

UAE & MENA Daily Market Report

Wednesday, September 05, 2018



Markets Overview

Index	Last	DoD (%)	WTD (%)	MTD (%)	YTD (%)
Regional Markets					
Dubai (DFMGI)	▲ 2,837.17	0.3%	-0.1%	-0.1%	-15.8%
Abu Dhabi (ADSMI)	▲ 4,983.98	0.9%	-0.1%	-0.1%	13.3%
Saudi (SASEIDX)	▲ 7,968.24	0.3%	0.3%	0.3%	10.3%
Kuwait (KWSE)	▲ 4,868.02	0.1%	-0.6%	-0.6%	0.8%
Egypt (EGX30)	▲ 15,922.96	0.6%	-0.5%	-0.5%	6.0%
Qatar (DSM)	▲ 9,820.18	0.2%	-0.7%	-0.7%	15.2%
Bahrain (BHSEIDX)	▲ 1,338.49	0.3%	0.0%	0.0%	0.5%
Oman (MSM30)	▲ 4,429.19	0.0%	0.2%	0.2%	-13.1%
Global Markets					
DJ Averages	▼ 25,952.48	-0.0%	-0.0%	-0.0%	5.0%
S&P 500	▼ 2,896.72	-0.2%	-0.2%	-0.2%	8.3%
FTSE 100	▼ 7,457.86	-0.6%	0.3%	0.3%	-3.0%
CAC 40	▼ 5,342.70	-1.3%	-1.2%	-1.2%	0.6%
Nikkei 225	▼ 22,696.90	-0.0%	-0.7%	-0.7%	-0.3%
Hang Seng	▲ 27,973.34	0.9%	0.3%	0.3%	-6.5%
CSI 300	▲ 3,363.90	1.3%	0.9%	0.9%	-16.5%

Commodities

Name	Value	DoD (%)	WTD (%)	MTD (%)	YTD (%)
Gold (\$/OZ)	▲ 1191.65	0.1%	-1.2%	-2.6%	-8.5%
Silver (\$/Oz)	▲ 14.14	0.4%	-4.5%	-8.9%	-16.6%
WTI (\$/bbl)	▼ 69.49	-0.5%	1.1%	1.1%	15.0%
Natural Gas	▼ 2.82	-0.2%	-3.3%	0.7%	0.2%
OPEC Oil (\$/bl)	▼ 77.95	-0.3%	2.8%	5.0%	16.6%
Copper (\$/MT)	▼ 5917.20	-1.1%	-2.0%	-2.0%	-18.5%
Aluminium (\$/MT)	▼ 2039.29	-3.5%	-4.7%	-4.7%	-10.0%

FX Rates

Index	Value	DoD (%)	YTD (%)
USD/AED	▲ 3.673	0.0%	0.0%
USD/SAR	▲ 3.751	0.0%	0.0%
USD/EGP	▼ 17.860	-0.4%	1.0%
USD/KWD	▲ 0.303	0.0%	0.4%
USD/QAR	▲ 3.640	0.0%	0.0%
USD/EUR	▼ 0.862	0.0%	3.4%
USD/JPY	▲ 111.119	0.1%	-1.4%

MENA MARKET STATISTICS

	Volume	(mln)	3M Avg. Volume (mln)	6M Avg. Volume (mln)	Value (USD mln)	3M Avg. Value (USD mln)	6M Avg. Value (USD mln)	Market Cap (USD mln)
Dubai (DFMGI)	103		137	153	31	49	59	76,949
Abu Dhabi (ADSMI)	60		43	57	49	33	35	1,34,832
Saudi (SASEIDX)	110		120	154	667	811	984	5,04,156
Kuwait (KWSE)	28		56	70	8	14	150	95,375
Egypt (EGX30)	221		190	272	92	64	86	31,525
Qatar (DSM)	8		7	10	32	71	92	1,18,156
Bahrain (BHSEIDX)	2		5	4	1	3	3	21,325
Oman (MSM30)	8		9	19	4	6	11	13,400

Data & News Source: Thomson Reuters

UAE Market Commentary

UAE Markets: The trading activity for the day in UAE markets turned positive after witnessing weakness in the past two sessions of the week. Both Dubai and Abu Dhabi closed higher as they were up by 0.2% and 0.9% respectively for the day. Abu Dhabi's index was supported by the banking sector stocks, especially ADCB and UNB on the back of ongoing merger news in the markets. The market breadth in Abu Dhabi remained equally poised between winners and losers as the index witnessed 12 advancers and 12 decliners, while 4 remained unchanged. The top performers in Abu Dhabi were UNB and ADCB, which gained 14.7% and 12.8% respectively. Meanwhile, the worst performers witnessed for the day were Gulf Cement Co and International Holding Co, down by 8.2% and 4.0%. However, the market breadth in Dubai continued to remain skewed towards losers with 16 decliners compared to 13 advancers, while 6 remained unchanged during the session. The top gainers in Dubai were Drake & Scull International and Emaar Development, which gained 4.4% and 1.8% respectively. The worst performers for the day were Amanat Holdings and Dubai Islamic Insurance, which lost 4.8% and 3.3% respectively.

Regional Markets: The rest of the MENA markets also witnessed positive sentiments, with five out of the six indices ending the session in green for the day. Saudi continued its positive reversal from its losing streak to end positive at 0.3% for the day. Kuwait, Egypt, Qatar and Bahrain also closed higher by 0.1%, 0.6%, 0.2% and 0.3%, while Oman closed flat for the day.

International Markets: US markets concluded on a sluggish note on the back of rising trade tensions. Similarly, European markets witnessed a negative performance, with Germany ending down by 1.1%, while France and London also concluding the day in red, down by 1.3% and 0.6%, respectively. At the time of writing the report, Asian markets traded in sync with the global markets and remained weak, with Japan, Hong Kong and China down by 0.3%, 0.9% and 0.5% respectively.

Bonds and Sukuks

Name	Maturity Date	Coupon (%)	Yield (%)	YTM (%)	Ratings
Government of Abu Dhabi	08-04-2019	6.75%	2.88%	2.87%	AA
Dubai	05-10-2020	7.75%	3.54%	3.54%	n/a
Saudi Arabia	25-07-2023	3.50%	0.00%	n/a	n/a
State of Qatar	15-06-2030	9.75%	4.45%	4.46%	Aa3
Egypt	30-04-2040	6.88%	8.49%	8.49%	B3
Bahrain	19-09-2044	6.00%	7.90%	7.90%	BB-

Interbank Rates (%)

	Value	DoD (%)	YTD (%)
LIBOR	▼ 2.32	-0.0%	37.3%
AEIBOR	▲ 2.63	1.4%	46.8%
SAIBOR	▲ 2.62	0.1%	38.0%
BHIBOR	▲ 3.53	0.0%	29.4%
KIBOR	▼ 2.00	-3.0%	6.7%
QIBOR	▼ 2.65	0.0%	0.1%
CAIBOR	▲ 9.30	0.0%	0.0%

Regional Headlines

(SA) Can Saudi Arabia diversify its economy without an Aramco IPO?
 (SA) Saudi Arabia's non-oil economy expands on higher output growth and orders
 (SA) Saudi private-sector growth in August is fastest this year: PMI
 (SA) Contradictory reports won't stop Saudi Arabia's economic reforms
 (AE) UAE's non-oil economy slows in August amid sluggish employment
 (AE) AI to contribute 13% to UAE GDP by 2030
 (AE) UAE leads in global halal tourism with \$17.6 billion
 (AE) Pakistan looks to trace back \$150 billion stashed in UAE
 (EG) Egypt expects budget deficit of overall budget deficit of 8.4 pct in fy 18/19
 (EG) Egypt's non-oil private sector grows for second month in August - PMI
 (EG) Egypt signs oil hedging deals with two banks
 (EG) Egypt activates E-payment in government portal end of year
 (EG) World Bank fines Egypt \$2 billion over gas supply row
 (OM) ODB funds OMR67mn projects in North Batinah
 (OM) CBO issues treasury bills worth OMR6.5 million
 (QA) Qatar, Germany can enhance strategic partnerships for mutual benefits
 (QA) Turkey, Qatar sign major trade agreement
 (Source: Thomson Reuters, Bloomberg)

PE Tracker

(GL) HIG Capital completes sale of AMPAC Fine Chemicals
 (GL) Bonhams business sold to private equity firm Epiris
 (GL) Dividend darling NB Private Equity overhauls board to please investors
 (ME) Oman India Joint Investment Fund invests in Stanley Lifestyles
 (ME) Saudi's PIF to sign \$11bn loan next week
 (ME) Mubadala leads funding round for US medical tech firm
 (Source: Thomson Reuters, Bloomberg)

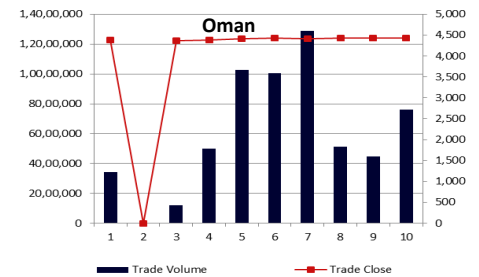
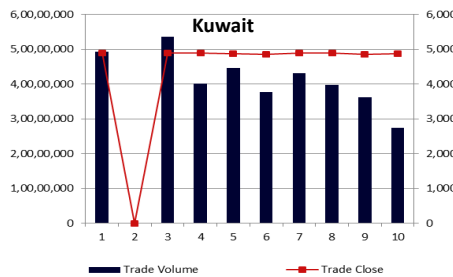
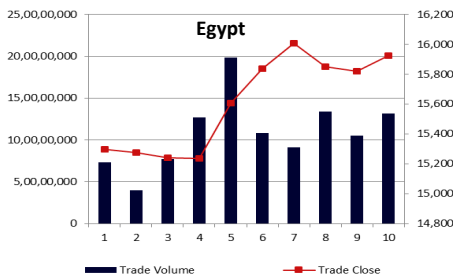
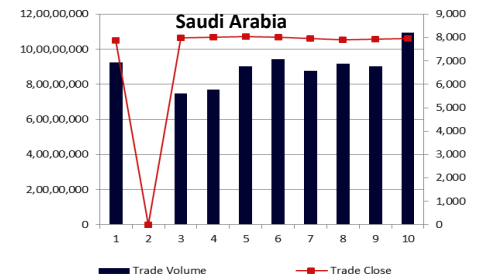
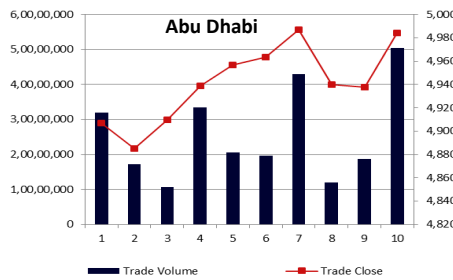
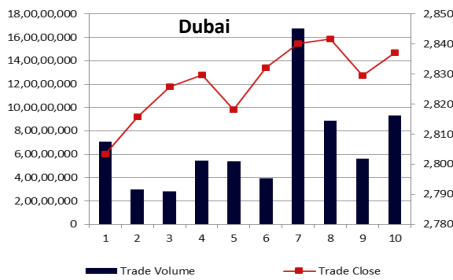
M&A Tracker

(GL) Why a massive China telecom Merger matters to the US
 (GL) Anti-trust body clears AXA-XL Group merger
 (GL) EY: renewable energy dominating global M&A sector in 2018
 (GL) BDO expands presence in Alberta through the merger with Calvista LLP
 (GL) Spredfast and Lithium Technologies announce merger
 (ME) Abu Dhabi banks see shares soar over merger talks
 (Source: Thomson Reuters, Bloomberg)

Weekly Economic Calendar

Date	Market	Source	Indicator	Period	Actual	Consensus	Previous
05/09/2018	US	BEA	Trade Balance	July	-	-47.6 Bn	-46.3 Bn
06/09/2018	US	US Department of Labor	Non-farm productivity	Q2	-	2.9%	2.9%
07/09/2018	Eurozone	Eurostat	GDP (QoQ)	Q2	-	0.4%	0.4%
07/09/2018	US	Bureau of Labor Statistics	Unemployment Rate	August	-	3.9%	3.9%
08/09/2018	China	Bloomberg	Trade Balance (USD)	August	-	31.79 Bn	28.05 Bn

Activity Trend (Last 10 Days)

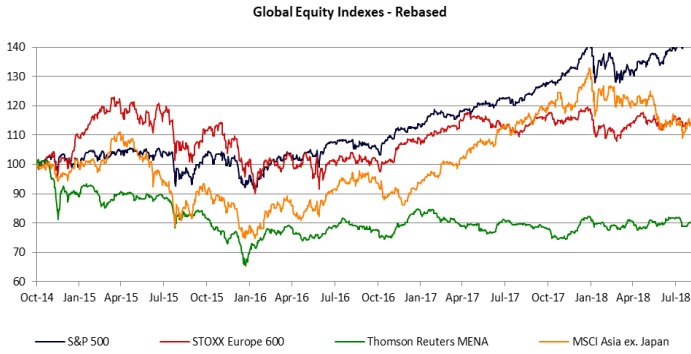


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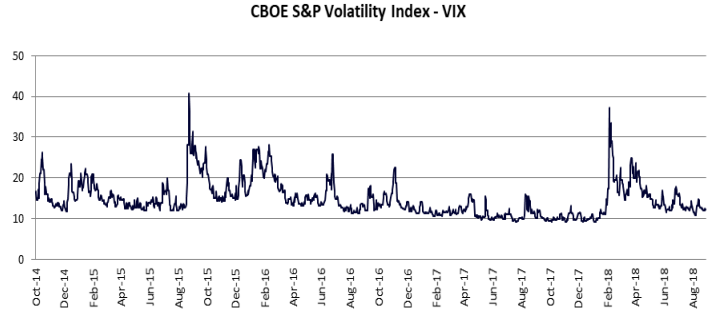
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Global Equity Indices - Rebased



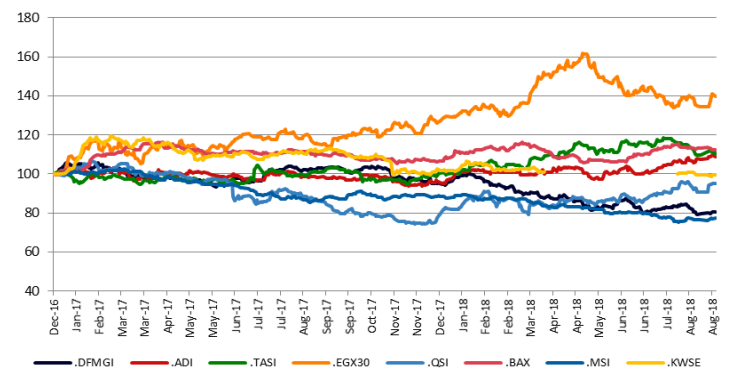
S&P Volatility Index



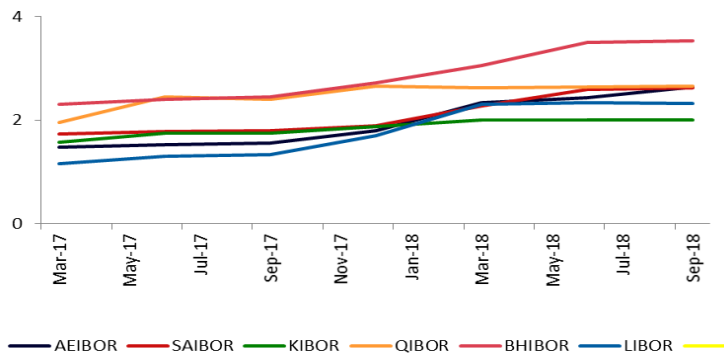
Crude Oil Prices



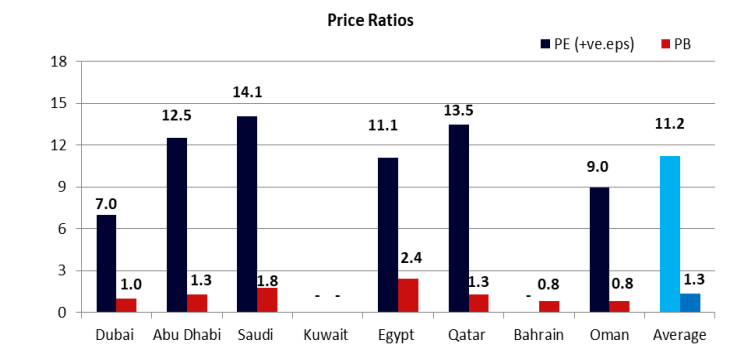
Regional Indices Performance—Rebased



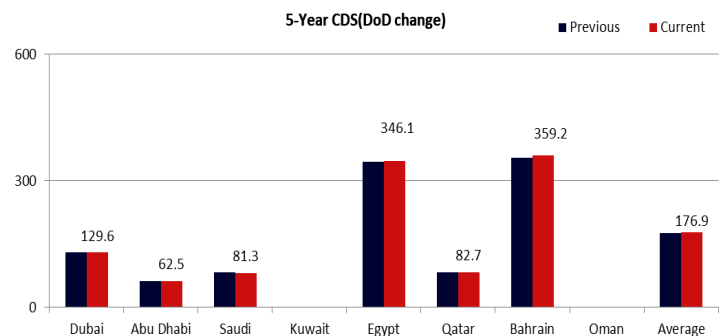
MENA Interbank Rates



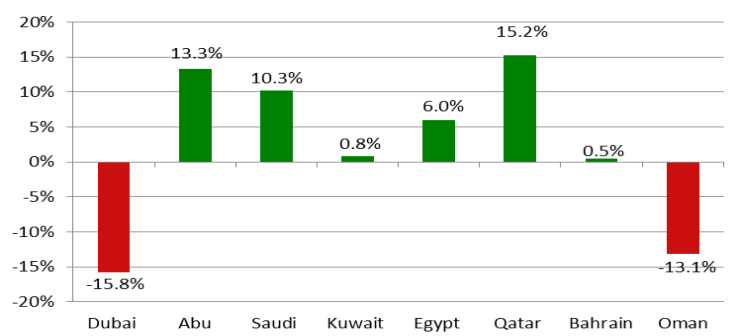
MENA Market - Price Ratios



5 - Year CDS Rates



Year to Date Performance



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Top 30 MENA Stocks by Market Capitalization (* indicates native currency; Latest data)

Company Name	Country	Market Cap (USD mln)	Close *	DoD %	YTD %	Volume ('000)	Value (USD '000)	52w High *	52w Low *	P/E	P/B	Div. Yield (T12M)
1 Saudi Basic Industries Corporation SJSC	SA	1,00,944	126.20	0.5%	24.0%	2,391	80,455	131.40	94.90	17	2.3	3.3%
2 Saudi Telecom Company SJSC	SA	44,740	83.90	1.1%	22.3%	308	6,886	93.40	65.10	16	2.6	4.8%
3 Qatar National Bank QPSC	QA	44,535	175.51	0.3%	39.3%	43	2,070	179.97	115.0	12	2.2	3.4%
4 First Abu Dhabi Bank PJSC	AE	43,023	14.50	-0.4%	41.5%	1,887	7,448	15.20	10.05	14	1.6	4.8%
5 Emirates Telecommunications Group Co	AE	39,686	16.76	0.2%	-4.2%	385	1,755	18.15	15.70	16	3.3	4.8%
6 Al Rajhi Banking & Investment Corp	SA	37,607	86.80	1.5%	34.4%	1,432	33,131	92.40	61.80	15	2.7	4.6%
7 National Commercial Bank SJSC	SA	34,394	43.00	-1.4%	17.1%	1,640	18,805	49.95	30.43	13	2.0	2.6%
8 Industries Qatar QSC	QA	20,610	124.00	0.8%	27.8%	60	2,029	130.50	85.00	18	2.2	4.0%
9 Saudi Electricity Company SJSC	SA	19,730	17.76	-0.8%	-15.7%	1,266	5,995	25.85	17.66	198	1.0	3.9%
10 DP World Ltd	AE	17,845	21.50	0.5%	-14.0%	41	239	27.06	20.50	14	1.6	1.9%
11 Saudi Arabian Mining Co SJSC	SA	16,730	53.70	0.2%	3.1%	130	1,858	60.00	48.00	48	2.3	0.0%
12 National Bank of Kuwait SAKP	KW	16,605	809.00	1.0%	16.7%	1,591	4,250	837.00	657.1	15	1.5	3.4%
13 Samba Financial Group SJSC	SA	15,304	28.70	1.1%	22.0%	3,654	27,961	33.15	21.80	11	1.3	5.2%
14 Emirates Islamic Bank PJSC	AE	14,786	10.00	0.0%	2.0%	0	1	10.00	6.50	68	8.0	0.0%
15 Emirates NBD Bank PJSC	AE	14,073	9.30	1.2%	13.4%	967	2,449	11.00	8.00	6	0.9	4.3%
16 Almarai Co SJSC	SA	13,944	52.30	0.2%	-2.8%	150	2,086	67.20	50.00	25	3.6	1.4%
17 Saudi British Bank SJSC	SA	13,158	32.90	-1.1%	21.9%	432	3,791	34.80	23.90	12	1.5	4.3%
18 Riyadh Bank SJSC	SA	12,798	16.00	0.0%	27.2%	1,918	8,183	18.20	10.88	11	1.3	4.6%
19 Kuwait Finance House KSCP	KW	12,340	589.00	1.4%	12.5%	7,523	14,631	649.00	424.5	19	2.1	2.6%
20 Abu Dhabi Commercial Bank PJSC	AE	11,323	8.00	12.8%	17.6%	10,228	22,278	8.15	6.50	10	1.4	5.3%
21 Yanbu National Petrochemicals Co SJSC	SA	11,083	73.90	1.9%	25.3%	250	4,918	77.50	54.00	14	2.6	4.4%
22 Banque Saudi Fransi SJSC	SA	10,605	33.00	2.8%	15.8%	529	4,656	37.50	25.30	11	1.2	0.0%
23 Emaar Properties PJSC	AE	9,922	5.09	0.0%	-20.2%	3,342	4,631	8.23	4.89	6	0.8	0.0%
24 Jabal Omar Development Co SJSC	SA	9,516	38.40	0.3%	-35.0%	558	5,715	69.00	35.20	0	3.8	0.0%
25 Dubai Islamic Bank PJSC	AE	9,240	5.15	0.2%	0.0%	4,170	5,847	5.90	4.66	0	1.1	0.0%
26 Qatar Islamic Bank QPSC	QA	8,960	138.03	-0.5%	42.3%	32	1,223	141.50	87.00	14	1.8	3.6%
27 Arab National Bank	SA	8,892	33.35	-1.6%	34.7%	218	1,942	35.90	22.10	11	1.4	3.6%
28 Kingdom Holding Co	SA	8,626	8.73	-0.6%	-1.9%	34	79	11.30	7.90	46	1.0	5.7%
29 Alinma Bank SJSC	SA	8,543	21.36	0.9%	11.5%	17,611	1,00,289	23.52	16.90	14	1.6	3.7%
30 Abu Dhabi National Oil Company for Distribution PJSC	AE	8,134	2.39	-0.4%	-9.8%	468	305	2.90	2.25	15	9.0	2.5%
Total M-Cap; W. Avg Yield		6,37,696										3.4%

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