

Daily Morning Brief

October 23, 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	110	0.9	-1.1	2.5	8.3	-4.4	15
Saudi (TASI)	494	7,873	1.4	-2.7	0.6	11.1	-5.0	17
Qatar(QE Index)	145	10,376	-0.2	0.1	0.7	-0.2	-5.1	14
Abu Dhabi (ADI)	142	5,136	0.7	1.6	4.5	6.1	1.2	13
Kuwait All Share Index	109	5,774	0.4	1.7	13.7	11.8	-	13
Dubai (DFMGI)	78	2,788	0.9	0.2	10.2	-6.0	-9.4	7
Bahrain (BAX)	25	1,525	-0.1	0.6	14.1	10.0	1.2	10
Oman(Muscat SM)	13	4,007	-0.2	-0.3	-7.3	-10.2	-10.6	8
Developed markets								
MSCI World Index	41,251	2,204	-0.2	1.1	17.0	9.0	5.7	19
U.S. (S&P 500)	26,368	2,996	-0.4	0.6	19.5	11.8	8.8	21
U.K. (FTSE)	2,483	7,212	0.7	-2.6	7.2	0.9	2.5	14
Japan (Topix)	5,711	1,629	0.0	2.6	9.0	6.1	5.6	14
Emerging markets								
MSCI EM Index	5,354	1,034	0.5	3.3	7.1	4.3	1.0	13
China (Shanghai Indx.)	4,636	3,095	0.5	1.7	18.5	-1.5	5.1	13
India (Sensex)	985	38,964	-0.9	0.8	8.0	11.5	7.7	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	0.1	-2.0	-22.4	2.4	-4.8	18
Saudi Telecom	54	101	0.0	-7.2	10.0	21.5	7.5	18
Al-Rajhi Bank	41	62	2.8	-2.5	8.5	20.7	7.5	15
NCB	36	45	3.1	-2.7	-6.4	22.8	6.3	13
Saudi Electricity Co	23	21	1.6	-3.4	35.9	4.9	3.4	0.0
United Arab Emira								
FAB	46	15	0.7	2.7	9.5	21.9	3.5	14
ETISALAT	39	17	1.1	1.1	-1.8	-5.2	9.9	16
Emirates NBD	19	13	8.0	-3.5	40.6	16.5	5.2	6
ADBC	14	8	0.8	-3.1	-6.6	7.6	-1.4	9
DP WORLD	11	14	-1.6	-1.4	-19.3	-8.9	-6.4	9
Kuwait								
NBK	20	950	0.7	0.3	19.6	23.8	4.9	16
KFH	16	694	0.4	2.8	24.9	25.7	6.4	20
Zain	8	573	1.1	6.5	27.6	15.2	-2.5	12
Boubyan Bank	5	568	0.0	2.5	13.1	22.5	8.2	28
Agility	4	765	0.7	6.4	9.7	33.3	5.8	16
Qatar								
Qatar National Bank	50	20	1.1	2.2	1.1	10.2	4.5	13
Industries Qatar	18	11	0.1	0.8	-17.7	0.8	-10.5	17
Qatar Islamic Bank	10	15	-0.2	-1.9	0.7	12.9	6.0	13
Mesaieed Petro	9	3	-1.5	-9.1	80.3	17.3	-3.1	33
Masraf Al Rayan	8	4	-0.3	5.9	-10.0	2.3	-6.7	13

Top 5 Gainers* A

Companies	Country	М. Сар	Change	MTD	YTD
		(USD Bn)	%	%	%
Alinma Bank	KSA	8.6	4.9%	15.5%	-6.4%
Bank Albilad	KSA	5.2	4.5%	-2.6%	18.3%
Riyad Bank	KSA	17.6	3.5%	-9.8%	11.0%
Yanbu Cement Company	KSA	1.4	3.3%	-1.9%	41.7%
National Commercial Bank	KSA	35.8	3.1%	-2.7%	-6.4%

Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Qatar National Cement Company	Qatar	1.0	-3.7%	-5.7%	-2.7%
Orascom Construction	UAE	1.4	-3.2%	-7.0%	-10.6%
Saudi Industrial Investment Group	KSA	2.6	-2.6%	-5.1%	-4.3%
Saudi Arabia Fertilizers Co	KSA	8.8	-2.5%	-1.4%	2.7%
Network International Holdings	UAE	3.4	-2.2%	-1.7%	0.0

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

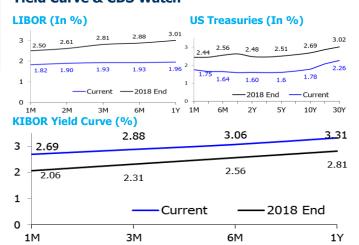
Market News

- Beijing offered major Chinese and international soybean processors waivers that would exempt the companies from tariffs on imports of up to 10mn tonnes of U.S. soybeans. The waivers, failed to unleash a flood of immediate buying as U.S. prices are too high- Reuters
- British manufacturers expect their orders to fall at the fastest rate in a decade over the next 3 months due to the slowing global economy and Brexit uncertainty. Manufacturing orders balance sank to -19 in Oct from +10 in July, the lowest since April 2009.-Confederation of British Industry.

Value Traded & Advances/Decline Ratio

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	856	205	56	141	8	734
Kuwait	95	164	85	58	21	76
UAE	73	132	42	44	46	74
Qatar	62	46	23	23	-	67
Bahrain	1	44	31	5	8	2
Oman	1	121	29	29	63	6
Total	1,089	712	266	300	146	958

Yield Curve & CDS Watch



5-year CDS Spread

Country	Current	2018	52-Week		
Country	Current	2010	High	Low	
KSA	74.4	100.0	107.9	64.5	
Abu-Dhabi	48.2	69.6	70.9	41.8	
Dubai	127.3	135.0	148.5	122.5	
Kuwait	44.9	64.5	66.0	30.4	
Qatar	49.2	81.3	84.1	42.5	
Oman	307.5	346.5	387.5	236.0	
Bahrain	220.9	293.6	308.9	219.3	

Interest Rate Watch

Deposit Rate	3M Rate ^o	% Spread ^o	% 5YR Rate	10YR Rate
U.S.	1.8	-	1.6	1.8
Kuwait	2.8	0.9	2.2	2.3
KSA**	2.0	0.2	2.3	3.1
UAE	2.2	0.4	2.1	2.5
Qatar	2.1	0.3	2.6	2.6
Oman	2.5	0.6	4.1	5.9
Bahrain	2.4	0.5	5.1	5.2
Euro Region	-0.5	-2.3	-0.6	-0.4
Last FOMC Mee	ting Date:	Sept 17/18	Next FOMC Mt D	ate: Oct 29/30

Commodity Watch

Precious Metals	Close	Change	MTD	YTD	52-Week	
Trectous Fietuis	Price	%	%	%	High	Low
Gold \$/oz	1,487.7	0.2	1.1	16.0	1,552.4	1,200.6
Silver \$/oz	17.5	-0.3	3.1	13.1	19.6	14.0
IPE Brent \$/bbl	59.7	1.3	-1.8	11.0	77.7	50.4
Bitcoin/USD	8,025.9	-2.3	-3.3	117.3	12,921	3,179.5
Currency Watch						
USD (1 EUR =)	1.1	-0.2	2.1	-3.0	1.2	1.1
Yen (1 USD =)	108.5	-0.1	0.4	-1.0	114.1	105.3
KWD (1 USD =)	0.3	-0.0	-0.3	-0.0	0.3	0.3
CNY (1 EUR =)	7.1	0.0	-1.0	2.9	7.2	6.7
CBOE VIX index	14.5	3.3	-11.0	-43.1	36.1	10.9

- The price of Kuwait's crude oil fell by 50 cents to \$60.5/bbl on Monday, when compared to \$61/bbl on Friday. The global prices decreased amid concerns over a slowdown in demand in line with global trade tensions.-Kuwait Petro Corporation
- Revenue in Oman is on the rise and the deficit is plummeting. A recent report shows that Oman's government budget deficit had plunged 24.7% to OMR1.4 billion by the end of August this year, down from OMR1.8 billion the previous year. - National Centre for Statistics and Information.

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