

Overview

Regional Markets: The MENA markets ended on a positive note for the second consecutive session as sentiments were driven by upcoming IPOs, which are likely to improve trading activity and attract foreign funds. Further, the strength in oil prices is also helping in boosting the sentiments of the regional markets. Although the last two sessions have ended on a positive note, it was not able to recover the losses recorded during the start of the week. Hence, the regional markets have ended the week in the negative zone as five out of the eight indexes ended in red, while two in green and one remained unchanged. For the day, seven out of the eight indexes ended in green, while Qatar was the only index to close in red during the session. Egypt was the best performing index with gains of 1.9% for the day, which was supported by announcement of an IPO by the country's largest drug distributor in December. This is likely to encourage other firms to follow the process, which should act as a positive catalyst for the regional markets. UAE markets closed on a positive note as both Dubai and Abu Dhabi closed in green for the day. Saudi Arabia closed on a positive note as it was up by 0.8% for the day, which helped in minimizing the losses to 0.5% for the week. Kuwait closed on a positive note as it was up by 0.2% for the day, however it was one of the worst performers for the week with losses of 1.1%. Bahrain and Oman were up by 0.6% and 0.2% respectively for the day, in with the sentiments seen in the broader regional markets.

International Markets: US markets closed on a positive note as DJIA, Nasdaq and S&P were up by 0.1%, 0.3% and 0.2% respectively for the day. European markets closed on a positive note as FTSE was down by 0.1%, while DAX and CAC were up by 0.4% and 0.2% respectively. Asian markets have closed on a positive note as Nikkei, Hang Seng and Shanghai were all up by 0.1%, 0.5% and 0.1% respectively.

Headlines

(WW) Global Businesses look bullish about the road ahead
 (WW) UK mortgage approvals hit 13-month low, consumer morale ebbs
 (WW) UK's huge current account deficit set to stay larger for longer
 (WW) UK consumer confidence slumps to post-Brexit vote low
 (WW) Japan's factory output seen rebounding in October
 (WW) Chinese bankers, property developers downbeat on 2018 credit conditions
 (WW) Brimming German economy well placed to ride out political uncertainty
 (WW) Taiwan raises 2017 GDP outlook, exports to fuel momentum
 (CMD) US crude tops two-year high as Keystone outage hits supply
 (CMD) Gold prices edge higher on weaker dollar
 (FX) Dollar near two-month low as strong economic data underpins euro
 (FX) Euro up for a 3rd day as outlook brightens
 (FI) US Treasury Yields higher in light trading, inflation in focus

(ME) Mideast stocks rise as IPO boosts Egypt
 (ME) Lloyd's eyes 20% premium growth in MENA region in 2018
 (GCC) GCC SMEs expected to grow 156 per cent to \$920 billion in next five years
 (GCC) GCC construction sector builds momentum
 (SA) Saudi Arabia 'has one of world's lowest bank fraud rates'
 (SA) Over 4700 active construction projects in Saudi Arabia
 (AE) UAE residents increasingly look to start own businesses
 (AE) UAE economic growth set to double
 (AE) New taxes need not affect UAE's ease of doing business
 (AE) Family businesses continue to shun public listings
 (EG) Egypt's GDP growth at 5.2% during first quarter of 2017-18
 (KW) Permanent residence eyed for expats spending 30 years in Kuwait
 (Source: Thomson Reuters, Bloomberg)

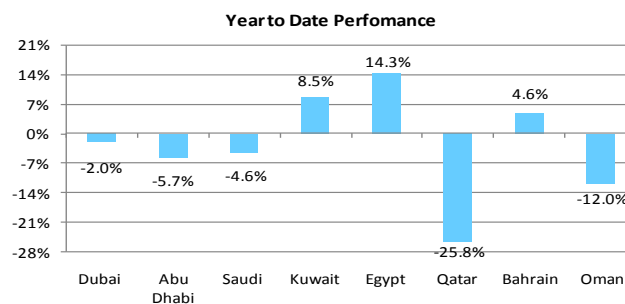
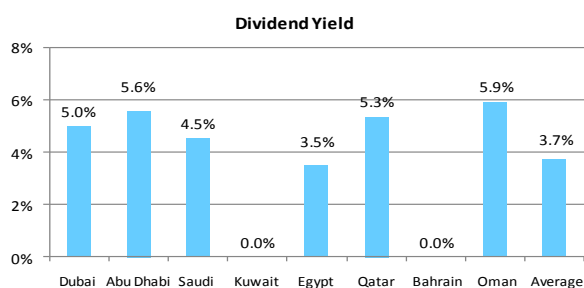
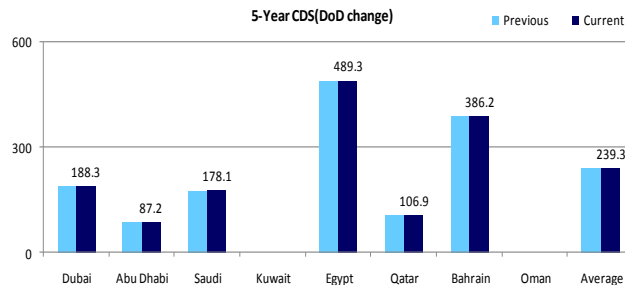
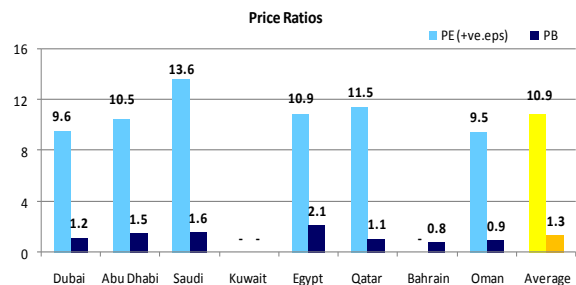
MENA Markets

Index	Last	DoD (%)	WTD (%)	MTD (%)	YTD (%)	ST Trend *	MT Trend *	LT Trend *
Dubai (DFMGI)	3,460.93	0.5%	0.0%	-4.8%	-2.0%	▼	▼	▲
Abu Dhabi (ADSMI)	4,287.07	0.3%	-0.9%	-4.3%	-5.7%	▼	▼	▼
Saudi (SASEIDX)	6,878.21	0.8%	-0.5%	-0.8%	-4.6%	▼	▼	▼
Kuwait (KWSE)	6,239.37	0.2%	-1.1%	-4.2%	8.5%	▼	▼	▼
Egypt (EGX30)	14,106.17	1.9%	1.9%	-1.6%	14.3%	▼	▲	▲
Qatar (DSM)	7,742.46	-0.7%	-1.1%	-5.2%	-25.8%	▼	▼	▼
Bahrain (BHSEIDX)	1,276.58	0.6%	0.5%	-0.0%	4.6%	▼	▼	▼
Oman (MSM30)	5,086.35	0.2%	-0.4%	1.5%	-12.0%	▲	▼	▼

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)	375	470	387	169	171	141	80,791
Abu Dhabi (ADSMI)	622	129	104	41	49	45	127,673
Saudi (SASEIDX)	156	263	230	808	1,117	1,001	433,655
Kuwait (KWSE)	53	112	91	29	51	40	75,578
Egypt (EGX30)	340	390	304	163	90	69	21,304
Qatar (DSM)	9	7	7	44	65	74	90,527
Bahrain (BHSEIDX)	7	2	2	2	1	1	20,300
Oman (MSM30)	7	17	16	4	12	10	14,184

Valuation and Performance Comparisons



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

	Top Gainers					Top Losers				
	Close *	DoD %	Volume ('000)	Value (AED '000)	Company	Close *	DoD %	Volume ('000)	Value (AED '000)	
Dubai	ARAMEX PJSC	4.86	4.74%	399	1,896	AL SALAM BANK SUDAN PLC	1.86	-3.23%	177	336
	DXB ENTERTAINMENTS PJSC	0.65	4.66%	29,986	19,086	SHUAA CAPITAL PSC	1.15	-2.54%	1,626	1,895
	COMMERCIAL BANK OF DUBAI PSC	1.85	2.78%	188	342	DUBAI FINANCIAL MARKET PJSC	1.14	-1.72%	6,084	6,997
	AMANAT HOLDINGS PJSC	1.30	1.56%	95,865	123,665	DRAKE AND SCULL INTERNATIONAL	1.74	-1.69%	14,995	26,316
	EMIRATES INTEGRATED TELECOM	5.11	0.99%	864	4,394	GULF NAVIGATION HOLDING PJSC	1.40	-1.41%	3,344	4,716
Abu Dhabi	MANAZEL REAL ESTATE PJSC	0.54	5.88%	109,628	57,555	GULF CEMENT CO PSC	0.93	-6.06%	10	10
	RAS AL KHAIMAH CEMENT CO PSC	0.67	4.69%	208	136	ESHRAQ PROPERTIES COMPANY PJSC	0.73	-2.67%	9,495	7,026
	SUDATEL TELECOM GROUP LTD	0.59	1.72%	447	262	ABU DHABI NATIONAL FOR BUILDING	0.42	-2.33%	173	74
	ABU DHABI NATIONAL ENERGY CO	0.61	1.67%	878	531	DANA GAS PJSC	0.72	-1.37%	21,335	15,468
	ARKAN BUILDING MATERIALS CO PJSC	0.66	1.54%	704	461	METHAQ TAKAFUL INSURANCE CO	0.77	-1.28%	1,663	1,288
Saudi Arabia	MAKKAH CONSTRUCTION AND DEV	71.30	9.86%	2,162	147,262	DEVELOPMENT WORKS FOOD CO	68.00	-13.92%	17	1,235
	FITAIHI HOLDING GROUP SJSC	12.58	7.34%	1,354	16,446	ALUJAIN CORPORATION SJSC	18.66	-2.00%	3,054	57,571
	FAWAZ ABDULAZIZ ALHOKAIR CO SJSC	31.60	6.40%	736	22,563	ELECTRICAL INDUSTRIES CO JSC	19.20	-1.84%	51	980
	AL SAMAANI FACTORY METAL	53.60	6.35%	1	41	SAUDI ARABIAN REFINERIES CO SJSC	30.00	-1.32%	612	18,494
	AL HASSAN GHAZI IBRAHIM SHAKER	10.70	4.90%	1,153	12,053	NATIONAL COMMERCIAL BANK SJSC	50.20	-0.99%	811	40,929
Kuwait	WARBA INSURANCE COMPANY KSCP	61.00	8.73%	21	1	KUWAIT REMAL REAL ESTATE CO	45.40	-17.45%	484	24
	AWJ HOLDING COMPANY KSCP	65.50	6.87%	34	2	KUWAIT REAL ESTATE HOLDING CO	25.00	-16.67%	44	1
	AL MADINA FOR FINANCE	38.90	6.28%	242	9	HAYAT COMMUNICATIONS CO KSCP	80.00	-10.91%	10	1
	KUWAIT PORTLAND CEMENT CO KPSC	960.00	5.49%	10	10	FUTURE KID ENTERTAINMENT	100.00	-9.09%	30	3
	BAYAN INVESTMENT COMPANY KSCP	40.90	5.14%	187	7	MENA REAL ESTATE CO KSCP	18.70	-7.88%	2,010	39
Egypt	EGYPTIANS FOR HOUSING DEV	4.22	9.90%	309	1,247	OCTOBER PHARMA FOR PHARMA	65.75	-8.59%	0	19
	NATIONAL COMPANY FOR HOUSING	30.76	9.82%	0	12	NATIONAL COMPANY FOR MAIZE	44.11	-5.38%	3	120
	EGYPTIAN CO FOR INTERNATIONAL	3.50	9.38%	97	324	SUEZ BAGS CO SAE	39.94	-4.95%	0	13
	EASTERN CO SAE	361.24	7.91%	235	81,686	EGX 30 INDEX ETF	14.55	-4.09%	120	1,783
	CAIRO FOR EDUCATIONAL AFFAIRS	7.30	7.83%	22	151	ALEXANDRIA NATIONAL COMPANY	4.47	-4.08%	8	36
Qatar	AHLI BANK QSC	30.85	9.98%	0	3	QATAR ISLAMIC INSURANCE CO QPSC	42.21	-3.83%	0	2
	MEDICARE GROUP QSC	50.00	8.37%	61	2,954	AL KHALIJ COMMERCIAL BANK PQSC	11.91	-3.48%	52	626
	ISLAMIC HOLDING GROUP QPSC	28.50	7.14%	32	870	OOREDOO QSC	83.40	-2.91%	59	4,997
	MESAIEED PETROCHEMICAL HOLDING	12.68	6.73%	865	10,621	QATAR INDUSTRIAL MANUFACTURING	37.50	-2.52%	3	126
	QATARI INVESTORS GROUP QSC	25.00	5.49%	253	6,163	QATAR INSURANCE CO SAQ	39.50	-2.45%	81	3,257

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	79,518	99.40	0.1%	8.6%	2,284	60,548	105.40	89.50	16	1.8	6.0%
2	Emirates Telecommunications Group	AE	38,243	16.15	0.3%	-14.1%	945	4,158	19.00	15.75	16	3.3	5.0%
3	Saudi Telecom Company SJSC	SA	36,479	68.40	-0.3%	0.0%	292	5,323	78.90	64.50	0	0.0	0.0%
4	First Abu Dhabi Bank PJSC	AE	30,118	10.15	0.5%	1.6%	615	1,700	11.55	9.21	11	1.1	4.4%
5	Qatar National Bank QPSC	QA	29,740	117.22	-1.8%	-20.8%	163	5,259	157.27	116.00	8	1.4	2.7%
6	National Commercial Bank SJSC	SA	26,773	50.20	-1.0%	17.8%	811	10,860	58.00	37.00	11	1.6	3.2%
7	Al Rajhi Banking & Investment Corp	SA	27,689	63.90	0.9%	1.4%	3,641	62,043	71.70	61.00	12	1.9	3.5%
8	Saudi Electricity Company SJSC	SA	26,732	24.06	0.2%	7.4%	925	5,932	26.05	18.35	10	1.3	2.9%
9	DP World Ltd	AE	19,962	24.05	-1.8%	37.4%	260	1,702	24.60	15.53	19	2.0	1.6%
10	Saudi Arabian Mining Co SJSC	SA	16,794	53.90	-0.2%	38.2%	400	5,742	57.00	37.50	188	2.4	0.0%
11	Jabal Omar Development Co SJSC	SA	14,870	60.00	0.5%	-19.7%	417	6,668	76.00	59.10	414	5.5	0.0%
12	Emaar Properties PJSC	AE	15,323	7.86	0.8%	10.2%	5,492	11,756	8.95	6.57	9	1.3	1.9%
13	Industries Qatar QSC	QA	15,708	94.52	-0.9%	-19.6%	32	825	122.00	85.00	22	1.7	4.2%
14	Almarai Co SJSC	SA	13,973	52.40	0.8%	-4.4%	566	7,907	78.64	51.20	25	3.7	1.4%
15	National Bank of Kuwait SAKP	KW	14,098	719.00	0.0%	16.1%	1,790	4,268	800.00	600.00	14	1.3	4.0%
16	Samba Financial Group SJSC	SA	12,064	22.62	-0.4%	-7.1%	688	4,151	27.10	19.80	9	1.0	4.2%
17	Emirates NBD Bank PJSC	AE	12,197	8.06	-1.1%	-5.1%	2,131	4,678	9.00	7.80	6	0.8	5.0%
18	Emirates Islamic Bank PJSC	AE	10,794	7.30	0.0%	0.0%	1	1	11.95	1.57	80	5.5	0.0%
19	Saudi British Bank SJSC	SA	11,080	27.70	2.6%	10.8%	912	6,736	28.55	20.05	11	1.3	2.5%
20	Kuwait Finance House KSCP	KW	10,355	542.00	0.6%	10.4%	2,477	4,451	650.00	454.55	16	1.7	2.9%
21	Abu Dhabi Commercial Bank PJSC	AE	10,049	7.10	0.4%	2.9%	194	376	7.68	6.00	9	1.2	5.6%
22	Riyad Bank SJSC	SA	9,600	12.00	0.3%	3.9%	468	1,498	12.20	10.10	11	1.0	5.4%
23	Banque Saudi Fransi SJSC	SA	9,450	29.40	0.3%	12.6%	296	2,323	33.40	22.10	10	1.1	3.6%
24	Yanbu National Petrochemicals Co SJSC	SA	8,535	56.90	2.0%	5.4%	289	4,379	61.75	48.50	15	2.0	5.3%
25	Kingdom Holding Co	SA	8,291	8.39	-0.4%	-29.8%	277	619	12.95	7.90	49	1.0	0.0%
26	Dubai Islamic Bank PJSC	AE	8,155	6.06	0.7%	8.8%	1,430	2,360	6.29	5.09	8	1.2	7.4%
27	Emaar Malls PJSC	AE	7,619	2.15	0.0%	-17.9%	763	447	2.80	2.13	14	1.7	4.7%
28	Ooredoo QSC	QA	7,338	83.40	-2.9%	-18.1%	59	1,353	116.10	80.00	14	1.2	4.2%
29	Alinma Bank SJSC	SA	7,048	17.62	0.6%	16.7%	31,005	145,673	18.46	13.95	14	1.3	2.8%
30	Masraf Al Rayan QPSC	QA	6,982	33.89	-0.3%	-9.9%	194	1,803	45.40	33.10	12	2.0	5.9%
Total M-Cap; W. Avg Yield			545,575										3.5%

Data Source: Thomson Reuters

Disclaimer:

This report is prepared by Al Masrah Capital Management Limited ("AMCML"). AMCML is a company incorporated in the DIFC (Dubai International Financial Centre) and regulated by the DFSA (Dubai Financial Services Authority). The information contained in this report does not constitute any offer to sell securities or the solicitation of any offer to buy, or recommendation for investment in, any securities in any jurisdiction. The information in this report is not intended as financial advice and is only intended to be used by experienced investment persons with appropriate investment knowledge and ones that AMCML is satisfied meet the regulatory criteria to be classified as a "Professional Client" as defined under the Rules & Regulations of the appropriate financial authority, and as such should not be relied upon by or distributed to "Retail Clients". More-over, none of the report is intended as a prospectus within the meaning of the applicable laws of any jurisdiction and none of the report is directed to any person in any country in which the distribution of such report is unlawful. This report provides general information only. The information and opinions in the report constitute a judgment as at the date indicated and are subject to change without notice. The information may therefore not be accurate or current. The information and opinions contained in this report have been compiled or arrived at from sources believed to be reliable in good faith, but no representation or warranty, express, or implied, is made by AMCML, as to their accuracy, completeness or correctness and AMCML does also not warrant that the information is up to date. Any reference to third party research material or any other report contained in this report represents the respective research organization's estimates and views and does not represent the views of AMCML and its officers and employees do not accept any liability or responsibility whatsoever with respect to its accuracy or correctness and AMCML has included such reports or made reference to such reports in good faith. This report may also provide the addresses of, or contain hyperlinks to websites. Except to the extent to which the report refers, AMCML takes no responsibility whatsoever for the contents therein. Such addresses or hyperlinks are provided solely for your convenience and information and the content of the linked site does not in any way form part of this report. Accessing such website or following such link through this report shall be at your own risk. Moreover, you should be aware of the fact that investments in undertakings, securities or other financial instruments involve general and specific risks. Past results do not guarantee future performance. AMCML does not accept any liability for any loss arising from the use of material presented in this report. AMCML may seek to do business, or may already have had some business dealings, with companies covered in this report. As a result, investors should be aware that AMCML may be considered as having a conflict of interest that could affect the objectivity of research produced. Investors should consider any AMCML research as only a single factor in making any investment decision. This document has not been reviewed by, approved by or filed with the DFSA. This report or any portion hereof may not be reprinted, sold or redistributed without our prior written consent of the Company.