

Daily Morning Brief

September 04, 2019

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	894	111	-0.4	-0.5	3.9	7.3	-5.6	15
Saudi (TASI)	503	7,924	-0.6	-1.2	1.2	9.1	-6.5	17
Abu Dhabi (ADI)	143	5,105	-1.0	-1.2	3.9	4.5	-0.1	13
Qatar(QE Index)	139	10,300	0.2	0.7	0.0	-1.7	-5.9	14
Kuwait All Share Index	113	5,961	0.1	0.3	17.4	13.2	-	14
Dubai (DFMGI)	80	2,876	-0.5	4.3	13.7	-6.6	-10.9	8
Bahrain (BAX)	25	1,543	0.2	0.7	15.4	10.6	1.0	11
Oman(Muscat SM)	13	4,017	0.3	0.3	-7.1	-11.2	-11.7	8
Developed markets								
MSCI World Index	40,421	2,127	-0.5	-0.5	12.9	7.0	4.0	18
U.S. (S&P 500)	25,615	2,906	-0.7	-0.7	15.9	10.1	7.7	20
U.K. (FTSE)	2,348	7,268	-0.2	0.8	8.0	1.8	1.2	14
Japan (Topix)	5,432	1,511	0.4	-0.1	1.1	4.1	3.2	13
Emerging markets								
MSCI EM Index	5,300	973	-1.1	-1.1	0.8	2.7	-2.4	13
China (Shanghai Indx.)	4,524	3,070	0.2	1.5	17.6	-1.5	4.7	13
India (Sensex)	909	36,563	-2.1	-2.1	1.4	8.6	6.2	22

Blue Chip Watch

Dide Cilip W	ICCII							
Companies	M.Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
Saudi Arabia								
SABIC	80	100	-0.5	-0.2	-14.2	6.6	-5.7	20
Saudi Telecom	54	101	0.8	1.8	9.8	20.4	6.0	18
Al-Rajhi Bank	39	59	-1.0	-2.1	4.1	16.7	3.5	14
NCB	37	46	-1.1	-4.2	-4.6	25.7	6.7	13
Saudi Electricity Co	23	21	0.3	1.1	36.9	2.5	3.0	-
United Arab Emira								
FAB	44	15	-1.1	-2.6	5.4	17.5	2.5	14
ETISALAT	40	17	-0.7	0.6	0.1	-4.8	10.2	16
Emirates NBD	20	14	2.7	16.9	51.9	18.3	6.4	8
ADCB	17	9	-2.6	0.6	7.1	10.9	0.3	10
DP WORLD	11	14	-3.4	-1.3	-19.2	-8.9	-7.0	9
Kuwait								
NBK	21	991	-0.3	-0.1	24.8	24.8	5.5	17
KFH	17	747	0.3	-0.1	34.5	29.8	8.2	22
Zain	8	575	0.5	1.8	28.1	21.6	-3.0	12
Boubyan Bank	5	578	0.3	1.2	15.0	23.2	9.0	29
Agility	4	759	-0.1	0.5	8.8	33.4	5.2	16
Qatar								
Qatar National Bank	49	19	1.0	0.8	-1.0	9.9	4.0	13
Industries Qatar	18	11	-	1.7	-17.2	-0.7	-10.4	17
Qatar Islamic Bank	11	16	1.2	3.5	7.6	14.7	6.8	15
Mesaieed Petro	10	3	-1.8	-1.8	85.6	15.3	-3.6	34
Masraf Al Rayan	7	4	-0.5	-	-12.9	-0.9	-8.4	13

Top 5 Gainers* A

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Qatar International Islamic Bank	Qatar	3.5	5.3%	8.1%	26.6%
International Holding Company	UAE	1.5	4.2%	-1.7%	211.2%
Ahli Bank	Qatar	2.1	4.1%	7.4%	30.8%
National Petrochemical Company	KSA	3.0	3.0%	3.2%	-4.1%
Emirates NBD Bank	UAE	20.4	2.7%	16.9%	51.9%

Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
DP World	UAE	11.5	-3.4%	-1.3%	-19.2%
Aldar Properties	UAE	4.7	-3.1%	-2.7%	36.3%
Banque Saudi Fransi	KSA	10.4	-2.9%	-7.6%	3.0%
Abu Dhabi Commercial Bank	UAE	16.6	-2.6%	0.6%	7.1%
Riyad Bank	KSA	19.4	-2.4%	-5.5%	22.1%

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

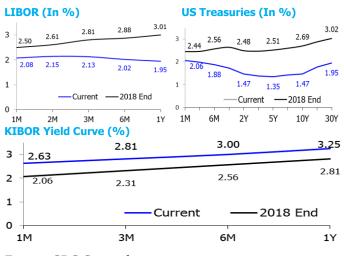
Market News

- Activity in Japan's services sector expanded at the fastest pace in nearly two years in August, , a sign of domestic resilience despite mounting overseas pressures. The final Jibun Bank Japan Services PMI rose to 53.3 from 51.8 in July on a seasonally adjusted basis.- Reuters
- U.S. manufacturing activity contracted for the first time in 3 years in August, with new orders and hiring declining sharply as trade tensions weighed on business confidence. The Index of national factory activity dropped to a reading of 49.1 last month from 51.2 in July. - ISM

Value Traded & Advances/Decline Ratio

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	773	205	119	74	12	1,287
Kuwait	61	164	54	45	65	84
UAE	170	132	44	34	54	97
Qatar	57	46	19	22	5	61
Bahrain	2	44	21	5	18	2
Oman	6	121	25	10	86	26
Total	1,069	712	282	190	240	1,557

Yield Curve & CDS Watch



5-year CDS Spread

Country	Current	2018	52-Week		
Country	Current	2010	High	Low	
KSA	70.4	100.0	107.9	70.4	
Abu-Dhabi	47.7	69.6	70.9	47.7	
Dubai	136.0	135.0	148.5	125.2	
Kuwait	44.8	64.5	66.1	44.8	
Qatar	49.7	81.3	84.1	49.7	
Oman	290.5	346.5	387.5	229.0	
Bahrain	250.9	293.6	362.5	229.3	

Interest Rate Watch

Deposit Rate	3M Rate %	Spread 9	% 5YR Rate	10YR Rate
U.S.	2.0	-	1.3	1.5
Kuwait	2.8	0.7	1.9	2.1
KSA**	2.3	0.3	2.1	2.6
UAE	2.0	-0.0	2.0	2.0
Qatar	2.3	0.3	2.4	2.3
Oman	2.4	0.4	4.3	5.9
Bahrain	3.5	1.5	5.1	5.0
Euro Region	-0.6	-2.6	-0.9	-0.7
Last FOMC Mee	ting Date: J	uly 30/31	Next FOMC Mt Da	te: Sept 17/18

Commodity Watch

Precious Metals	Close	Change	MTD	YTD	52-Week		
Trecious Trecuis	Price	%	%	%	High	Low	
Gold \$/oz	1,546.7	1.1	1.8	20.6	1,546.7	1,182.4	
Silver \$/oz	19.2	4.2	4.8	24.2	19.2	14.0	
IPE Brent \$/bbl	58.2	-0.8	-3.7	8.2	86.0	50.4	
Bitcoin/USD	10,618	2.2	10.7	187.5	12,921	3,179.5	
Currency Watch							
USD (1 EUR =)	1.1	0.1	-0.2	-4.3	1.2	1.1	
Yen (1 USD =)	105.9	-0.3	-0.3	-3.3	114.5	105.3	
KWD (1 USD =)	0.3	0.0	0.0	0.3	0.3	0.3	
CNY (1 EUR =)	7.2	0.1	0.3	4.4	7.2	6.7	
CBOE VIX index	19.7	3.6	3.6	-22.7	36.1	10.9	

- Qatar's central bank sold 600mn riyals of treasury bills in an auction. 300mn riyals worth of 3-month T-bills were sold at 1.96%, 200mn riyals worth of 6-month T-bills were sold at 1.98% and 100mn worth of 9-month T-bills were sold at 2.01%. Zawaa
- The manufacturing sector's contribution to the UAE's non-oil GDP grew 2.5% to AED122 bn in real prices in 2018 from AED119.7 bn in 2017. The sector has maintained gross output growing 5% in 2017 YoY.—Fed Competitiveness & Stats Authority

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 sal 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