

Daily Morning Brief

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 | 112 | -1.9 | -5.4 | 5.0 | 7.9 | -5.1 | 15 |
| Saudi (TASI) | 521 | 8,258 | -2.2 | -5.4 | 5.5 | 11.4 | -5.6 | 18 |
| Abu Dhabi (ADI) | 139 | 4,997 | -0.8 | -6.0 | 1.7 | 3.4 | -0.3 | 13 |
| Qatar(QE Index) | 131 | 9,788 | -1.3 | -6.8 | -5.0 | -4.2 | -6.1 | 13 |
| Kuwait All Share Index | 113 | 5,935 | -1.1 | -3.0 | 16.8 | 12.8 | - | 14 |
| Dubai (DFMGI) | 75 | 2,729 | -1.4 | -6.5 | 7.9 | -7.9 | -11.1 | 7 |
| Bahrain (BAX) | 25 | 1,531 | -0.2 | -1.1 | 14.5 | 10.1 | 0.7 | 11 |
| Oman(Muscat SM) | 13 | 3,978 | -0.2 | 5.8 | -8.0 | -11.9 | -11.6 | 8 |
| Developed markets | | | | | | | | |
| MSCI World Index | 41,434 | 2,105 | 0.5 | -3.8 | 11.7 | 6.8 | 3.8 | 18 |
| U.S. (S&P 500) | 24,922 | 2,878 | 1.1 | -3.4 | 14.8 | 9.9 | 7.6 | 20 |
| U.K. (FTSE) | 2,316 | 7,095 | 0.0 | -6.5 | 5.5 | 1.2 | 0.8 | 14 |
| Japan (Topix) | 5,358 | 1,478 | -1.6 | -5.6 | -1.1 | 4.7 | 2.9 | 12 |
| Emerging markets | | | | | | | | |
| MSCI EM Index | 5,432 | 961 | -1.3 | -7.3 | -0.5 | 2.2 | -2.4 | 13 |
| China (Shanghai Indx.) | 4,461 | 3,000 | -1.2 | -2.3 | 14.9 | -2.3 | 5.5 | 12 |
| India (Sensex) | 936 | 37,494 | 2.2 | 0.0 | 4.0 | 10.5 | 7.1 | 22 |
| | | | | | | | | |

Blue Chip Watch

| Blue Cilip wa | ILCII | | | | | | | |
|----------------------|-------------------|----------------|-------------|----------|----------|--------------|--------------|------------|
| Companies | M.Cap (USD Bn) | Close Price | Change % | MTD % | YTD % | 3-Yr CAGR | 5-Yr CAGR | P/E TTM |
| Saudi Arabia | | | | | | | | |
| SABIC | 80 | 99 | -2.9 | -7.4 | -14.5 | 6.3 | -5.7 | 20 |
| Saudi Telecom | 57 | 106 | -1.9 | -1.9 | 15.5 | 22.6 | 7.2 | 19 |
| Al-Rajhi Bank | 43 | 65 | -2.7 | -6.0 | 13.8 | 22.8 | 5.6 | 15 |
| NCB | 40 | 50 | -2.0 | -8.9 | 4.5 | 28.9 | 8.7 | 14 |
| Saudi Electricity Co | 23 | 21 | 0.9 | 4.9 | 35.5 | 2.8 | 3.5 | - |
| United Arab Emira | | | | | | | | |
| FAB | 44 | 15 | -0.8 | -6.2 | 5.7 | 16.3 | 3.2 | 14 |
| ETISALAT | 38 | 16 | -0.7 | -6.5 | -5.1 | -6.8 | 8.8 | 16 |
| Emirates NBD | 17 | 11 | -0.9 | -3.8 | 28.8 | 12.0 | 4.0 | 6 |
| ADCB | 15 | 8 | -2.0 | -11.1 | -2.0 | 7.7 | -0.0 | 9 |
| DP WORLD | 11 | 13 | -4.3 | -14.0 | -22.5 | -10.2 | -6.7 | 8 |
| Kuwait | | | | | | | | |
| NBK | 21 | 996 | -0.5 | -0.3 | 25.4 | 25.0 | 5.6 | 17 |
| KFH | 17 | 745 | -2.4 | -4.5 | 34.1 | 29.2 | 8.2 | 22 |
| Zain | 8 | 566 | -1.4 | -2.1 | 26.1 | 19.7 | -2.7 | 12 |
| Boubyan Bank | 5 | 573 | -1.0 | -4.8 | 14.0 | 22.3 | 9.2 | 29 |
| Agility | 4 | 763 | -1.0 | -4.9 | 9.4 | 33.2 | 6.3 | 16 |
| Qatar | | | | | | | | |
| Qatar National Bank | 46 | 18 | -3.5 | -7.6 | -7.6 | 6.4 | 3.3 | 12 |
| Industries Qatar | 17 | 10 | -1.7 | -8.6 | -23.2 | -3.2 | -11.9 | 16 |
| Qatar Islamic Bank | 10 | 15 | -1.0 | -7.5 | 0.1 | 10.7 | 5.0 | 14 |
| Mesaieed Petro | 9 | 3 | 1.9 | 1.9 | 76.3 | 11.8 | -4.6 | 32 |
| Masraf Al Rayan | 7 | 3 | -0.3 | -8.9 | -16.3 | -2.8 | -7.7 | 12 |

Top 5 Gainers* A

| Companies | Country | M. Cap (USD Bn) | Change % | MTD % | YTD % |
|---------------------------------|---------|--------------------|-------------|----------|----------|
| International Holding Company | UAE | 1.3 | 7.5% | 24.3% | 186% |
| Seera Group Holding | KSA | 1.4 | 2.0% | -2.2% | 26.0% |
| Mesaieed Petro Holding Co | Qatar | 9.1 | 1.9% | 1.9% | 76.3% |
| Mobile Telecomm Co Saudi Arabia | KSA | 1.9 | 1.8% | -14.0% | 47.0% |
| Al Khalij Commercial Bank | Qatar | 1.2 | 1.7% | 0.9% | 2.3% |

Top 5 Losers∗ ▼

| Companies | Country | M. Cap (USD Bn) | Change % | MTD % | YTD % |
|--------------------------------|---------|--------------------|-------------|----------|----------|
| Saudi British Bank | KSA | 18.8 | -5.6% | -13.3% | 5.2% |
| Bank Albilad | KSA | 5.1 | -5.5% | -11.6% | 17.7% |
| Sahara International Petro Co | KSA | 3.6 | -4.6% | -8.5% | -8.2% |
| Jabal Omar Development Co SJSC | KSA | 6.3 | -4.4% | -11.1% | -26.6% |
| DP World | UAE | 11.0 | -4.3% | -14.0% | -22.5% |

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

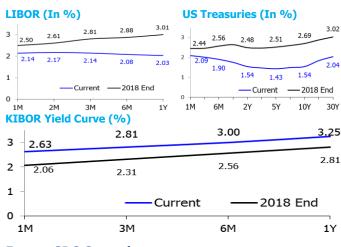
Market News

- Profits at China's industrial firms returned to growth in July, helped by public works spending and improved margins in the petrochemical and auto sectors, but an economic slowdown and the U.S. trade war are expected to weigh on the business outlook. - Reuters
- South Korean consumers were in their most pessimistic mood in 31 months in August, while their inflation expectations fell to an all-time low. The composite consumer sentiment index fell to 92.5 in August from 95.9 in July, marking the lowest since January 2017. Reuters

Value Traded & Advances/Decline Ratio

| Companies | Value Traded (USD mn) | | Advances | Declines | Unchanged | ADTV – 1M (USD mn) |
|--------------|--------------------------|-----|----------|----------|-----------|-----------------------|
| Saudi Arabia | 919 | 205 | 47 | 155 | 3 | 826 |
| Kuwait | 98 | 164 | 47 | 100 | 17 | 97 |
| UAE | 74 | 132 | 21 | 69 | 42 | 89 |
| Qatar | 67 | 46 | 6 | 39 | 1 | 53 |
| Bahrain | 1 | 44 | 22 | 12 | 10 | 2 |
| Oman | 352 | 121 | 32 | 19 | 70 | 26 |
| Total | 1,511 | 712 | 175 | 394 | 143 | 1,093 |

Yield Curve & CDS Watch



5-year CDS Spread

| Country | Current | 2018 | 52-Week | | |
|-----------|---------|-------|---------|-------|--|
| Country | Current | 2010 | High | Low | |
| KSA | 72.4 | 100.0 | 107.9 | 70.5 | |
| Abu-Dhabi | 49.1 | 69.6 | 70.9 | 48.8 | |
| Dubai | 136.3 | 135.0 | 148.5 | 125.2 | |
| Kuwait | 46.7 | 64.5 | 66.1 | 46.5 | |
| Qatar | 50.9 | 81.3 | 84.1 | 50.7 | |
| Oman | 292.0 | 346.5 | 387.5 | 229.0 | |
| Bahrain | 276.1 | 293.6 | 362.5 | 229.3 | |

Interest Rate Watch

| Deposit Rate | 3M Rate | % Spread 9 | % 5YR Rate | 10YR Rate |
|-----------------|----------|------------|-----------------|----------------|
| U.S. | 2.0 | - | 1.4 | 1.5 |
| Kuwait | 2.8 | 0.7 | 2.0 | 2.2 |
| KSA** | 2.4 | 0.4 | 2.3 | 2.9 |
| UAE | 2.2 | 0.2 | 2.1 | 2.2 |
| Qatar | 2.4 | 0.4 | 2.7 | 2.5 |
| Oman | 2.4 | 0.3 | 4.4 | 6.0 |
| Bahrain | 2.6 | 0.5 | 5.1 | 5.1 |
| Euro Region | -0.5 | -2.5 | -0.9 | -0.7 |
| Last FOMC Meeti | ng Date: | July 30/31 | Next FOMC Mt Da | te: Sept 17/18 |

Commodity Watch

| Precious Metals | Close | Change | MTD | YTD | 52-Week | |
|-----------------------|--------|--------|------|-------|---------|---------|
| T T COLOUD T T COULD | Price | % | % | % | High | Low |
| Gold \$/oz | 1,526 | -0.0 | 8.0 | 19.0 | 1,526.1 | 1,182.4 |
| Silver \$/oz | 17.6 | 1.4 | 8.5 | 13.9 | 17.6 | 14.0 |
| IPE Brent \$/bbl | 58.7 | -1.1 | -9.9 | 9.1 | 86.0 | 50.4 |
| Bitcoin/USD | 10,361 | -0.4 | 2.7 | 180.5 | 12,921 | 3,179.5 |
| Currency Watch | | | | | | |
| USD (1 EUR =) | 1.1 | -0.4 | 0.2 | -3.2 | 1.2 | 1.1 |
| Yen (1 USD =) | 106.1 | 0.7 | -2.4 | -3.1 | 114.5 | 105.3 |
| KWD (1 USD =) | 0.3 | -0.1 | -0.2 | 0.1 | 0.3 | 0.3 |
| CNY (1 EUR =) | 7.2 | 0.8 | 3.9 | 4.0 | 7.1 | 6.7 |
| CBOE VIX index | 19.9 | 0.0 | 23.3 | -21.8 | 36.1 | 10.9 |

- Accommodation & Food Services contributed \$ 8.84bn in real prices to the 2018's GDP, a growth of 4.2% on year. In real prices, the sector's contribution to the non-oil GDP amounted to 6.8% during 2018. Federal Competitiveness and Statistics Authority
- The UAE has recorded an overall customer satisfaction score of 77.6 points between January and June, said Service Hero, a customer satisfaction index, in its 2019 mid-year results for the UAE. – Zawa

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