

Overview

Regional Markets: MENA region ended on a positive note for the fourth consecutive session, which was supported by the dovish comments from the Fed and the rise in oil prices during the week. Further, the second quarter earnings have also supported regional markets as it reinforces the confidence of growth picking up in the region. For the day, five out of the eight indexes closed in green, while two ended in red and one remained unchanged. UAE markets closed on a strong note as Dubai and Abu Dhabi were up by 1.2% and 2.5% respectively for the day, further extending the gains recorded during the week. Abu Dhabi was supported by buying interest in banks' sector stocks, especially FAB which rose by 3.9% on the back of expectation of growth in the second quarter earnings. Qatar continued to rebound strongly throughout the week as investors bought into beaten down stocks. The index closed up by 2.0% for the day, which is supported by significant increase in trading activity. Egypt closed up by 1.0% for the day, extending the weekly gains. Saudi Arabia closed marginally higher by 0.1% for the day, continuing its positive momentum, in line with regional markets. Kuwait closed marginally lower by 0.1% for the day, while the trend remains positive for the week. Bahrain closed lower by 0.1%, while Oman was down by 0.9% for the day. For the week, the performance of regional markets was positive as all indexes ended in green. Qatar led the regional pack during the week with gains of 6.1%, followed by 4.0% in Dubai and 3.4% in Egypt.

International Markets: US markets closed on a positive note as DJIA, Nasdaq and S&P were all up by 0.4%, 0.6% and 0.5% respectively for the day. European markets closed in red as FTSE and DAX were down by 0.5% and 0.1% respectively, while CAC was unchanged for the day. Asian markets closed on a positive note as Nikkei, Hang Seng and Shanghai were all up by 0.1%, 0.2% and 0.1% respectively.

Headlines

- (WW) US retail sales fall for a 2nd month as consumers pull back
- (WW) US deficits to jump \$248 bln over next two years due to tax shortfall
- (WW) Loan growth, better spreads fail to impress U.S. bank investors
- (WW) China June fiscal spending growth quickens to 19.1% y/y
- (WW) China's export, import growth accelerate in June
- (WW) UK economy likely to grow by 1.4 per cent this year
- (WW) Japan raises FY 2017 forecasts for consumption
- (WW) Brazil growth remains on track despite May drop
- (WW) Canada's fund managers target growth stocks as rates rise
- (CMD) Oil up 1 percent, posts weekly gain of 5 percent
- (CMD) Gold on track for first weekly gain in three
- (FX) Dollar, bond yields dip on inflation data as stocks soar
- (FX) Sterling inches higher, investors split on BoE rate hike
- (MENA) FDI key for mining growth in MENA
- (GCC) Major mergers and consolidation still elusive for Gulf banking sector
- (GCC) GCC businesses are still not prepared for VAT
- (SA) Saudi economic reforms may be delayed amid political change
- (SA) Britain Aggressively Courts \$2 Trillion Saudi Aramco Listing
- (SA) Saudi Arabia curbs oil shipments to United States
- (AE) Dubai's Q2 property sales dim broker expectations
- (AE) Property transactions in Dubai 'decline by 23%'
- (AE) Top UAE SMEs report triple digit growth
- (EG) IMF approves Egypt second loan payment of \$1.25bln
- (EG) Egypt FDI rises by 12% to \$6.6bln in 9M 2016-17
- (QA) Sanctions push Qatar inflation up only modestly in June

(Source: Thomson Reuters, Bloomberg)

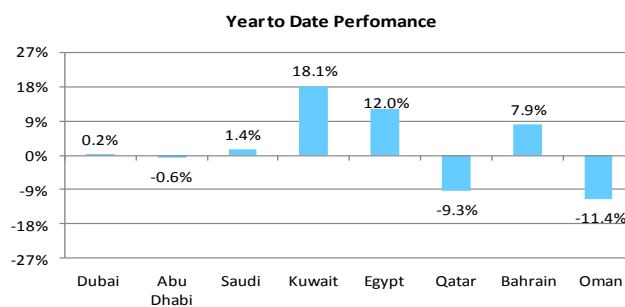
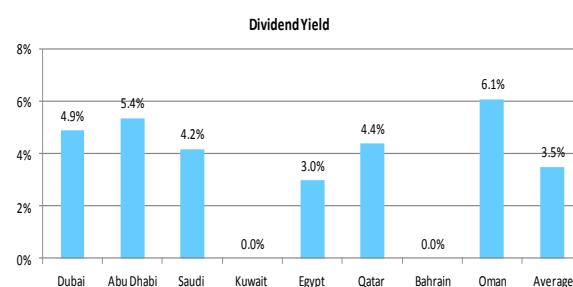
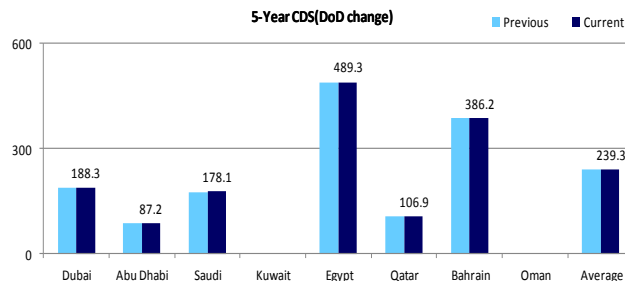
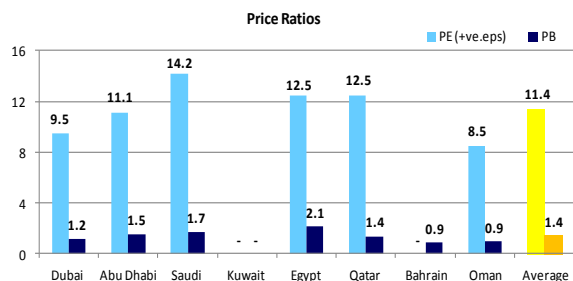
MENA Markets

Index	Last	DoD (%)	WTD (%)	MTD (%)	YTD (%)	ST Trend *	MT Trend *	LT Trend *
Dubai (DFMGI)	3,537.42	1.2%	4.0%	4.3%	0.2%	▲	▼	▼
Abu Dhabi (ADSMI)	4,518.07	2.5%	2.8%	2.1%	-0.6%	▼	▼	▲
Saudi (SASEIDX)	7,313.42	0.1%	1.5%	-1.5%	1.4%	▲	▲	▲
Kuwait (KWSE)	6,788.48	-0.1%	1.6%	0.4%	18.1%	▲	▼	▲
Egypt (EGX30)	13,822.59	1.0%	3.4%	3.2%	12.0%	▲	▲	▲
Qatar (DSM)	9,469.93	2.0%	6.1%	4.9%	-9.3%	▲	▼	▼
Bahrain (BHSEIDX)	1,317.38	0.0%	0.5%	0.6%	7.9%	▼	▼	▲
Oman (MSM30)	5,121.38	-0.9%	0.0%	0.1%	-11.4%	▼	▼	▼

MENA Market Statistics

Index	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)	279	294	361	141	96	136	82,487
Abu Dhabi (ADSMI)	82	107	127	69	47	59	134,333
Saudi (SASEIDX)	172	179	184	952	825	895	461,671
Kuwait (KWSE)	50	104	305	30	45	94	75,578
Egypt (EGX30)	367	293	298	53	76	83	20,865
Qatar (DSM)	17	12	11	118	80	91	111,248
Bahrain (BHSEIDX)	2	4	4	1	2	2	20,357
Oman (MSM30)	15	14	17	6	6	9	14,161

Valuation and Performance Comparisons



Top Performers by Country (* indicates native currency; Latest data)

	Top Gainers					Top Losers				
	Close	DoD %	Volume	Value	Close *	DoD %	Volume ('000)	Value (AED '000)		
Dubai	DAMAC PROPERTIES DUBAI CO PSC	4.01	4.97%	0	46,337	DAR AL TAKAFUL PJSC	1.15	-1.71%	5,489	6,367
	AL SALAM BANK SUDAN PLC	1.82	4.60%	0	61	NATIONAL CENTRAL COOLING CO PJSC	2.10	-1.41%	463	980
	SHUAA CAPITAL PSC	1.22	4.27%	5,236	6,257	EMIRATES INTEGRATED TELECOMM	5.32	-1.30%	278	1,488
	DUBAI INVESTMENTS PJSC	2.23	2.76%	13,577	29,870	DRAKE AND SCULL INTERNATIONAL	0.39	-0.77%	21,858	8,470
	DUBAI FINANCIAL MARKET PJSC	1.20	2.56%	38,514	45,639	GULF NAVIGATION HOLDING PJSC	1.38	-0.72%	232	321
Abu Dhabi	ABU DHABI AVIATION	2.80	14.75%	15	39	ABU DHABI NATIONAL FOR BUILDING	0.48	-9.43%	5,541	2,798
	ABU DHABI SHIP BUILDING PJSC	2.35	5.86%	5	11	SHARJAH CEMENT AND INDUSTRIAL	1.03	-4.63%	70	74
	INTERNATIONAL FISH FARMING HOLD	1.69	5.62%	7,094	11,669	ESHRAQ PROPERTIES COMPANY PJSC	0.94	-2.08%	14,620	13,889
	ARKAN BUILDING MATERIALS CO PJSC	0.69	4.55%	1,608	1,086	MANAZEL REAL ESTATE PJSC	0.52	-1.89%	4,624	2,428
	FIRST ABU DHABI BANK PJSC	10.55	3.94%	11,818	122,317	WAHA CAPITAL PJSC	1.74	-1.69%	2,793	4,901
Saudi Arabia	ARAB SEA INFORMATION SYSTEMS CO	13.70	10.48%	13	169	ALUJAIN CORPORATION SJSC	24.40	-4.69%	2,083	52,070
	SAUDI RESEARCH AND MARKETING	48.65	9.94%	2,347	109,024	RAYDAN COMPANY CJSC	21.80	-3.96%	21	456
	SAUDI PRINTING AND PACKAGING CO	17.18	7.38%	4,484	74,382	BAAZEEM TRADING COMPANY CJSC	25.00	-3.47%	15	372
	TRADE UNION COOPERATIVE INSUR	18.46	6.71%	722	12,909	SOUTHERN PROVINCE CEMENT CO	50.00	-2.34%	122	6,148
	ALAHLI TAKAFUL COMPANY SJSC	38.40	5.79%	509	19,029	SAUDI STEEL PIPES CO SJSC	17.00	-2.30%	359	6,175
Kuwait	AL MASAKEN INTERNATIONAL REAL	75.00	15.38%	1	0	WARBA INSURANCE COMPANY KSCP	77.10	-16.65%	3	0
	ENERGY HOUSE HOLDING COMPANY	39.40	9.44%	2	0	ARABI GROUP HOLDINGS KSCP	76.00	-10.59%	94	8
	KUWAIT FOUNDRY COMPANY KPSC	280.00	8.53%	16	4	AJIAL REAL ESTATE ENTERTAINMENT	140.00	-10.26%	27	4
	METAL AND RECYCLING CO KSCP	92.00	5.75%	137	12	AJWAN GULF REAL ESTATE CO KSCP	80.00	-9.09%	545	46
	INTERNATIONAL FINANCIAL ADVISORS	34.70	5.15%	583	20	KUWAIT RESORTS COMPANY KPSC	75.00	-7.98%	50	4
Egypt	ARAB CO FOR LAND RECLAMATION	7.56	9.25%	3	22	EL EBOUR COMPANY FOR REAL	4.69	-9.63%	13	66
	ALEXANDRIA MEDICAL SERVICES CO	49.49	8.90%	1	25	SOUTH CAIRO AND GIZA MILLS & BAK	54.02	-7.61%	8	430
	MISR REFRIGERATION AND AC	87.18	8.23%	3	277	EGYPT ALUMINUM CO SAE	60.73	-6.76%	80	5,058
	ORANGE EGYPT FOR TELECOMM	108.10	7.63%	42	4,401	PRIME HOLDING FOR FINANCIAL	4.51	-5.85%	47	216
	CAIRO FOR EDUCATIONAL AFFAIRS	5.77	6.07%	2	13	ROWAD TOURISM CO SAE	5.18	-5.82%	8	45
Qatar	QATAR ELECTRICITY AND WATER CO	206.00	5.64%	108	21,597	QATAR NAVIGATION QSC	73.70	-1.73%	44	3,283
	VODAFONE QATAR QSC	8.60	4.88%	7,104	59,674	GULF WAREHOUSING CO QSC	47.00	-1.05%	25	1,203
	QATAR OMAN INVESTMENT CO QSC	8.60	4.24%	215	1,812	QATAR FUEL QSC	112.00	-0.88%	46	5,216
	QATAR NATIONAL BANK SAQ	136.70	4.19%	372	49,772	SALAM INTERNATIONAL INVESTMENT	9.22	-0.75%	48	449
	DOHA INSURANCE CO QSC	14.73	3.01%	8	120	QATARI GERMAN COMPANY	7.80	-0.64%	89	696

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	80,962	101.20	-0.6%	10.6%	3,382	91,272	105.40	76.00	15	1.9	5.9%
2	Emirates Telecommunications Group Co	AE	43,096	18.20	2.5%	-3.2%	1,651	8,182	20.20	17.10	18	3.5	4.4%
3	Saudi Telecom Company SJSC	SA	39,414	73.90	0.0%	0.0%	138	2,713	78.90	51.00	0	0.0	0.0%
4	Qatar National Bank SAQ	QA	34,345	136.70	4.2%	-7.7%	372	13,817	157.27	121.70	10	1.8	2.3%
5	First Abu Dhabi Bank PJSC	AE	31,303	10.55	3.9%	5.6%	11,818	33,947	11.55	8.30	10	1.2	4.3%
6	Al Rajhi Banking & Investment Corp	SA	28,687	66.20	1.2%	5.1%	4,084	72,094	71.70	48.60	13	2.1	3.4%
7	National Commercial Bank SJSC	SA	27,414	51.40	-0.4%	20.7%	348	4,769	58.00	32.00	11	1.7	3.1%
8	Saudi Electricity Company SJSC	SA	26,578	23.92	0.1%	6.8%	659	4,203	26.05	14.30	12	1.4	2.9%
9	DP World Ltd	AE	18,592	22.40	4.2%	27.9%	368	2,247	23.85	15.53	19	2.1	1.7%
10	Almarai Co SJSC	SA	18,240	85.50	-0.3%	24.8%	89	2,029	98.30	51.50	34	5.4	1.1%
11	Jabal Omar Development Co SJSC	SA	17,349	70.00	-1.1%	-6.4%	261	4,868	76.00	46.00	75	6.3	0.0%
12	Industries Qatar QSC	QA	16,621	101.00	2.5%	-14.0%	153	4,201	122.00	91.10	19	1.9	0.0%
13	Saudi Arabian Mining Co SJSC	SA	15,798	50.70	-0.8%	30.0%	772	10,435	53.80	27.80	840	2.3	0.0%
14	Emaar Properties PJSC	AE	15,478	7.94	1.0%	11.4%	7,667	16,574	8.08	6.37	11	1.3	1.9%
15	Samba Financial Group SJSC	SA	13,600	25.50	2.0%	4.7%	2,293	15,596	27.10	15.90	10	1.2	3.7%
16	National Bank of Kuwait SAKP	KW	13,391	685.00	0.0%	10.7%	1,053	2,384	723.81	533.33	13	1.3	4.2%
17	Emirates NBD Bank PJSC	AE	12,257	8.10	1.3%	-4.6%	25	55	9.00	7.60	7	0.8	4.9%
18	Saudi British Bank SJSC	SA	10,800	27.00	1.9%	8.0%	205	1,475	28.40	16.40	11	1.3	2.6%
19	Banque Saudi Fransi SJSC	SA	10,395	32.35	-0.2%	0.0%	226	1,950	33.00	18.00	11	1.3	3.2%
20	Abu Dhabi Commercial Bank PJSC	AE	10,120	7.15	2.1%	3.6%	2,791	5,433	7.68	5.66	9	1.3	5.6%
21	Kingdom Holding Co	SA	9,873	9.99	-0.1%	-16.4%	48	128	12.95	9.80	69	1.3	5.0%
22	Kuwait Finance House KSCP	KW	9,448	496.00	0.4%	1.0%	1,368	2,242	572.73	400.00	13	1.6	0.0%
23	Ezdan Holding Group QSC	QA	9,055	12.55	2.3%	-16.9%	436	1,487	20.24	10.72	15	1.1	4.0%
24	Emaar Malls Group PJSC	AE	8,929	2.52	2.0%	-3.8%	1,964	1,347	3.00	2.38	17	2.0	4.0%
25	Riyad Bank SJSC	SA	8,672	10.84	0.6%	0.0%	996	2,881	11.80	8.55	10	0.9	0.0%
26	Masraf Al Rayan QSC	QA	8,589	42.10	0.8%	0.0%	1,070	12,254	45.40	33.05	15	2.7	0.0%
27	Emirates Islamic Bank PJSC	AE	8,576	5.80	0.0%	0.0%	1	1	11.95	1.57	106	4.6	0.0%
28	Ooredoo QSC	QA	8,199	94.10	0.5%	-7.6%	119	3,048	116.10	88.20	16	1.4	3.7%
29	Yanbu National Petrochemicals Co SJSC	SA	8,130	54.20	-0.7%	0.4%	135	1,947	61.75	39.90	12	1.9	5.5%
30	Dubai Islamic Bank PJSC	AE	7,737	5.75	0.5%	3.2%	19,386	30,350	6.29	5.01	9	1.2	7.8%
Total M-Cap; W. Avg Yield			571,651										3.1%

Data Source: Thomson Reuters

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