Daily Morning Brief

October 01, 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	0.1	-0.7	3.7	8.7	-5.2	15
Saudi (TASI)	509	8,092	0.5	0.9	3.4	12.9	-5.7	17
Abu Dhabi (ADI)	141	5,057	-0.3	-2.1	2.9	4.2	-0.2	13
Qatar(QE Index)	139	10,367	-0.3	1.3	0.7	-0.2	-5.6	14
Kuwait All Share Index	108	5,679	-0.3	-4.4	11.8	10.7	-	13
Dubai (DFMGI)	77	2,781	0.0	0.8	9.9	-7.2	-10.9	7
Bahrain (BAX)	25	1,517	-0.1	-1.1	13.4	9.7	0.6	10
Oman(Muscat SM)	13	4,018	-0.4	0.3	-7.1	-11.1	-11.7	8
Developed markets								
MSCI World Index	40,421	2,180	0.2	1.9	15.7	8.1	5.5	18
U.S. (S&P 500)	25,955	2,977	0.5	1.7	18.7	11.1	8.9	21
U.K. (FTSE)	2,440	7,408	-0.2	2.8	10.1	2.4	2.8	15
Japan (Topix)	5,602	1,588	-1.0	5.0	6.3	6.3	4.4	13
Emerging markets								
MSCI EM Index	5,300	1,001	-0.1	1.7	3.7	3.5	0.2	13
China (Shanghai Indx.)	4,528	3,043	-0.9	0.6	16.5	-1.1	4.2	12
India (Sensex)	980	38,667	-0.4	3.6	7.2	11.5	7.8	23

Blue Chip Watch

Bide Chip Watch								
Companies	M.Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
Saudi Arabia								
SABIC	74	92	0.0	-7.9	-20.8	4.2	-6.8	19
Saudi Telecom	58	109	1.5	9.9	18.5	25.0	7.7	19
Al-Rajhi Bank	42	63	0.6	4.6	11.3	23.7	6.5	15
NCB	37	46	-0.4	-3.4	-3.8	28.2	6.9	13
Saudi Electricity Co	24	21	1.8	3.9	40.7	8.1	4.4	-
United Arab Emira								
FAB	45	15	-1.1	-1.4	6.7	17.9	2.5	14
ETISALAT	39	17	0.9	-2.4	-2.8	-6.2	9.3	16
Emirates NBD	20	13	-0.4	12.1	45.7	16.6	5.5	6
ADCB	15	8	-1.0	-9.6	-3.7	6.8	-1.7	9
DP WORLD	12	14	0.6	-0.1	-18.2	-9.6	-6.5	9
Kuwait								
NBK	20	947	-0.6	-4.5	19.2	22.9	4.4	16
KFH	15	675	-0.6	-9.8	21.5	24.1	5.0	20
Zain	8	538	0.0	-4.8	19.8	17.1	-4.3	11
Boubyan Bank	5	554	0.0	-3.0	10.3	20.9	8.0	28
Agility	4	719	-0.7	-4.8	3.1	30.1	4.1	15
Qatar								
Qatar National Bank	49	19	0.5	0.7	-1.1	10.8	4.1	13
Industries Qatar	18	11	-0.3	0.3	-18.3	0.3	-10.5	17
Mesaieed Petro	10	3	0.0	4.9	98.3	20.0	-2.2	36
Qatar Islamic Bank	10	16	-2.1	-1.3	2.6	14.1	6.4	14
Masraf Al Rayan	7	4	0.0	-2.5	-15.1	-0.1	-8.7	12

Top 5 Gainers* A

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Qatar Aluminum Manufacturing Co	Qatar	1.5	8.7%	15.5%	-25.4%
National Central Cooling Co	UAE	1.3	4.1%	2.9%	2.3%
Jabal Omar Development Co	KSA	6.5	3.7%	4.1%	-23.3%
Yamama Cement Company	KSA	1.3	3.5%	8.4%	81.8%
Air Arabia	UAE	1.6	3.3%	4.2%	22.5%

Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Damac Properties Dubai Co	UAE	1.4	-4.1%	-8.7%	-42.4%
Commercial Bank	Qatar	4.8	-3.4%	-9.5%	9.4%
Ahli Bank	Qatar	2.1	-2.9%	9.7%	33.6%
Ooredoo	Qatar	6.3	-2.7%	3.3%	-3.6%
Ezdan Holding Group	Qatar	4.9	-2.5%	11.0%	-48.1%

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

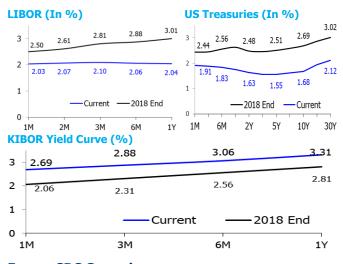
Market News

- The unemployment rate in euro zone fell to 7.4% in August from 7.5% in July. This is the lowest rate since May 2008. *Reuters*
- Britain's economy contracted at a quarterly rate of 0.2% in the Q2-2019.While industry and investment wilted in the escalating Brexit crisis, household spending increased at a quarterly rate of 0.4% Reuters

Value Traded & Advances/Decline Ratio

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	946	205	141	59	5	831
Kuwait	63	164	41	104	19	114
UAE	63	132	42	52	38	104
Qatar	109	46	30	16	0.0	75
Bahrain	1	44	27	10	7	2
Oman	6	121	41	27	53	4
Total	1,187	712	322	268	122	1,131

Yield Curve & CDS Watch



5-year CDS Spread

Country	Current	2018	52-Week		
Country	Current	2010	High	Low	
KSA	76.4	100.0	107.9	64.5	
Abu-Dhabi	52.3	69.6	70.9	41.8	
Dubai	131.3	135.0	148.5	122.5	
Kuwait	30.4	64.5	66.0	30.4	
Qatar	54.1	81.3	84.1	42.5	
Oman	337.0	346.5	387.5	236.0	
Bahrain	232.7	293.6	333.0	222.6	

Interest Rate Watch

Deposit Rate	3M Rate	% Spread ^o	% 5YR Rate	10YR Rate
U.S.	2.0	0.0	1.6	1.7
Kuwait	2.1	0.1	2.3	2.4
KSA**	2.2	0.2	2.6	3.0
UAE	2.0	-0.0	2.2	2.5
Qatar	2.1	0.1	2.6	2.7
Oman	2.4	0.3	4.2	5.9
Bahrain	2.4	0.4	5.1	5.3
Euro Region	-0.5	-2.5	-0.8	-0.6
Last FOMC Mee	ting Date:	Sept. 17/18	Next FOMC Mt Da	ate: Oct 29/30

Commodity Watch

Precious Metals	Close	Change	MTD	YTD	52-Week	
riccious rictais	Price	%	%	%	High	Low
Gold \$/oz	1,472.0	-1.6	-3.1	14.8	1,552.4	1,187.6
Silver \$/oz	17.0	-3.1	-7.4	9.8	19.6	14.0
IPE Brent \$/bbl	59.3	-4.3	-2.0	10.1	86.0	50.4
Bitcoin/USD	8,298.5	1.4	-13.5	124.7	12,921	3,179.5
Currency Watch						
USD (1 EUR =)	1.1	-0.4	-0.8	-5.0	1.2	1.1
Yen (1 USD =)	108.1	0.1	1.7	-1.4	114.5	105.3
KWD (1 USD =)	0.3	-0.0	0.0	0.3	0.3	0.3
CNY (1 EUR =)	7.1	0.4	-0.1	4.0	7.2	6.7
CBOE VIX index	16.2	-5.7	-14.4	-36.1	36.1	10.9

- Saudi Arabia's economy grew by 0.5% in the Q2-2019 from a year earlier, hurt by oil output cuts. Oil sector GDP declined 3.02% while non-oil sector grew 2.94% Zawya
- Fitch has downgraded Saudi Arabia's rating to 'A' from 'A+' with a stable outlook ,because of geopolitical and military tensions in the Gulf region, vulnerability of its economic infrastructure and continued deterioration in fiscal and external balance sheets.-Zawya

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