

Daily Morning Brief

October 10, 2019

Equity Watch

Indicators		M. Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
GCC Market	ts								
S&P GCC Con	nposite	894	108	-1.1	-3.0	0.6	8.1	-5.8	15
Saudi (TASI)		486	7,716	-1.5	-4.6	-1.4	11.4	-6.6	16
Qatar(QE Ind	ex)	143	10,198	-0.7	-1.6	-1.0	-0.7	-5.9	14
Abu Dhabi (A	DI)	141	5,053	-0.3	-0.1	2.8	4.8	-0.1	13
Kuwait All Sh	are Index	109	5,690	-0.5	0.2	12.0	11.4	-	13
Dubai (DFMG	I)	78	2,810	0.5	1.0	11.1	-5.8	-10.7	7
Bahrain (BAX)	25	1,518	0.0	0.1	13.5	10.3	0.6	10
Oman(Musca	t SM)	13	4,040	0.1	0.6	-6.6	-10.8	-11.6	8
Developed	markets								
MSCI World	Index	41,251	2,138	0.6	-1.9	13.5	7.5	5.6	19
U.S. (S&P 50	0)	25,372	2,919	0.9	-1.9	16.5	10.5	8.9	20
U.K. (FTSE)		2,340	7,167	0.3	-3.3	6.5	0.3	2.5	14
Japan (Topix	()	5,631	1,582	-0.3	-0.4	5.9	5.4	4.9	13
Emerging n	narkets								
MSCI EM Inc	lex	5,354	993	-0.1	-0.8	2.8	2.6	0.1	13
China (Shang	ghai Indx.)	4,546	3,064	0.4	0.7	17.3	-1.3	4.3	13
India (Sense	x)	954	38,178	1.7	-1.3	5.8	10.8	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	71	89	-1.8	-3.0	-23.2	2.4	-7.4	18
Saudi Telecom	54	101	-1.8	-7.5	9.6	22.9	6.0	18
Al-Rajhi Bank	39	59	-2.5	-7.3	3.2	22.1	4.9	14
NCB	35	43	-2.2	-6.2	-9.7	22.0	5.5	12
Saudi Electricity Co	23	20	-0.3	-4.4	34.5	5.8	3.4	-
United Arab Emira								
FAB	45	15	-0.5	0.4	7.1	19.7	2.5	14
ETISALAT	39	17	0.0	-	-2.8	-6.1	9.3	16
Emirates NBD	20	13	0.8	1.9	48.5	18.2	6.0	6
Abu Dhabi Com. Bk.	14	8	-0.5	-2.7	-6.3	6.9	-2.3	9
DP WORLD	11	14	-1.4	-3.5	-21.1	-10.4	-6.9	8
Kuwait								
NBK	20	946	-0.7	-0.1	19.1	23.6	4.3	16
KFH	16	680	-0.7	0.7	22.4	24.9	5.2	20
Zain	8	544	-0.5	1.1	21.2	17.5	-4.1	11
Boubyan Bank	5	562	-0.2	1.4	11.9	22.0	8.3	28
Agility	4	740	-0.3	2.9	6.1	31.8	4.7	15
Qatar								
Qatar National Bank	48	19	-0.7	-1.2	-2.3	10.6	3.9	13
Industries Qatar	18	11	-0.7	-0.8	-19.0	0.3	-10.6	16
Mesaieed Petro	10	3	-0.7	-3.4	91.6	18.7	-2.9	35
Qatar Islamic Bank	10	15	-1.0	-3.7	-1.2	13.2	5.6	13
Masraf Al Rayan	7	4	-0.3	0.3	-14.8	0.1	-8.6	12

Top 5 Gainers* A

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Qassim Cement Company	KSA	1.3	4.2%	15.5%	55.7%
Ahli Bank	Qatar	2.2	2.9%	2.9%	37.5%
Dubai Investments	UAE	1.5	1.6%	0.0%	2.4%
Air Arabia	UAE	1.7	1.5%	5.6%	29.4%
Dubai Financial Market	UAE	1.9	1.1%	4.1%	11.8%

Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Saudi Research and Marketing Group	KSA	1.3	-7.5%	-22.3%	-25.1%
Orascom Construction	UAE	1.4	-5.7%	-9.4%	-12.9%
National Central Cooling Co	UAE	1.4	-4.1%	5.1%	7.5%
Yanbu Cement Company	KSA	1.4	-3.2%	-3.0%	40.0%
Alinma Bank	KSA	8.2	-3.0%	-8.3%	-10.3%

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

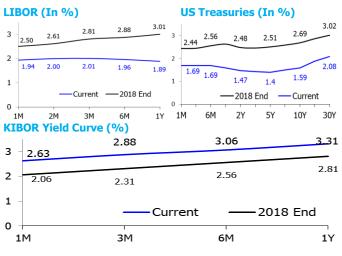
Market News

- The U.S. blacklisting of 28 Chinese companies has lowered China's expectations for significant progress from this week's trade talks. Without significant progress, Trump is set to hike the tariff rate on \$250 bn worth of Chinese goods to 30% from 25% next Tuesday.-Reu
- Minutes of the U.S Fed's last policy meeting showed that policymakers remained divided on the path ahead for monetary policy. Fed agreed it would discuss increasing the size of its balance sheet following ructions in short-term money markets. - Reuters

Value Traded & Advances/Decline Ratio

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	640	205	48	150	7	813
Kuwait	65	164	51	78	35	109
UAE	67	132	35	43	54	84
Qatar	51	46	19	23	4	70
Bahrain	3	44	23	5	16	2
Oman	3	121	36	17	68	6
Total	830	712	212	316	184	1,085

Yield Curve & CDS Watch



5-year CDS Spread

Country	Current	2018	52-Week		
Country	Carrent	2010	High	Low	
KSA	80.3	100.0	107.9	64.5	
Abu-Dhabi	54.4	69.6	70.9	41.8	
Dubai	132.9	135.0	148.5	122.5	
Kuwait	30.4	64.5	66.0	30.4	
Qatar	55.4	81.3	84.1	42.5	
Oman	339.0	346.5	387.5	236.0	
Bahrain	229.1	293.6	308.9	220.4	

Interest Rate Watch

Deposit Rate	3M Rate %	Spread %	5YR Rate	10YR Rate
U.S.	1.9	0.0	1.4	1.6
Kuwait	2.8	0.9	2.1	2.2
KSA**	2.0	0.1	2.5	3.0
UAE	1.9	0.0	2.1	2.3
Qatar	2.1	0.2	2.5	2.6
Oman	2.4	0.5	4.2	6.1
Bahrain	2.4	0.5	5.1	5.3
Euro Region	-0.5	-2.4	-0.8	-0.6
Last FOMC Mee	ting Date: Sept.	17/18 N	Next FOMC Mt Date	: Oct. 29/30

Commodity Watch

Precious Metals	Close	Change	MTD	YTD	52-Week	
r recious rictuis	Price	%	%	%	High	Low
Gold \$/oz	1,505.3	0.0	2.3	17.4	1,552.4	1,200.6
Silver \$/oz	17.7	-0.1	4.1	14.3	19.6	14.0
IPE Brent \$/bbl	58.3	0.1	-4.0	8.4	81.6	50.4
Bitcoin/USD	8,586.3	5.0	3.5	132.5	12,921	3,179.5
Currency Watch						
USD (1 EUR =)	1.1	0.1	0.7	-4.4	1.2	1.1
Yen (1 USD =)	107.5	0.4	-0.6	-1.9	114.1	105.3
KWD (1 USD =)	0.3	0.1	0.0	0.3	0.3	0.3
CNY (1 EUR =)	7.1	-0.1	-0.2	3.7	7.2	6.7
CBOE VIX index	20.3	13.5	24.9	-20.2	36.1	10.9

- Rated banks in the GCC are set to maintain stable financial profiles in 2020, barring any major increase in geopolitical risk or a sharp fall in oil prices. GCC economies are expected to show modestly stronger economic growth in 2020 after a dip in 2019.- 5&P
- 96% of GCC IT-related businesses rank customer experience as a top priority in 2020 followed by enhancing employee experiences. - YouGov Sur

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