

Equity Watch

Indicators	M. Cap (USD Bn)	Last Close	WTD %	MTD %	YTD %	2016 %	P/E TTM	Div. Yield
MENA Markets								
Saudi (TASI)	459	7,261	-0.71	-2.22	0.7	4	15	4.3
Turkey ISE National 100	191	106,843	1.59	6.37	36.7	9	10	3.0
Abu Dhabi (ADI)	135	4,552	0.76	2.87	0.1	6	11	5.3
Qatar(QE Index)	113	9,542	0.76	5.67	-8.6	0	14	4.4
Kuwait SE WT.INDEX	93	408	0.76	2.10	7.3	-0	14	5.8
Dubai (DFMGI)	83	3,574	1.02	5.35	1.2	12	10	4.8
Morocco (CAI)	64	12,121	-1.52	0.87	4.1	30	20	3.5
Egypt (Hermes)	34	1,234	-1.11	1.42	13.3	73	9	3.6
Jordan (Amman)	22	4,113	-0.22	0.24	1.1	-4	14	4.7
Bahrain (BAX)	20	1,320	0.23	0.79	8.2	0	9	5.1
Oman(Muscat SM)	14	4,999	-2.38	-2.32	-13.5	7	10	6.2
Lebanon (BSE)	9	1,157	0.73	0.54	-4.6	4	6	5.9
Emerging Markets								
MSCI EM Index	4,676	1,060	1.25	4.89	23.0	9	15	2.4
MSCI FM Index	111	1,016	-0.14	0.91	14.0	2	14	3.9
Shanghai A Share Index	4,613	3,391	0.49	1.43	4.4	-12	16	1.9
SENSEX Index (India)	856	32,029	0.03	3.58	20.3	2	23	1.2
S&P GCC Composite	894	100	-0.14	0.44	1.1	4	15	3.4
Developed Markets								
MSCI WORLD Index	36,800	1,959	0.55	2.21	11.9	5	22	2.4
US (S&P 500)	22,374	2,473	0.54	2.03	10.4	10	22	2.4
UK (FTSE)	2,629	7,453	1.01	1.92	4.3	14	24	3.8
Japan (Nikkei 225)	3,187	20,145	0.22	0.55	5.4	0	17	1.7
Germany (DAX)	1,337	12,447	-1.54	0.99	8.4	7	14	2.7

* P/E & Div. Yield for GCC as per Zawya

Fixed Income Watch (*Bond & Sukuk Index)

Government Bonds	US Tres. 10yr	Germany 10yr	U.K 10yr	Japan 10yr	India 10yr	China 10yr	S&P GCC MENA*
YTM %	2.233	0.507	1.181	0.068	6.435	3.568	3.31
2016-End, %	2.431	0.208	1.250	0.041	6.610	3.005	3.38
YTD Chng, %	-0.198	0.299	-0.069	0.027	-0.175	0.563	-0.070
Spread (bps)	-	-172.5	-105.2	-216.5	420.2	133.6	107.7
Duration (yrs)	8.78	9.83	8.73	9.86	7.26	8.29	n/a

Commodity/Currency/Volatility Watch

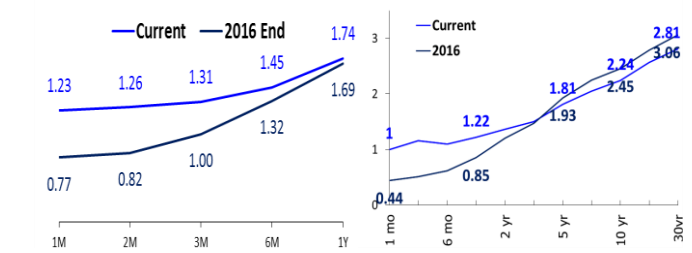
Precious Metals	Close	WTD %	MTD %	YTD %	2016 Price	
					Close	2016%
Gold \$/oz	1,254.40	2.10	1.06	8.9	1,151.46	9
Silver \$/oz	16.47	3.26	-0.60	3.4	15.934	16
IPE Brent \$/bbl	48.06	-1.74	0.29	-15.4	56.82	52
CRB Commodity Index	442.35	-0.35	-0.38	4.8	422.27	13
Volatility & Currency						
CBOE VIX index	9.36	-1.58	-16.28	-33.3	14.04	-23
USD (1 EUR =)	1.17	-1.66	-2.04	-9.8	1.0513	-3
Yen (1 USD =)	111.10	1.26	1.13	5.2	116.87	-3
KWD (1 USD =)	0.30	0.38	0.36	1.3	0.30538	1
KWD (1 EUR =)	0.35	-1.25	-1.65	-8.7	0.321	-3

Blue Chip Watch

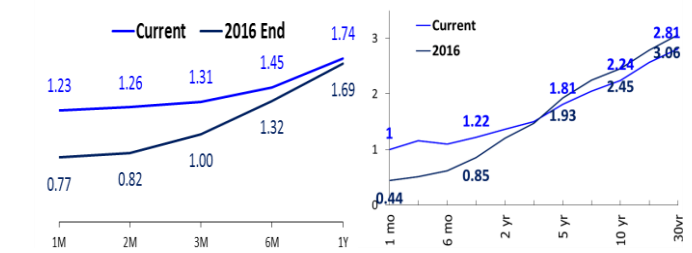
Companies	M. Cap (USD Bn)	Last	% WTD	% MTD	% YTD	2016 %	P / E	Div yield	PAT (Mn) Q12017	% Gr YoY
Saudi Arabia (SAR)										
SABIC	80	99.9	-1.5	-2.1	9.2	19	15	6.9	5,235	80
STC	40	75.4	1.8	-2.1	4.0	6	17	6.7	2,527	5
AL-RAJHI BANK	28	64.0	-3.5	-7.6	1.6	21	12	2.4	2,221	10
NCB	27	50.2	-2.0	-4.7	17.8	-16	11	2.7	2,703	3
SEC	27	24.1	0.8	-5.6	7.4	42	12	4.3	4,936	N.M.
United Arab Emirates (AED)										
ETISALAT	43	18.3	0.3	5.5	-2.9	17	18	4.4	2,091	5
FIRST AD BK	32	10.7	1.4	1.9	7.1	26	10	4.2	1,783	40
DP WORLD	19	22.6	0.7	8.0	29.1	-14	20	1.7	-	-
EMAAR PROP	16	8.1	1.6	4.1	13.6	25	11	1.9	1,384	15
EMIRATES NBD	12	8.1	-0.6	-1.1	-5.2	15	7	5.0	1,873	4
Kuwait (KWD)										
NBK	13	0.69	-0.1	1.6	10.8	-13	14	4.2	85	8
KFH	10	0.52	3.8	7.0	5.3	10	15	3.0	39	13
ZAIN	6	0.43	0.5	2.4	4.9	17	11	8.1	38	3
AGILITY	4	0.84	5.0	12.1	48.3	29	17	1.6	15	11
KWT FOOD CO.	3	2.42	0.0	-1.3	-7.0	30	20	25.4	17	10
Qatar (QAR)										
QNB	36	142.0	5.3	11.8	-4.1	12	10	2.2	3,204	12
INDUSTRIE QAT	17	100.0	0.1	4.7	-14.9	6	19	4.0	928	33
EZDAN HOLIDIN	9	12.9	3.0	2.5	-17	-5	3.9	3.9	946	61
MASRAF AL RAY	9	42.0	1.2	6.3	5	0	4.8	4.8	510	-6
QOOREDOO	8	96.0	3.3	4.5	-10	36	3.6	3.6	584	-34

Note: * Weekend Details – Turkey, Morocco & Lebanon – Saturday & Sunday; MENA, Ex-Turkey, Morocco & Lebanon – Friday & Saturday; US, European & Emerging Markets – Saturday & Sunday. **Markaz Research can now be accessed on Bloomberg. Type "MRKZ" <Go>.**

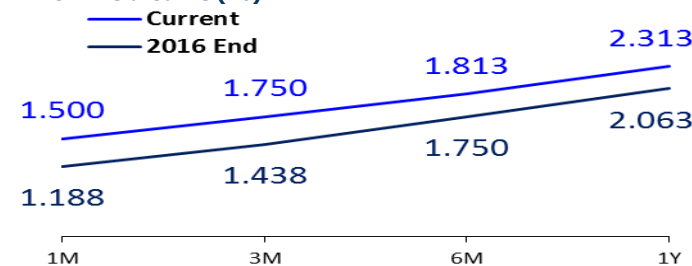
Yield Curve Watch LIBOR (In %)



US Treasuries (In %)



KIBOR Yield Curve (%)



Interest Rate Watch

Deposit rate	3M Int rates %	US 3M Rate %	Diff	FY16 Diff
Kuwait	1.22	1.26	-0.04	-0.14
Saudi	1.70	1.26	0.44	0.65
UAE	1.20	1.26	-0.06	-0.45
Qatar	1.22	1.26	-0.04	0.75
Oman	0.30	1.26	-0.96	-0.74
Bahrain	2.00	1.26	0.74	0.80
Euro	-0.43	1.26	-1.69	-1.41
UK	0.28	1.26	-0.98	-0.65
Switzerland	-0.83	1.26	-2.09	-1.90
Japan	-0.30	1.26	-1.56	-1.20
Last FOMC Meeting Date: June 13/14		Next FOMC Mt Date: July 25/26		

5 year CDS (USD) Watch (bps)

Country	Current	2016	High	Low
Saudi Arabia	101.96	113.67	184.84	86.26
Abu-Dhabi	56.45	67.98	88.68	38.72
Dubai	132.87	159.77	189.23	103.91
Qatar	102.47	88.2	124.66	56.64
Oman	185.50	263.5	276.00	185.50
Bahrain	231.14	302.72	391.57	209.09

Corporate Earnings Watch

Company Name	Type	Country	Currency	LFY	PFY	% Chg
GWC	6M	Qatar	QAR(Mn)	105.3	101.3	3.9
DHBK	6M	Qatar	QAR(Mn)	716	708.9	1.0
CBI	6M	UAE	AED(Mn)	52.0	68	-24.0
GBK	6M	Kuwait	KWD(Mn)	22.8	20.7	10.0

News & Views

- Economic talks between the US and China concluded without making progress on any of the issues. The talks ended without issuance of the traditional joint statement, and officials shortly after that canceled news conferences they had scheduled.
- In an effort to introduce diversity to the UK financial system, the Bank of England plans to open its interbank payments system to nonbank financial-technology companies, eliminating the need for fintechs to gain access to the system through big banks.
- ExxonMobil has responded to a \$2 million fine from the US Treasury Department by suing the government, calling the fine for a joint venture with Russia's Rosneft unlawful and capricious.
- The European Central Bank has indicated that it has no plans yet to start tapering its bond-buying scheme, with President Mario Draghi saying it will be discussed in the fall.