

# **Daily Morning Brief**

October 22, 2019

#### **Equity Watch**

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Indicators	M. Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
GCC Markets	(005 5)			,,	,,	3.5.1	G/ 10.1	
S&P GCC Composite	894	109	-0.1	-2.0	1.6	8.2	-4.5	15
Saudi (TASI)	489	7,764	-0.3	-4.0	-0.8	11.2	-5.2	17
Qatar(QE Index)	145	10,397	-0.2	0.3	0.9	-0.1	-5.0	14
Abu Dhabi (ADI)	141	5,102	0.2	0.9	3.8	5.9	1.1	13
Kuwait All Share Index	109	5,751	0.2	1.3	13.2	11.8	-	13
Dubai (DFMGI)	77	2,764	-0.1	-0.6	9.3	-6.1	-9.6	7
Bahrain (BAX)	25	1,527	0.0	0.7	14.2	9.8	1.2	10
Oman(Muscat SM)	13	4,016	0.0	-0.0	-7.1	-10.3	-10.5	8
<b>Developed markets</b>								
MSCI World Index	41,251	2,209	0.6	1.3	17.3	9.1	5.9	19
U.S. (S&P 500)	26,188	3,007	0.7	1.0	19.9	12.0	9.0	21
U.K. (FTSE)	2,490	7,164	0.2	-3.3	6.5	0.7	2.2	14
Japan (Topix)	5,720	1,629	0.4	2.6	9.0	6.1	5.7	14
<b>Emerging markets</b>								
MSCI EM Index	5,354	1,029	0.4	2.7	6.5	4.1	0.9	13
China (Shanghai Indx.)	4,609	3,080	0.1	1.2	17.9	-1.6	5.0	13
India (Sensex)	990	39,298	0.0	1.6	9.0	11.9	7.9	23

## **Blue Chip Watch**

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Companies	M.Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
Saudi Arabia								
SABIC	72	90	-0.9	-2.1	-22.5	2.5	-4.8	18
Saudi Telecom	54	101	-1.0	-7.2	10.0	22.6	7.5	18
Al-Rajhi Bank	40	60	-1.0	-5.2	5.5	19.9	6.9	14
NCB	35	43	-1.3	-5.6	-9.2	22.7	5.7	12
Saudi Electricity Co	23	20	0.7	-4.9	33.8	4.3	3.0	-
<b>United Arab Emira</b>								
FAB	46	15	0.3	2.0	8.8	22.5	3.4	14
ETISALAT	39	17	0.4		-2.8	-5.4	9.7	16
Emirates NBD	19	12	-0.8	-4.2	39.5	16.2	5.1	6
ADBC	14	8	-0.1	-3.8	-7.4	7.4	-1.6	9
DP WORLD	12	14	0.2	0.3	-18.0	-8.5	-6.1	9
Kuwait								
NBK	20	943	0.5	-0.4	18.7	24.2	4.7	16
KFH	16	691	0.3	2.4	24.4	25.5	6.3	20
Zain	8	567	0.2	5.4	26.3	15.8	-2.7	12
Boubyan Bank	5	568	0.0	2.5	13.1	23.0	8.2	28
Agility	4	760	1.1	5.7	9.0	32.5	5.7	16
Qatar								
Qatar National Bank	49	20	0.2	1.1	0.0	9.9	4.3	13
Industries Qatar	18	11	0.1	0.7	-17.7	0.8	-10.5	17
Qatar Islamic Bank	10	15	-1.0	-1.7	0.9	12.9	6.0	13
Mesaieed Petro	9	3	2.2	-7.7	83.0	17.6	-2.8	33
Masraf Al Rayan	8	4	-1.3	6.2	-9.8	2.4	-6.6	13

### Top 5 Gainers\* 📤

Top 5 damers					
Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Saudi British Bank	KSA	17.5	4.2%	15.5%	-2.0%
Orascom Construction	UAE	1.4	3.3%	-3.9%	-7.7%
Mobile Telecom Co KSA	KSA	2.0	3.3%	5.5%	52.8%
Almarai Company	KSA	13.0	2.8%	-1.9%	1.7%
Jarir Marketing Company	KSA	4.9	2.5%	-2.7%	1.2%

# Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Yanbu National Petrochemicals Co	KSA	7.7	-3.6%	-3.7%	-19.3%
Riyad Bank	KSA	17.0	-2.5%	-12.9%	7.3%
Network International Holdings	UAE	3.5	-2.2%	0.6%	0.0
Ezdan Holding Group	Qatar	4.6	-2.2%	-5.9%	-51.2%
Saudi Research and Marketing Group	KSA	1.4	-2.2%	-20.3%	-23.2%

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: \*\*12yr for Saudi Arabia

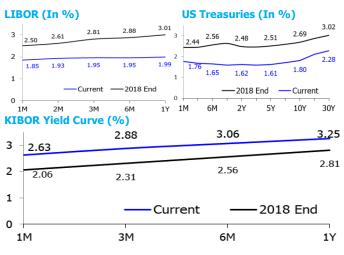
#### **Market News**

- New home prices in China grew at a steady pace in September, with fewer cities reporting price gains, a relief for policymakers who remain wary of high debt and bubble risk and are refraining from stimulating the sector as the economy cools.— Reuters
- Japan's exports contracted for a 10th straight month in September, adding to speculation the central bank could ease monetary policy as soon as next week to support an economy hit by a slowdown in global demand. - Reuters

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

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	656	205	51	151	3	728
Kuwait	75	164	76	63	25	75
UAE	61	132	44	42	46	74
Qatar	52	46	22	23	1	66
Bahrain	1	44	29	5	10	2
Oman	1	121	30	26	65	6
Total	846	712	252	310	150	951

# **Yield Curve & CDS Watch**



## 5-year CDS Spread

Country	Current	2018	52-Week		
Source y	00.70.70	2010	High	Low	
KSA	74.4	100.0	107.9	64.5	
Abu-Dhabi	48.4	69.6	70.9	41.8	
Dubai	127.7	135.0	148.5	122.5	
Kuwait	45.7	64.5	66.0	30.4	
Qatar	49.4	81.3	84.1	42.5	
Oman	307.5	346.5	387.5	236.0	
Bahrain	219.3	293.6	308.9	219.3	

#### **Interest Rate Watch**

Deposit Rate	3M Rate %	Spread <sup>q</sup>	% 5YR Rate	10YR Rate
U.S.	1.8	-	1.6	1.8
Kuwait	2.8	0.9	2.2	2.4
KSA**	2.2	0.4	2.5	3.1
UAE	1.9	0.1	2.1	2.5
Qatar	2.1	0.3	2.6	2.6
Oman	2.4	0.5	4.1	5.9
Bahrain	2.4	0.5	5.1	5.3
Euro Region	-0.5	-2.3	-0.6	-0.3
Last FOMC Mee	ting Date: S	Sept 17/18	Next FOMC Mt Da	ate: Oct 29/30

# **Commodity Watch**

<b>Precious Metals</b>	Close Change		MTD	YTD	52-Week	
i i colous Pictuis	Price	%	%	%	High	Low
Gold \$/oz	1,484.3	-0.4	0.8	15.7	1,552.4	1,200.6
Silver \$/oz	17.6	0.1	3.4	13.5	19.6	14.0
IPE Brent \$/bbl	59.0	-0.8	-3.0	9.6	77.7	50.4
Bitcoin/USD	8,213.7	3.3	-1.0	122.4	12,921	3,179.5
<b>Currency Watch</b>						
USD (1 EUR =)	1.1	-0.2	2.3	-2.8	1.2	1.1
Yen (1 USD =)	108.6	0.2	0.5	-0.9	114.1	105.3
KWD (1 USD =)	0.3	0.1	-0.3	0.0	0.3	0.3
CNY (1 EUR =)	7.1	-0.1	-1.0	2.9	7.2	6.7
CBOE VIX index	14.0	-1.8	-13.8	-44.9	36.1	10.9

- KSA consumer prices fell in Sep compared with a year earlier for the 9<sup>th</sup> month in a row, but at the slowest pace so far this year, government data showed on Monday. The CPI fell 0.7% in Sep yoy, easing from the 1.1% annual decrease in August. -5%.
- Public and private sectors in the GCC require a combined \$1.6 trillion in capital to upgrade and build infrastructure in the next five years. Saudi Arabia and the UAE lead in infrastructure spending in the region- Oliver Wyman

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