

# Daily Morning Brief

September 05, 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	113	1.0	0.5	5.0	7.3	-5.4	15
Saudi (TASI)	512	8,058	1.7	0.5	3.0	9.1	-6.2	17
Abu Dhabi (ADI)	143	5,125	0.4	-0.8	4.3	4.3	-0.1	13
Qatar(QE Index)	139	10,295	-0.0	0.6	-0.0	-1.7	-5.9	14
Kuwait All Share Index	113	5,950	-0.2	0.2	17.1	13.1	-	14
Dubai (DFMGI)	80	2,880	0.1	4.4	13.8	-6.7	-10.9	8
Bahrain (BAX)	25	1,542	-0.1	0.6	15.3	10.8	0.9	11
Oman(Muscat SM)	13	4,012	-0.1	0.2	-7.2	-11.3	-11.7	8
<b>Developed markets</b>								
MSCI World Index	40,421	2,150	1.1	0.5	14.1	7.4	4.2	18
U.S. (S&P 500)	25,440	2,938	1.1	0.4	17.2	10.5	7.9	20
U.K. (FTSE)	2,396	7,311	0.6	1.4	8.7	2.1	1.3	15
Japan (Topix)	5,432	1,507	-0.3	-0.3	0.9	3.9	3.1	13
<b>Emerging markets</b>								
MSCI EM Index	5,300	991	1.8	0.6	2.6	2.9	-2.0	13
China (Shanghai Indx.)	4,563	3,098	0.9	2.5	18.6	-1.2	4.9	13
India (Sensex)	909	36,725	0.4	-1.6	1.8	8.8	6.3	22

#### **Blue Chip Watch**

Dide Cilip W	iccii							
Companies	M.Cap (USD Bn)	Close Price	Change %	MTD %	YTD %	3-Yr CAGR	5-Yr CAGR	P/E TTM
Saudi Arabia								
SABIC	81	101	1.1	0.9	-13.3	6.1	-5.5	20
Saudi Telecom	55	104	3.2	5.1	13.3	21.7	6.6	18
Al-Rajhi Bank	41	61	2.7	0.5	6.9	17.4	4.0	14
NCB	38	48	4.7	0.3	-0.1	25.7	7.7	14
Saudi Electricity Co	23	21	1.9	3.0	39.5	3.0	3.4	-
United Arab Emira								
FAB	45	15	0.9	-1.7	6.4	16.9	2.7	14
ETISALAT	40	17	-0.7	-0.1	-0.6	-5.2	10.1	16
Emirates NBD	21	14	0.7	17.7	53.0	18.5	6.6	8
ADCB	17	9	-	0.6	7.1	10.7	0.3	10
DP WORLD	12	14	3.5	2.1	-16.4	-8.2	-6.4	9
Kuwait								
NBK	21	990	-0.1	-0.2	24.6	24.8	5.5	17
KFH	17	745	-0.3	-0.4	34.1	29.2	8.2	22
Zain	8	575	-	1.8	28.1	21.6	-3.0	12
Boubyan Bank	5	574	-0.7	0.5	14.2	22.9	8.8	29
Agility	4	762	0.4	0.9	9.3	34.1	5.3	16
Qatar								
Qatar National Bank	49	20	1.0	1.8	-	10.4	4.2	13
Industries Qatar	18	11	-1.4	0.2	-18.4	-0.9	-10.7	17
Qatar Islamic Bank	11	16	0.5	4.1	8.2	14.8	6.9	15
Mesaieed Petro	10	3	1.4	-0.4	88.3	15.5	-3.3	34
Masraf Al Rayan	7	4	-1.7	-1.7	-14.3	-1.4	-8.7	12

## Top 5 Gainers\* A

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
National Commercial Bank	KSA	38.2	4.7%	0.3%	-0.1%
DP World	UAE	11.9	3.5%	2.1%	-16.4%
Mobile Telecom Co KSA	KSA	1.9	3.3%	6.1%	50.4%
Saudi Telecom Company	KSA	55.5	3.2%	5.1%	13.3%
Jarir Marketing Company	KSA	5.1	2.7%	1.7%	3.9%

## Top 5 Losers∗ ▼

Companies	Country	M. Cap (USD Bn)	Change %	MTD %	YTD %
Qatar Insurance Company	Qatar	2.7	-2.9%	-3.2%	-15.6%
Burgan Bank	Kuwait	2.9	-2.0%	-2.9%	27.7%
Masraf Al Rayan	Qatar	7.4	-1.7%	-1.7%	-14.3%
Dubai Financial Market	UAE	2.0	-1.5%	4.8%	13.2%
Industries Qatar	Qatar	18.1	-1.4%	0.2%	-18.4%

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

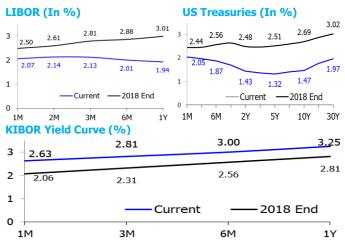
#### **Market News**

- > The BoE has lowered its estimate for the scale of damage to Britain's economy in a worst-case Brexit scenario because of preparations undertaken since the end of last year. The central bank now estimated that GDP would contract by 5.5%, less than the 8% in scenarios in Nov.-
- The U.S. trade deficit narrowed slightly in July, but the gap with China, surged to a six-month high. Deficit with China increased 9.4% to \$32.8 billion on an unadjusted basis, the highest since January, with imports jumping 6.4%. Reuters

#### **Value Traded & Advances/Decline Ratio**

Companies	Value Traded (USD mn)		Advances	Declines	Unchanged	ADTV – 1M (USD mn)
Saudi Arabia	897	205	149	43	13	1,265
Kuwait	65	164	57	52	55	83
UAE	86	132	50	29	53	97
Qatar	75	46	20	24	2	62
Bahrain	1	44	20	9	15	2
Oman	10	121	26	13	82	25
Total	1,132	712	322	170	220	1,534

#### **Yield Curve & CDS Watch**



#### 5-year CDS Spread

Country	Current	2018	52-Week		
	carrent	2010	High	Low	
KSA	70.5	100.0	107.9	70.4	
Abu-Dhabi	47.9	69.6	70.9	47.7	
Dubai	135.6	135.0	148.5	125.2	
Kuwait	44.2	64.5	66.1	44.2	
Qatar	48.8	81.3	84.1	48.8	
Oman	283.5	346.5	387.5	229.0	
Bahrain	275.1	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	2.6	0.6	2.0	2.0
KSA**	2.3	0.3	2.1	2.6
UAE	2.0	-0.0	2.0	2.0
Qatar	2.3	0.3	2.3	2.3
Oman	2.4	0.4	4.3	5.8
Bahrain	2.5	0.4	5.1	5.0
Euro Region	-0.5	-2.5	-0.9	-0.7
Last FOMC Meet	ing Date: Ju	ılv 30/31	Next FOMC Mt Da	te: Sept 17/18

## **Commodity Watch**

Precious Metals	Close	Change	MTD	YTD	52-Week	
Frecious Frecais	Price	%	%	%	High	Low
Gold \$/oz	1,552.4	0.4	2.1	21.0	1,552.4	1,182.4
Silver \$/oz	19.6	1.8	6.6	26.4	19.6	14.0
IPE Brent \$/bbl	60.7	4.2	0.4	12.8	86.0	50.4
Bitcoin/USD	10,586	-0.3	10.3	186.6	12,921	3,179.5
<b>Currency Watch</b>						
USD (1 EUR =)	1.1	0.6	0.4	-3.8	1.2	1.1
Yen (1 USD =)	106.4	0.4	0.1	-2.9	114.5	105.3
KWD (1 USD =)	0.3	-0.1	-0.1	0.2	0.3	0.3
CNY (1 EUR =)	7.1	-0.5	-0.2	3.9	7.2	6.7
CBOE VIX index	17.3	-11.9	-8.7	-31.8	36.1	10.9

- The Saudi economy has grown and has seen positive developments. The GDP at constant prices achieved a growth of 2.04% against 0.07% contraction in 2017. GDP of the oil sector increased by 3.01%, non-oil by 2.02%, and inflation at 2.05%.- SAMA
- Average salaries for certified management accountants (CMAs) in the UAE are 178 per cent higher and the average total compensation is 177 per cent higher, compared to those in the MEA region.— Institute of Management Accountants

This report has been prepared and issued by Kuwait Financial Centre K.P.S.C (Markaz), which is regulated by the Capital Markets Authority and the Central Bank of Kuwait. The report is owned by Markaz and is privileged and proprietary and is subject to copyrights. Sale of any copies of this report is is strictly prohibited. This report cannot be quoted without the prior written consent of Markaz. Any user after obtaining Markaz permission to use this report must clearly mention the source as "Markaz". This Report is intended to be circulated for general information only and should not to be construed as an offer to buy or sell or a solicitation of an offer to buy or sell any financial instruments or to participate in any purisdiction. The information and statistical data herein have been obtained from sources we believe to be reliable but in no way are warranted by us as to its accuracy or completeness. Markaz has no obligation to update, modify or amend this report. For further information, please contact 'Markaz' at P.O. Box 23444, Safat 13095, Kuwait. Tel: 00965 1804800 Fax: 00965 22450647. Email: research@markaz.com