.0 3М 6M 1Y

#### 5-year CDS Spread

| Country   | Current | 2020  | 52-Week  |         |  |
|-----------|---------|-------|----------|---------|--|
| Country   | carrene | 2020  | High     | Low     |  |
| KSA       | 67.4    | 67.4  | 232.4    | 61.5    |  |
| Abu-Dhabi | 40.5    | 39.6  | 155.0    | 37.4    |  |
| Dubai     | 113.8   | 113.8 | 324.6    | 91.0    |  |
| Kuwait    | 38.2    | 38.2  | 84.0     | 34.3    |  |
| Qatar     | 38.6    | 38.6  | 181.0    | 37.3    |  |
| Oman      | 215.5   | 217.5 | 637.0    | 199.0   |  |
| Bahrain   | 254.3   | 254.3 | 508.5    | 160.9   |  |
| Lebanon   | -       | -     | 13,893.4 | 3,285.7 |  |
|           |         |       |          |         |  |

## **Interest Rate Watch**

| Deposit Rate  | 3M Rate %        | Spread %  | 5YR Rate        | 10YR Rate    |
|---------------|------------------|-----------|-----------------|--------------|
| U.S.          | 0.1              | -         | 0.4             | 1.0          |
| Kuwait        | 1.0              | 0.9       | 0.6             | 2.6          |
| KSA**         | 0.5              | 0.4       | 0.8             | 2.1          |
| UAE           | 0.1              | -0.0      | 0.6             | 1.3          |
| Qatar         | 0.1              | -0.0      | 1.8             | 1.6          |
| Oman          | 2.2              | 2.1       | 3.7             | 5.2          |
| Bahrain       | 2.0              | 1.9       | 3.9             | 4.7          |
| Euro Region   | -0.6             | -0.6      | -0.7            | -0.6         |
| Last FOMC Mee | ting Date: Dec 1 | 15/16 Nex | ct FOMC Mt Date | e: Jan 26/27 |

### **Commodity Watch**

| Precious Metals                       | Close    | Change | MTD  | YTD  | 52-Week  |         |  |
|---------------------------------------|----------|--------|------|------|----------|---------|--|
| · · · · · · · · · · · · · · · · · · · | Price    | %      | %    | %    | High     | Low     |  |
| Gold \$/oz                            | 1,918.8  | -1.6   | 1.2  | 1.2  | 2,063.2  | 1,469.8 |  |
| Silver \$/oz                          | 27.3     | -1.0   | 3.6  | 3.6  | 29.2     | 12.0    |  |
| IPE Brent \$/bbl                      | 54.3     | 1.3    | 4.8  | 4.8  | 65.4     | 19.3    |  |
| Bitcoin/USD                           | 36,849.9 | 8.3    | 27.1 | 27.1 | 36,849.9 | 4,841.7 |  |
| <b>Currency Watch</b>                 |          |        |      |      |          |         |  |
| USD (1 EUR =)                         | 1.2      | 0.3    | 0.9  | 0.9  | 1.2      | 1.1     |  |
| Yen (1 USD =)                         | 103.0    | 0.3    | -0.2 | -0.2 | 112.1    | 102.3   |  |
| KWD (1 USD =)                         | 0.3      | -0.1   | -0.2 | -0.2 | 0.3      | 0.3     |  |
| CNY (1 EUR =)                         | 6.5      | 0.1    | -1.0 | -1.0 | 7.2      | 6.5     |  |
| CBOE VIX index                        | 25.1     | -1.1   | 10.2 | 10.2 | 82.7     | 12.1    |  |

- U.S. spending on further stimulus and infrastructure expected to increase after Democrats take control of the U.S Senate - Reul
- Euro zone December Composite PMI rose to 49.1 from 45.3 in November Reuters

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