

Daily Morning Brief

February 19, 2020

Equity Watch

Indicators	M. Cap	Close	Change	MTD	YTD	3-Yr	5-Yr	P/E
	(USD Bn)	Price	%	%	%	CAGR	CAGR	TTM
GCC Markets								
S&P GCC Composite	418	110	-0.1	-4.3	-5.1	2.6	-2.4	15
Saudi (TASI)	2,254	7,859	-0.2	-4.7	-6.3	3.2	-3.3	18
Qatar(QE Index)	136	9,776	0.7	-6.4	-6.2	-3.6	-4.8	14
Abu Dhabi (ADI)	144	5,056	-0.5	-1.9	-0.4	3.0	1.6	13
Kuwait All Share Index (PR)	118	6,140	-0.8	-2.9	-2.3	6.1	-	15
Kuwait All Share Index (TR)	118	7,095	-0.8	-2.9	-2.2	9.9	-	15
Dubai (DFMGI)	80	2,749	-0.0	-1.5	-0.6	-9.0	-6.6	7
Bahrain (BAX)	27	1,660	-0.2	0.1	3.1	7.9	2.6	13
Oman(Muscat SM)	13	4,149	-0.4	1.7	4.2	-10.9	-9.0	9
Developed markets								
MSCI World Index	44,346	2,421	-0.4	3.4	2.7	9.7	6.5	20
U.S. (S&P 500)	29,537	3,370	-0.3	4.5	4.3	12.8	9.8	24
U.K. (FTSE)	2,567	7,382	-0.7	1.3	-2.1	0.4	1.3	17
Japan (Topix)	5,763	1,666	-1.3	-1.1	-3.2	2.5	2.1	15
Emerging markets								
MSCI EM Index	5,932	1,096	-1.1	3.1	-1.7	5.3	2.2	15
China (Shanghai Indx.)	4,914	3,128	0.0	0.3	-2.1	-2.3	-1.7	12
India (Sensex)	1,067	40,894	-0.4	0.4	-0.9	12.8	6.9	22

Plus Chin Watch

Blue Chip Watch										
Companies	M.Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM		
Saudi Arabia										
Saudi Aramco	1,770	33	0.3	-2.8	-5.8	-	-	18		
SABIC	65	81	-0.2	-7.7	-14.0	-6.1	-2.6	43		
Saudi Telecom	46	87	0.2	-4.7	-14.5	9.1	5.4	16		
Al-Rajhi Bank	43	64	0.0	-3.6	-2.1	14.6	9.9	15		
NCB	37	46	-0.3	-2.2	-6.8	17.8	0.7	12		
United Arab Emira										
FAB	44	15	-1.3	-4.5	-2.5	11.7	3.0	13		
ETISALAT	38	16	0.2	-0.9	-1.3	-4.0	9.0	16		
Emirates NBD	22	13	-0.8	-6.9	-1.5	14.7	7.5	5		
ADCB	14	8	0.0	-0.1	-3.5	0.5	-0.0	11		
DP WORLD	13	16	10.0	12.4	20.1	-8.6	-5.7	10		
Kuwait										
NBK	22	1,015	-1.0	-3.3	-5.1	17.2	7.4	17		
KFH	18	804	-0.6	-3.9	-0.9	19.3	11.2	22		
Zain	8	566	-1.7	-1.7	-5.7	4.6	-0.1	11		
Boubyan Bank	6	638	-0.2	-1.4	-0.5	24.1	13.2	31		
Agility	5	800	-1.5	-5.9	-2.2	24.0	9.1	16		
Qatar										
Qatar National Bank	49	19	1.6	-4.9	-5.6	8.7	4.9	13		
Industries Qatar	15	9	0.2	-10.2	-13.0	-9.3	-10.2	21		
Qatar Islamic Bank	11	16	1.8	-1.8	7.0	15.1	9.0	14		
Masraf Al Rayan	8	4	0.2	-1.8	2.1	-1.2	-3.6	14		
Mesaieed Petro	6	2	3.0	-16.4	-27.1	5.8	-8.2	27		

Top 5 Gainers∗ ▲

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Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
DP World	UAE	13.1	10.0%	12.4%	20.1%
Bank of Bahrain and Kuwait	Bahrain	2.2	4.8%	7.3%	9.8%
Abu Dhabi National Energy Company	UAE	1.2	3.6%	54.3%	39.2%
Mobile Telecommunications Co KSA	KSA	1.7	3.5%	-17.0%	-8.5%
Company for Cooperative Insurance	KSA	2.6	3.1%	3.3%	1.0%

Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Doha Bank	Qatar	1.9	-10.0%	-18.5%	-11.8%
Etihad Etisalat Company	KSA	5.0	-3.3%	-7.3%	-2.3%
Aamal Company	Qatar	1.3	-2.1%	-6.0%	-7.7%
Qatar Aluminum Manufacturing Company	Qatar	1.0	-2.1%	-15.5%	-15.7%
Mobile Telecommunications Company	Kuwait	8.0	-1.7%	-1.7%	-5.7%

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: **12/r for Saudi Arabia TR = Total Return|PR = Price Return; Total Return is Price Return + Dividend Return

Market News

- Japan's machinery orders tumbled at their fastest pace since 2018 while exports posted a 14th straight month of decline due to coronavirus outbreak and a recent sales tax hike. - Reute
- Hong Kong's seasonally adjusted unemployment rate rose to 3.4% in the November to January period, the highest in more than three years. - Reuters

Value Traded & Advances/Decline Ratio

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	663	206	42	160	4	1,052
Kuwait	109	164	65	80	19	139
UAE	98	132	50	36	46	89
Qatar	60	46	5	41	-	60
Bahrain	2	44	30	5	9	2
Oman	2	121	33	23	65	6
Total	935	713	225	345	143	1,347

Yield Curve & CDS Watch



KIBOR Yield Curve (%) 3.5 3.19 2.94 2.75 3.0 3.00 2.50 2019 End Current 2.0

6M

1Y

3М

5-year CDS Spread

1M

Country	Current	2019	52-Week		
Country	Current	2015	High	Low	
KSA	61.9	58.5	96.1	58.5	
Abu-Dhabi	38.8	34.8	62.7	34.6	
Dubai	94.5	91.0	148.5	90.6	
Kuwait	34.6	44.9	64.2	30.4	
Qatar	41.4	36.8	76.4	36.5	
Oman	202.0	266.0	347.5	199.0	
Bahrain	171.0	167.1	299.1	158.5	
Lebanon	8,802.2	3,066.0	8,898.4	690.5	

Interest Rate Watch

Deposit Rate	3M Rate %	Spread %	5YR Rate	10YR Rate
U.S.	1.6	-	1.4	1.6
Kuwait	1.6	0.1	1.8	2.4
KSA**	1.9	0.3	2.1	2.7
UAE	1.6	0.0	1.8	2.1
Qatar	1.9	0.3	2.6	2.4
Oman	2.3	0.7	3.3	4.9
Bahrain	2.3	0.7	4.4	4.5
Euro Region	-0.5	-2.0	-0.6	-0.4
Last FOMC Mee	ting Date: Jan 2	8/29 Ne	ext FOMC Mt Date	: Mar 17/18

Commodity Watch

Close	Change	MTD	YTD	52-Week		
Price	%	%	%	High	Low	
1,601.7	1.3	0.7	5.6	1,601.7	1,270.3	
18.2	2.2	0.7	1.9	19.6	14.3	
57.8	0.1	-0.7	-12.5	74.5	53.4	
10,185	5.0	9.2	42.1	12,921	3,698	
1.1	-0.4	-2.7	-3.7	1.1	1.1	
109.9	-0.0	1.4	1.2	112.2	105.3	
0.3	0.1	0.5	0.7	0.3	0.3	
7.0	0.2	0.8	0.5	7.2	6.7	
14.8	8.4	-21.3	7.6	36.1	11.5	
	Price 1,601.7 18.2 57.8 10,185 1.1 109.9 0.3 7.0	Price % 1,601.7 1.3 18.2 2.2 57.8 0.1 10,185 5.0 1.1 -0.4 109.9 -0.0 0.3 0.1 7.0 0.2	Price % % 1,601.7 1.3 0.7 18.2 2.2 0.7 57.8 0.1 -0.7 10,185 5.0 9.2 1.1 -0.4 -2.7 109.9 -0.0 1.4 0.3 0.1 0.5 7.0 0.2 0.8	Price % % % 1,601.7 1.3 0.7 5.6 18.2 2.2 0.7 1.9 57.8 0.1 -0.7 -12.5 10,185 5.0 9.2 42.1 1.1 -0.4 -2.7 -3.7 109.9 -0.0 1.4 1.2 0.3 0.1 0.5 0.7 7.0 0.2 0.8 0.5	Price % % High 1,601.7 1.3 0.7 5.6 1,601.7 18.2 2.2 0.7 1.9 19.6 57.8 0.1 -0.7 -12.5 74.5 10,185 5.0 9.2 42.1 12,921 1.1 -0.4 -2.7 -3.7 1.1 109.9 -0.0 1.4 1.2 112.2 0.3 0.1 0.5 0.7 0.3 7.0 0.2 0.8 0.5 7.2	

- KSA's Consumer Price Index (Inflation) rose 0.4% in Jan from a year earlier, the 2nd consecutive month of positive inflation. - General Authority for Statistics
- Following DP World's majority owner Port and Free Zone World's (PFZW) offer to acquire 19.55 percent of the port operator's shares traded on the bourse, Moody's has placed the port operator's Baa1 rating on review for downgrade.- Zawya

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