

Overview

Regional Markets: MENA markets ended on a subdued note as selling pressure continues to intensify in selective regional markets. Investors prefer to offload their holdings and remain in cash on the back of rising uncertainty within the region, especially the latest corruption crackdown in Saudi Arabia. For the regional markets, four indexes ended in red, while three in green and one remained unchanged for the day. UAE markets were the worst performers as both Dubai and Abu Dhabi were down by 1.9% and 1.1% for the day, extending the weekly losses to 5.7% and 2.2% respectively. The expansionary federal budget approved by the UAE cabinet has been ignored by the investors, however this would be a good opportunity for long term investors to take tactical positions into quality and fundamentally strong companies. Saudi Arabia started on a negative note as sellers continued to offload their positions but the buyers began to dominate during the second half, which led to flat closing for the day. Kuwait closed higher by 0.6% for the day, taking a breather after the sharp sell-off seen in the previous three sessions. Egypt also closed on a positive note as it was up by 1.0% for the day, while the performance during the week remains in red. Qatar continued to drift lower as it was down by 0.9% for the day, extending the losses to 3.6% for the week. Bahrain closed higher by 1.1%, while Oman was down by 0.9% for the day.

International Markets: US markets closed on a positive note as DJIA, Nasdaq and S&P were all up by 0.03%, 0.3% and 0.14% respectively for the day. European markets closed on a mixed tone as FTSE and DAX were both up by 0.2% and 0.02%, while CAC was down by 0.2%. At the time of writing this report, Asian markets have opened on a positive note as Nikkei, Hang Seng and Shanghai are up by 2.0%, 0.8% and 0.04% respectively.

Headlines

(WW) US consumer borrowing up USD 20.8 bn, most in 10 months
 (WW) China October exports, imports growth slow as economy cools
 (WW) China's break-neck commodities buying slows ahead of winter cuts
 (WW) Hong Kong's economy on track to post solid third-quarter growth
 (WW) UK firms expect higher pay rises, as Brexit hits investment plans
 (WW) U.K. industrial production likely to have grown slightly in September
 (WW) EU at impasse before final push to clinch carbon market reform
 (WW) Italy's economic renaissance is less than meets the eye
 (WW) South Africa's business confidence steady in October
 (CMD) Oil mixed on expected strong China demand, rising US output
 (CMD) Gold up as dollar slips on possible delay in U.S. tax cut plan
 (FX) String of scandals trips up sterling ahead of new Brexit talks
 (FX) Dollar weighed by report of possible delays to US corporate tax cut

(GCC) GCC business confidence continues downward slope
 (GCC) Gulf slides on jitters over Saudi anti-corruption probe
 (GCC) GCC petchem industry transformation key to stay competitive
 (SA) Saudi Arabia's private sector data signals robust growth
 (SA) Saudi Arabia eyes investments in Turkmenistan, including gas
 (AE) UAE cabinet approves expansionary federal budget for 2018
 (AE) Businesses in UAE need to register for VAT within weeks
 (AE) UAE-India bilateral trade to grow by 6% per year
 (EG) 26% of FDI for Arab world goes to Egypt
 (QA) Qatar banks see domestic assets jump 16% in Sept
 (KW) Kuwait estimates USD 67.9bn financial deficit in four years
 (BH) Islamic banks in Bahrain urged to fully comply with new standards
 (Source: Thomson Reuters, Bloomberg)

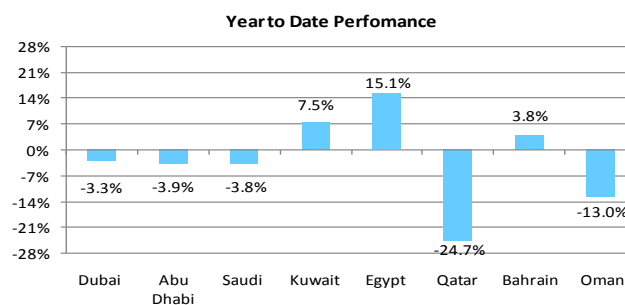
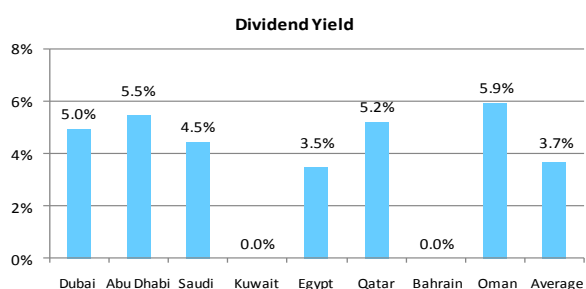
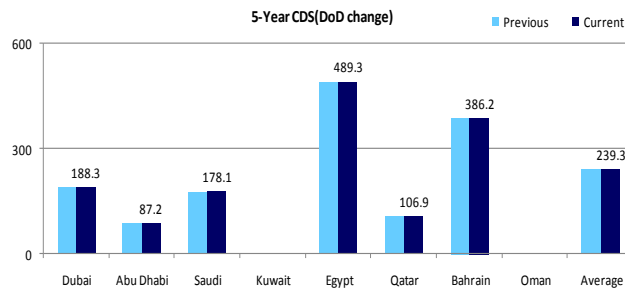
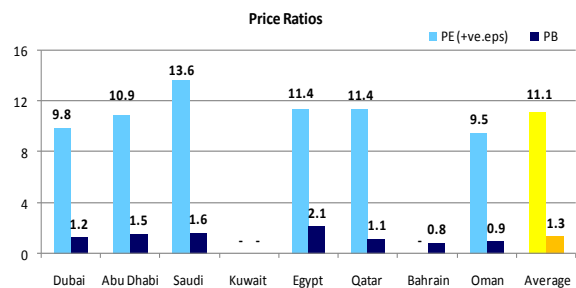
MENA Markets

Index	Last	DoD (%)	WTD (%)	MTD (%)	YTD (%)	ST Trend *	MT Trend *	LT Trend *
Dubai (DFMGI)	3,414.92	-1.9%	-5.7%	-6.1%	-3.3%	▼	▲	▲
Abu Dhabi (ADSMI)	4,369.06	-1.1%	-2.2%	-2.5%	-3.9%	▼	▼	▼
Saudi (SASEIDX)	6,936.49	0.0%	-0.3%	0.0%	-3.8%	▼	▼	▲
Kuwait (KWSE)	6,180.07	0.6%	-5.6%	-5.1%	7.5%	▼	▼	▼
Egypt (EGX30)	14,204.95	1.0%	-0.8%	-1.0%	15.1%	▲	▲	▲
Qatar (DSM)	7,856.24	-0.9%	-3.6%	-3.8%	-24.7%	▼	▼	▼
Bahrain (BHSEIDX)	1,266.81	1.1%	-1.3%	-0.8%	3.8%	▼	▼	▼
Oman (MSM30)	5,031.16	-0.9%	-0.2%	0.4%	-13.0%	▼	▼	▼

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)	311	478	383	143	168	137	81,638
Abu Dhabi (ADSMI)	114	124	99	55	49	45	131,388
Saudi (SASEIDX)	193	267	235	1,131	1,125	1,016	438,547
Kuwait (KWSE)	100	112	93	70	48	40	75,578
Egypt (EGX30)	434	369	293	104	84	65	21,081
Qatar (DSM)	5	7	7	167	68	70	89,030
Bahrain (BHSEIDX)	3	2	2	2	1	1	19,924
Oman (MSM30)	9	17	16	62	10	9	14,124

Valuation and Performance Comparisons



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

	Top Gainers	Close *	DoD %	Volume ('000)	Value (AED '000)	Top Losers	Close *	DoD %	Volume ('000)	Value (AED '000)
Dubai	EMIRATES ISLAMIC BANK PJSC	7.00	4.29%	1	3	NATIONAL CENTRAL COOLING CO PJSC	2.04	-6.37%	3,975	8,384
	EMIRATES NBD BANK PJSC	8.20	2.20%	2,145	17,401	DXB ENTERTAINMENTS PJSC	0.68	-5.58%	14,961	10,489
	GULFA MINERAL WATER AND PROCES	2.91	0.34%	17	49	SHUAA CAPITAL PSC	1.09	-5.50%	7,097	7,961
						DRAKE AND SCULL INTERNATIONAL	1.79	-5.03%	13,171	24,200
						DEYAAR DEVELOPMENT PJSC	0.50	-4.81%	59,484	30,433
Abu Dhabi	COMMERCIAL BANK INTERNATIONAL	0.77	14.29%	8	6	ARKAN BUILDING MATERIALS CO PJSC	0.64	-7.81%	6,175	4,119
	NATIONAL BANK OF RAS AL KHAIMAH	4.80	4.17%	25	119	ABU DHABI NATIONAL FOR BUILDING	0.49	-6.12%	200	101
	RAS AL KHAIMAH FOR WHITE CEMENT	1.01	3.96%	20	20	INTERNATIONAL HOLDING COMPANY	1.48	-5.41%	1,621	2,467
	WAHA CAPITAL PJSC	1.70	1.18%	4,991	8,436	RAS AL KHAIMAH CEMENT CO PSC	0.71	-4.23%	484	351
						ESHRAQ PROPERTIES COMPANY PJSC	0.73	-4.11%	18,587	13,859
Saudi Arabia	ABDULMOHSEN AL HOKAIR GROUP	21.20	11.04%	549	11,062	MALATH COOPERATIVE INSURANCE	13.50	-8.44%	7,847	110,819
	ABDULLAH SAAD MOHAMMED ABO	10.22	7.63%	19	189	NAJRAN CEMENT CO SJSC	8.25	-4.85%	2,201	18,622
	METLIFE AIG ANB COOPERATIVE	15.00	5.87%	196	2,857	AL ABDULLATIF INDUSTRIAL INVEST	12.90	-3.88%	41	541
	SOLIDARITY SAUDI TAKAFUL CO JSC	17.80	5.62%	622	10,783	AL TAYYAR TRAVEL GROUP HOLDING	26.90	-3.53%	23,677	648,557
	TABUK CEMENT CO SJSC	12.40	5.32%	2,307	27,881	SAUDI AIRLINES CATERING CO SJSC	82.50	-3.52%	157	13,230
Kuwait	AL ARGAN INTERNATIONAL REAL EST	132.00	19.70%	1	0	KUWAIT CABLE VISION COMPANY	23.10	-17.75%	4	0
	TAAMEER REAL ESTATE INVESTMENT	25.00	19.20%	115	3	UNITED REAL ESTATE COMPANY SAKP	80.00	-11.88%	4	0
	KUWAIT REAL ESTATE HOLDING CO	30.00	16.67%	85	2	HEAVY ENGINEERING INDUSTRIES	211.00	-11.37%	327	73
	AL MASSALEH REAL ESTATE CO KSCP	34.00	16.18%	0	0	NATIONAL INDUSTRIES GROUP	156.00	-10.26%	9,053	1,493
	WARBA INSURANCE COMPANY KSCP	66.00	13.64%	3	0	UNICAP INVESTMENT AND FINANCE	39.70	-8.06%	31	1
Egypt	ORANGE EGYPT FOR TELECOMM	156.20	9.85%	16	2,340	MIDDLE AND WEST DELTA FLOUR	124.61	-8.35%	3	408
	ALEXANDRIA SPINNING & WEAVING	1.54	9.09%	288	425	OCTOBER PHARMA FOR PHARMA	79.38	-7.72%	1	88
	SHOROUK FOR MODERN PRINTING	22.07	8.88%	10	215	ARAB ENGINEERING INDUSTRIES SAE	6.80	-7.06%	2	17
	MISR CEMENT CO SAE	46.32	8.72%	6	281	ARAB CO FOR LAND RECLAMATION	11.70	-5.98%	4	48
	ARABIAN FOOD INDUSTRIES CO SAE	9.74	8.62%	1,636	15,305	REACAP FINANCIAL INVESTMENTS SAE	4.85	-5.15%	31	155
Qatar	ISLAMIC HOLDING GROUP QPSC	25.56	9.55%	46	1,122	SALAM INTERNATIONAL INVESTMENT	6.95	-7.77%	177	1,279
	INVESTMENT HOLDING GROUP	5.40	3.70%	297	1,575	ALIJARAH HOLDING CO QPSC	8.60	-6.74%	67	600
	AL KHALIJ COMMERCIAL BANK PQSC	11.66	2.92%	6	75	AHLI BANK QSC	30.00	-6.53%	1	16
	QATAR FIRST BANK LLC	5.30	2.64%	415	2,172	QATAR INSURANCE CO SAQ	41.50	-6.02%	47	2,029
	QATAR NATIONAL CEMENT CO QSC	60.20	2.33%	5	311	WIDAM FOOD CO QSC	58.00	-5.64%	34	2,005

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	79,981	100.00	1.0%	9.3%	4,583	122,177	105.40	83.75	16	1.9	6.0%
2	Emirates Telecommunications Group Co	AE	40,732	17.20	-1.4%	-8.5%	730	3,418	19.00	17.10	17	3.5	4.7%
3	Saudi Telecom Company SJSC	SA	37,324	70.00	1.2%	0.0%	649	12,118	78.90	60.25	0	0.0	0.0%
4	First Abu Dhabi Bank PJSC	AE	30,268	10.20	-1.4%	2.1%	5,560	15,444	11.55	8.50	12	1.1	4.4%
5	Qatar National Bank QPSC	QA	29,116	120.30	-0.2%	-18.8%	337	10,618	157.27	118.10	9	1.5	2.6%
6	National Commercial Bank SJSC	SA	27,940	52.40	1.2%	23.0%	1,355	18,932	58.00	37.00	11	1.7	3.1%
7	Al Rajhi Banking & Investment Corp	SA	27,380	63.20	-1.7%	0.3%	9,079	152,977	71.70	58.75	12	1.9	3.6%
8	Saudi Electricity Company SJSC	SA	27,037	24.34	-0.3%	8.7%	1,660	10,771	26.05	17.60	11	1.4	2.9%
9	DP World Ltd	AE	19,588	23.60	1.3%	34.8%	151	972	24.60	15.53	19	2.0	1.6%
10	Saudi Arabian Mining Co SJSC	SA	16,479	52.90	-0.2%	35.6%	1,645	23,198	54.00	37.30	184	2.4	0.0%
11	Jabal Omar Development Co SJSC	SA	15,908	64.20	1.1%	-14.1%	143	2,448	76.00	59.10	69	5.8	0.0%
12	Emaar Properties PJSC	AE	15,012	7.70	-3.1%	8.0%	15,882	33,300	8.95	6.37	10	1.3	1.9%
13	Industries Qatar QSC	QA	14,902	94.00	-1.0%	-20.0%	63	1,540	122.00	85.00	22	1.7	4.3%
14	Almarai Co SJSC	SA	14,530	54.50	-0.5%	-0.5%	542	7,882	78.64	46.60	26	3.9	1.3%
15	National Bank of Kuwait SAKP	KW	14,008	716.00	2.3%	15.7%	3,883	9,192	800.00	561.90	14	1.3	4.0%
16	Emirates NBD Bank PJSC	AE	12,682	8.38	2.2%	-1.3%	2,145	4,895	9.00	7.60	6	0.8	4.8%
17	Samba Financial Group SJSC	SA	12,498	23.44	0.8%	-3.7%	1,755	10,965	27.10	19.80	10	1.1	4.1%
18	Emirates Islamic Bank PJSC	AE	10,795	7.30	4.3%	0.0%	1	1	11.95	1.57	80	5.5	0.0%
19	Abu Dhabi Commercial Bank PJSC	AE	10,121	7.15	-0.3%	3.6%	4,939	9,617	7.68	5.66	9	1.2	5.6%
20	Saudi British Bank SJSC	SA	10,058	25.15	0.6%	0.6%	317	2,124	28.55	19.30	10	1.2	2.8%
21	Kuwait Finance House KSCP	KW	9,932	521.00	2.0%	6.1%	8,717	15,016	650.00	445.45	15	1.6	3.0%
22	Riyad Bank SJSC	SA	9,678	12.10	0.8%	4.8%	2,557	8,249	12.10	9.90	11	1.0	0.0%
23	Banque Saudi Fransi SJSC	SA	9,573	29.80	0.7%	14.2%	1,051	8,353	33.40	22.10	10	1.1	3.5%
24	Yanbu National Petrochemicals Co SJSC	SA	8,458	56.40	0.7%	4.4%	485	7,292	61.75	45.50	14	2.0	5.3%
25	Kingdom Holding Co	SA	8,062	8.16	0.7%	-31.7%	876	1,906	12.95	7.90	48	1.0	6.1%
26	Dubai Islamic Bank PJSC	AE	8,048	5.98	-0.2%	7.4%	6,360	10,356	6.29	5.01	8	1.2	7.5%
27	Emaar Malls PJSC	AE	7,690	2.17	-3.1%	-17.2%	8,511	5,029	2.80	2.13	15	1.7	4.6%
28	Alinma Bank SJSC	SA	7,086	17.72	0.3%	17.4%	33,553	158,511	18.46	13.65	14	1.3	2.8%
29	Ooredoo QSC	QA	7,071	84.24	-2.2%	-17.2%	44	977	116.10	80.00	14	1.2	4.2%
30	Masraf Al Rayan QPSC	QA	6,867	34.94	0.4%	-7.1%	292	2,676	45.40	33.05	13	2.1	5.7%
Total M-Cap; W. Avg Yield			548,824										3.4%

Data Source: Thomson Reuters

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