

Overview

Regional Markets: MENA region started the week on a mixed note as four out of the eight indexes closed in green, while three closed in red and one remained unchanged for the day. The movement in regional markets was driven by the sentiments seen in global markets coupled with the rise in oil prices towards the end of the previous week. Quarterly earnings are also driving the movements within regional markets as it will provide clarity to investors about the health of regional economies. For the day, Dubai was the best performing index as it was up by 1.0%, following the gains of 4.0% recorded in the previous week. Abu Dhabi closed marginally higher by 0.1% for the day, adding to the gains recorded during the month. Qatar was the worst performer as it was down by 1.3% for the day, giving some of the gains of 6.1% recorded in the previous week. Oman was down by 1.1% for the day, which was dragged lower by disappointing second quarter earnings, further substantiating the impact of oil prices and austerity measures taken by the government. Saudi Arabia closed higher by 0.5% for the day, mainly supported by the rise in oil prices. The market breadth was skewed towards advancers with 126 compared to 42 decliners during the session. Kuwait closed higher by 0.3% for the day, remaining in the positive territory for the month. Egypt closed flat for the day, after rising by 3.4% in the previous week. Bahrain closed on a negative note as it was down by 0.3% for the day,

International Markets: At the time of writing this report, Asian markets have opened on a slightly positive note as Nikkei and Hang Seng are up by 0.1% and 0.6% respectively, while Shanghai is down by 0.1%.

Headlines

(WW) US budget deficit to spike to \$702b
(WW) Plodding US economy at odds with soaring financial markets
(WW) US-China rifts widen despite economic headway
(WW) China's economy slows in 2Q
(WW) China's Xi orders debt crackdown for state-owned groups
(WW) China central bank told by Xi to play bigger role in managing financial risk
(WW) London property faces a bear market in 2018
(WW) UK budget watchdog warns of long-term Brexit risk for public finances
(WW) Roughly 4-in-10 UK firms report Brexit hit to investment
(CMD) Saudi curbs oil shipments to US to lift prices
(CMD) Gold price sustains stability on improved trading
(FX) Australian dollar surges past US78¢ to a two-year high
(FX) Dollar Bears' Case Grows Stronger as Wagers on Fed Hikes Fade

(ME) Middle East debt issuance surge on GCC sovereign issuances
(GCC) OPEC cuts to weigh heavily on GCC economic growth
(AE) Dubai SME and Souq.com in deal to boost SME sector
(AE) UAE economy to feel impact of further declines in oil prices
(AE) IMF lowers 2017, 2018 UAE growth forecasts
(AE) UAE economy to bounce back as oil prices recover
(AE) Abu Dhabi inaugurates new port to boost trade
(AE) Dubai Economy issues 10,455 commercial licenses in H1
(AE) UAE's ministry starts infrastructure work at RAK project
(EG) IMF strongly supports Egypt's economic reforms
(EG) Egypt expects global oil prices to growth 19% by year-end
(OM) Omani economy expected to continue slowdown this year
(Source: Thomson Reuters, Bloomberg)

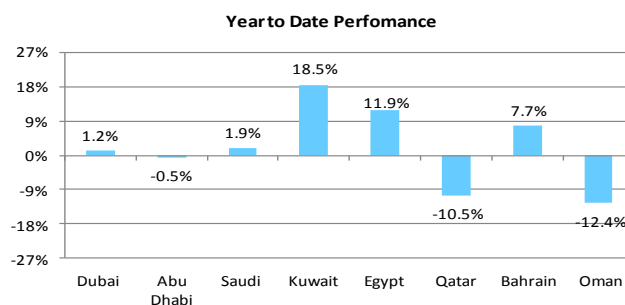
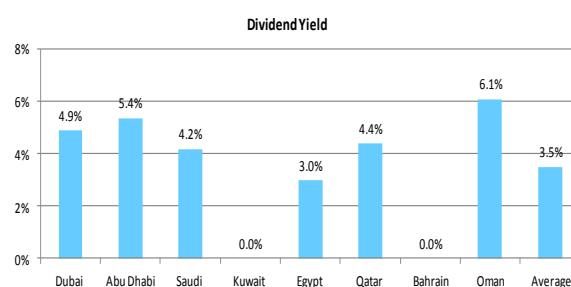
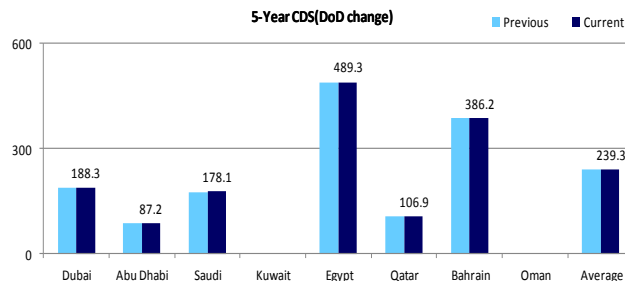
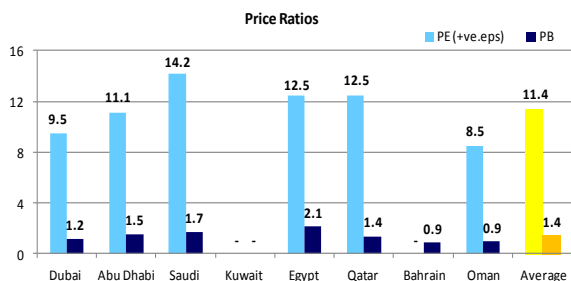
MENA Markets

| Index | Last | DoD (%) | WTD (%) | MTD (%) | YTD (%) | ST Trend * | MT Trend * | LT Trend * |
|-------------------|-----------|---------|---------|---------|---------|------------|------------|------------|
| Dubai (DFMGI) | 3,573.00 | 1.0% | 1.0% | 5.3% | 1.2% | ▲ | ▼ | ▼ |
| Abu Dhabi (ADSMI) | 4,524.00 | 0.1% | 0.1% | 2.2% | -0.5% | ▼ | ▼ | ▲ |
| Saudi (SASEIDX) | 7,348.76 | 0.5% | 0.5% | -1.0% | 1.9% | ▲ | ▲ | ▲ |
| Kuwait (KWSE) | 6,808.88 | 0.3% | 0.3% | 0.7% | 18.5% | ▲ | ▼ | ▲ |
| Egypt (EGX30) | 13,815.77 | -0.0% | -0.0% | 3.1% | 11.9% | ▲ | ▲ | ▲ |
| Qatar (DSM) | 9,343.57 | -1.3% | -1.3% | 3.5% | -10.5% | ▲ | ▼ | ▼ |
| Bahrain (BHSEIDX) | 1,314.09 | -0.3% | -0.3% | 0.3% | 7.7% | ▼ | ▼ | ▲ |
| Oman (MSM30) | 5,063.76 | -1.1% | -1.1% | -1.1% | -12.4% | ▼ | ▼ | ▼ |

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) | 176 | 293 | 355 | 69 | 96 | 134 | 82,487 |
| Abu Dhabi (ADSMI) | 143 | 108 | 125 | 125 | 48 | 58 | 134,333 |
| Saudi (SASEIDX) | 129 | 178 | 183 | 661 | 821 | 892 | 461,549 |
| Kuwait (KWSE) | 51 | 99 | 296 | 30 | 44 | 92 | 75,578 |
| Egypt (EGX30) | 260 | 293 | 294 | 34 | 75 | 82 | 20,865 |
| Qatar (DSM) | 5 | 11 | 11 | 36 | 80 | 91 | 111,248 |
| Bahrain (BHSEIDX) | 2 | 4 | 4 | 1 | 2 | 2 | 20,357 |
| Oman (MSM30) | 11 | 13 | 17 | 6 | 6 | 9 | 14,161 |

Valuation and Performance Comparisons



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

| | Top Gainers | | | | | Top Losers | | | | |
|--------------|----------------------------------|---------|--------|---------------|------------------|---------------------------------|---------|---------|---------------|------------------|
| | Company | Close * | DoD % | Volume ('000) | Value (AED '000) | Company | Close * | DoD % | Volume ('000) | Value (AED '000) |
| Dubai | DAMAC PROPERTIES DUBAI CO PSC | 4.01 | 6.48% | 0 | 42,420 | ARAB INSURANCE GROUP BSC | 1.50 | -10.00% | 5 | 8 |
| | EMIRATES ISLAMIC BANK PJSC | 5.80 | 3.45% | 0 | 3 | EMAAR MALLS GROUP PJSC | 2.52 | -1.19% | 722 | 1,831 |
| | SHUAA CAPITAL PSC | 1.22 | 3.28% | 10,081 | 12,103 | AL SALAM BANK SUDAN PLC | 1.82 | -1.10% | 1,156 | 2,115 |
| | AJMAN BANK PJSC | 1.14 | 2.63% | 1,860 | 2,094 | MARKA PJSC | 0.72 | -0.69% | 457 | 330 |
| | DAR AL TAKAFUL PJSC | 1.15 | 1.74% | 1,778 | 2,027 | DXB ENTERTAINMENTS PJSC | 0.76 | -0.40% | 4,916 | 3,734 |
| Abu Dhabi | ABU DHABI NATIONAL HOTELS CO | 3.00 | 6.67% | 1 | 3 | RAS AL KHAIMAH CEMENT CO PSC | 0.81 | -4.94% | 14 | 11 |
| | SHARJAH CEMENT AND INDUSTRIAL | 1.03 | 5.83% | 37 | 37 | DANA GAS PJSC | 0.68 | -1.47% | 24,347 | 16,680 |
| | NATIONAL BANK OF UMM AL QAIW | 2.95 | 5.08% | 944 | 2,718 | RAS AL KHAIMAH CERAMICS PSC | 2.38 | -1.26% | 28 | 66 |
| | SUDATEL TELECOM GROUP LTD | 0.53 | 3.77% | 1,736 | 903 | INTERNATIONAL FISH FARMING HOLD | 1.69 | -0.59% | 2,311 | 3,916 |
| | ARKAN BUILDING MATERIALS CO PJSC | 0.69 | 2.90% | 408 | 277 | ABU DHABI ISLAMIC BANK PJSC | 3.53 | -0.57% | 2,398 | 8,490 |
| Saudi Arabia | SAUDI RESEARCH AND MARKETING | 48.65 | 9.97% | 174 | 8,098 | ARAB SEA INFORMATION SYSTEMS CO | 13.70 | -7.01% | 20 | 288 |
| | SAUDI PRINTING AND PACKAGING CO | 17.18 | 8.50% | 5,499 | 90,778 | DEVELOPMENT WORKS FOOD CO | 70.00 | -5.00% | 11 | 756 |
| | AL BAHA INVESTMENT & DEVELOP | 22.16 | 8.30% | 2,865 | 61,056 | MAKKAH CONSTRUCTION & DEVELOP | 96.40 | -2.49% | 141 | 13,803 |
| | SAUDI FISHERIES CO SJSC | 26.75 | 8.04% | 2,217 | 57,099 | AL KATHIRI HOLDING CO | 22.20 | -1.80% | 73 | 1,641 |
| | BURUJ COOPERATIVE INSURANCE CO | 30.40 | 4.61% | 449 | 13,361 | NAMA CHEMICALS COMPANY SJSC | 14.62 | -1.37% | 131 | 1,924 |
| Kuwait | ARABI GROUP HOLDINGS KSCP | 76.00 | 19.08% | 68 | 5 | EYAS FOR HIGER AND TECHNICAL | 899.00 | -5.45% | 0 | 0 |
| | METAL AND RECYCLING CO KSCP | 92.00 | 17.39% | 151 | 13 | AL MASSALEH REAL ESTATE CO KSCP | 43.90 | -5.01% | 0 | 0 |
| | WARBA INSURANCE COMPANY KSCP | 77.10 | 16.73% | 21 | 2 | FIRST TAKAFUL INSURANCE CO KPSC | 52.00 | -3.85% | 93 | 5 |
| | HAYAT COMMUNICATIONS CO KSCP | 90.00 | 9.67% | 48 | 4 | HEAVY ENGINEERING INDUSTRIES | 209.00 | -3.83% | 32 | 7 |
| | ALAFCO AVAIAION LEASE & FINANCE | 334.00 | 7.78% | 506 | 163 | KUWAIT CABLE VISION COMPANY | 30.00 | -3.67% | 339 | 10 |
| Egypt | MISR REFRIGERATION AND AC | 87.18 | 9.97% | 2 | 146 | ARAB CO FOR LAND RECLAMATION | 7.56 | -6.48% | 8 | 66 |
| | ASEC CO FOR MINING SAE | 10.38 | 8.48% | 391 | 3,903 | DELTA CO FOR CONSTRUCTION | 6.04 | -4.97% | 27 | 164 |
| | GENERAL COMPANY FOR CERAMIC | 4.19 | 8.35% | 970 | 3,908 | MOHANDES INSURANCE CO SAE | 8.64 | -4.63% | 2 | 14 |
| | NATIONAL COMPANY FOR HOUSING | 21.33 | 8.25% | 5 | 105 | MIDDLE AND WEST DELTA FLOUR | 104.11 | -3.89% | 2 | 217 |
| | ARAB MOLTAQA INVESTMENTS CO | 17.29 | 5.78% | 15 | 246 | MIDDLE EGYPT FLOUR MILLS CO SAE | 47.77 | -3.68% | 29 | 1,409 |
| Qatar | VODAFONE QATAR QSC | 8.60 | 1.28% | 1,770 | 15,122 | DOHA INSURANCE CO QSC | 14.73 | -4.28% | 3 | 40 |
| | WIDAM FOOD CO QSC | 58.90 | 0.51% | 43 | 2,546 | QATAR ELECTRICITY AND WATER CO | 206.00 | -3.40% | 52 | 10,847 |
| | DLALA BROKERAGE AND INVESTMENT | 19.09 | 0.05% | 99 | 1,889 | AL KHALEEJ TAKAFUL GROUP QSC | 17.25 | -2.32% | 11 | 190 |
| | QATAR FIRST BANK LLC | 7.80 | 0.00% | 367 | 2,862 | QATAR FUEL QSC | 112.00 | -2.23% | 25 | 2,837 |
| | QATAR ISLAMIC INSURANCE CO QSC | 64.90 | 0.00% | 0 | 1 | QATARI INVESTORS GROUP QSC | 48.80 | -1.84% | 13 | 656 |

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 | 81,122 | 101.40 | 0.2% | 10.8% | 3,035 | 82,080 | 105.40 | 76.00 | 15 | 1.9 | 5.9% |
| 2 | Emirates Telecommunications Group Co | AE | 43,096 | 18.20 | 0.0% | -3.2% | 348 | 1,724 | 20.20 | 17.10 | 18 | 3.5 | 4.4% |
| 3 | Saudi Telecom Company SJSC | SA | 39,521 | 74.10 | 0.3% | 0.0% | 42 | 833 | 78.90 | 51.00 | 0 | 0.0 | 0.0% |
| 4 | Qatar National Bank SAQ | QA | 33,951 | 134.90 | -1.3% | -8.9% | 195 | 7,160 | 157.27 | 121.70 | 10 | 1.7 | 2.4% |
| 5 | First Abu Dhabi Bank PJSC | AE | 31,303 | 10.55 | 0.0% | 5.6% | 31,281 | 89,853 | 11.55 | 8.30 | 10 | 1.2 | 4.3% |
| 6 | Al Rajhi Banking & Investment Corp | SA | 28,731 | 66.30 | 0.2% | 5.2% | 2,346 | 41,477 | 71.70 | 48.60 | 13 | 2.1 | 3.4% |
| 7 | National Commercial Bank SJSC | SA | 27,307 | 51.20 | -0.4% | 20.2% | 322 | 4,395 | 58.00 | 32.00 | 11 | 1.7 | 3.1% |
| 8 | Saudi Electricity Company SJSC | SA | 26,511 | 23.86 | -0.3% | 6.5% | 523 | 3,329 | 26.05 | 14.30 | 12 | 1.4 | 2.9% |
| 9 | DP World Ltd | AE | 18,634 | 22.45 | 0.2% | 28.2% | 40 | 243 | 23.85 | 15.53 | 19 | 2.1 | 1.7% |
| 10 | Almarai Co SJSC | SA | 18,262 | 85.60 | 0.1% | 25.0% | 46 | 1,050 | 98.30 | 51.50 | 34 | 5.4 | 1.1% |
| 11 | Jabal Omar Development Co SJSC | SA | 17,523 | 70.70 | 1.0% | -5.4% | 87 | 1,639 | 76.00 | 46.00 | 75 | 6.4 | 0.0% |
| 12 | Industries Qatar QSC | QA | 16,469 | 99.90 | -1.1% | -15.0% | 26 | 712 | 122.00 | 91.10 | 19 | 1.9 | 0.0% |
| 13 | Saudi Arabian Mining Co SJSC | SA | 15,861 | 50.90 | 0.4% | 30.5% | 228 | 3,101 | 53.80 | 27.80 | 843 | 2.3 | 0.0% |
| 14 | Emaar Properties PJSC | AE | 15,537 | 7.97 | 0.4% | 11.8% | 1,941 | 4,212 | 8.08 | 6.37 | 11 | 1.3 | 1.9% |
| 15 | Samba Financial Group SJSC | SA | 13,814 | 25.90 | 1.6% | 6.4% | 875 | 6,043 | 27.10 | 15.90 | 10 | 1.2 | 3.7% |
| 16 | National Bank of Kuwait SAKP | KW | 13,432 | 687.00 | 0.3% | 11.0% | 556 | 1,263 | 723.81 | 533.33 | 14 | 1.3 | 4.2% |
| 17 | Emirates NBD Bank PJSC | AE | 12,257 | 8.10 | 0.0% | -4.6% | 397 | 876 | 9.00 | 7.60 | 7 | 0.8 | 4.9% |
| 18 | Saudi British Bank SJSC | SA | 10,840 | 27.10 | 0.4% | 8.4% | 140 | 1,014 | 28.40 | 16.40 | 11 | 1.3 | 2.6% |
| 19 | Banque Saudi Fransi SJSC | SA | 10,540 | 32.80 | 1.4% | 0.0% | 83 | 725 | 33.20 | 18.00 | 11 | 1.3 | 3.2% |
| 20 | Abu Dhabi Commercial Bank PJSC | AE | 10,148 | 7.17 | 0.3% | 3.9% | 26 | 51 | 7.68 | 5.66 | 9 | 1.3 | 5.6% |
| 21 | Kingdom Holding Co | SA | 9,834 | 9.95 | -0.4% | -16.7% | 50 | 134 | 12.95 | 9.80 | 69 | 1.3 | 5.0% |
| 22 | Kuwait Finance House KSCP | KW | 9,487 | 498.00 | 0.4% | 1.4% | 838 | 1,380 | 572.73 | 400.00 | 13 | 1.6 | 0.0% |
| 23 | Ezdan Holding Group QSC | QA | 9,056 | 12.53 | -0.2% | -17.1% | 119 | 406 | 20.24 | 10.72 | 15 | 1.1 | 4.0% |
| 24 | Emirates Islamic Bank PJSC | AE | 8,871 | 6.00 | 3.4% | 0.0% | 1 | 1 | 11.95 | 1.57 | 110 | 4.7 | 0.0% |
| 25 | Emaar Malls Group PJSC | AE | 8,823 | 2.49 | -1.2% | 0.0% | 722 | 490 | 3.00 | 2.38 | 17 | 2.0 | 0.0% |
| 26 | Riyad Bank SJSC | SA | 8,736 | 10.92 | 0.7% | 0.0% | 738 | 2,150 | 11.80 | 8.55 | 10 | 0.9 | 0.0% |
| 27 | Masraf Al Rayan QSC | QA | 8,481 | 41.50 | -1.4% | 10.4% | 369 | 4,175 | 45.40 | 33.05 | 15 | 2.7 | 4.8% |
| 28 | Yanbu National Petrochemicals Co SJSC | SA | 8,130 | 54.20 | 0.0% | 0.4% | 181 | 2,620 | 61.75 | 39.90 | 12 | 1.9 | 5.5% |
| 29 | Ooredoo QSC | QA | 8,108 | 92.90 | -1.3% | -8.7% | 16 | 408 | 116.10 | 88.20 | 16 | 1.4 | 3.8% |
| 30 | Dubai Islamic Bank PJSC | AE | 7,805 | 5.80 | 0.9% | 4.1% | 1,184 | 1,870 | 6.29 | 5.01 | 9 | 1.2 | 7.8% |
| Total M-Cap; W. Avg Yield | | | 572,188 | | | | | | | | | | 3.1% |

Data Source: Thomson Reuters

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