

Kuwait Financial Centre "Markaz"

Weekly Wrap 17 Sep 2017

	М. Сар	Last	WTD	MTD	YTD	2016	P/E	Div.
Indicators	(USD Bn)	Close	%	%	%	%	TTM	Yield
MENA Markets								
Saudi (TASI)	464	7,373	0.17	1.58	2.3	4	16	4.2
Turkey ISE National 100	198	107,742	-0.65	-2.43	37.9	9	10	3.0
Abu Dhabi (ADI)	133	4,481	0.62	0.39	-1.4	6	11	5.4
Kuwait SE WT.INDEX	103	441	1.53	2.07	16.1	-0	15	5.8
Qatar(QE Index)	99	8,409	-3.07	-5.07	-19.4	0	13	4.8
Dubai (DFMGI)	86	3,657	0.35	1.29	3.6	12	10	4.7
Morocco (CAI)	68	12,716	0.90	3.44	9.2	30	21	3.3
Egypt (Hermes)	37	1,235	1.87	3.44	13.4	73	11	2.9
Jordan (Amman)	22	4,037	-0.68	0.43	-0.8	-4	14	4.7
Bahrain (BAX)	21	1,304	-0.89	0.38	6.8	0	9	5.1
Oman(Muscat SM)	14	5,002	-0.88	-0.88	-13.5	7	10	6.1
Lebanon (BSE)	8	1,154	-0.27	-0.51	-4.8	4	6	7.5
Emerging Markets								
MSCI EM Index	4,677	1,102	1.01	1.94	27.8	9	15	2.4
MSCI FM Index	117	1,068	0.33	0.84	19.8	2	15	3.5
Shanghai A Share Index	4,975	3,512	-0.35	-0.36	8.1	-12	16	1.8
SENSEX Index (India)	866	32,273	1.85	2.82	21.2	2	24	1.2
S&P GCC Composite	894	102	0.25	1.02	2.1	4	15	3.4
Developed Markets								
MSCI WORLD Index	37,588	1,988	1.18	2.19	13.5	5	22	2.4
US (S&P 500)	22,541	2,500	1.58	2.20	11.7	10	22	2.4
UK (FTSE)	2,713	7,215	-2.20	-1.66	1.0	14	21	4.1
Japan (Nikkei 225)	3,222	19,807	2.12	2.30	3.6	0	17	1.7
Germany (DAX)	1,399	12,540	1.98	4.98	9.2	7	14	2.7

Fixed Income Watch	(*Bond & Sukuk Index)
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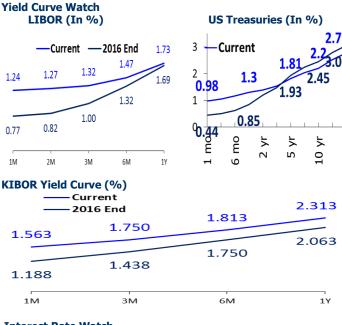
Government	US Tres.	Germany	U.K	Japan	India	China	S&P GCC
Bonds	10yr	10yr	10yr	10yr	10yr	10yr	MENA*
YTM %	2.202	0.432	1.304	0.012	6.607	3.607	3.14
2016-End, %	2.431	0.208	1.250	0.041	6.610	3.005	3.38
YTD Chng, %	-0.229	0.224	0.054	-0.029	-0.003	0.602	-0.240
Spread (bps)	-	-177.0	-89.8	-219.0	440.5	140.5	93.8
Duration (yrs)	8.92	9.68	8.57	9.95	7.10	8.36	n/a

Commodity/Currency/Volatility Watch

					2016 Price	
Precious Metals	Close	WTD %	MTD %	YTD %	Close	2016%
Gold \$/oz	1,319.22	-2.01	0.76	14.6	1,151.46	9
Silver \$/oz	17.58	-1.92	1.37	10.3	15.934	16
IPE Brent \$/bbl	55.62	3.42	6.96	-2.1	56.82	52
CRB Commodity Index	427.90	-1.44	-1.82	1.3	422.27	13
Volatility & Currency						
CBOE VIX index	10.17	-16.09	-13.08	-27.6	14.04	-23
USD (1 EUR =)	1.19	0.77	0.26	-12.0	1.0513	-3
Yen (1 USD =)	110.84	-2.72	-0.99	5.4	116.87	-3
KWD (1 USD =)	0.30	-0.14	-0.02	1.5	0.30538	1
KWD (1 EUR =)	0.36	0.61	0.22	-10.7	0.321	-3

ch									
M.		%	%	%		Р		PAT	(Mn)
Cap (USD Bn)	Last	W T D	M T D	Y T D	2016 %	/ E (ttm)		H12017	% Gr YoY
AR)									
81	101.3	1.7	2.3	10.7	19	16	6.9	8,940	14
39	72.5	-3.9	-3.4	0.0	6	16	6.7	4,904	7
30	68.6	2.1	3.0	8.9	21	13	2.4	4,403	8
29	54.7	2.1	4.3	28.3	-16	12	2.7	5,120	1
26	23.4	-1.6	-0.9	4.6	42	11	4.3	7,167	396
rates ((AED)								
43	18.0	1.1	-0.3	-4.5	17	18	4.5	4,061	-6
31	10.4	1.0	0.0	4.1	26	13	4.3	3,705	40
18	21.9	-0.9	-4.8	24.8	-14	18	1.7	-	-
17	8.8	1.4	3.5	23.4	25	11	1.7	2,837	15
13	8.3	0.7	-2.2	-2.1	15	7	4.8	3,894	5
15	0.79	1.4	6.1	27.0	-13	15	3.6	165	9
12	0.62	-4.0	4.4	25.7	10	18	2.5	82	15
8	0.53	5.4	5.8	28.8	17	13	6.6	82	0
4	0.96	5.0	10.2	71.0	29	20	1.4	31	12
3	0.46	-2.8	0.9	21.2	-6	25	1.3	22	16
31	123.	7 -3.4	-5.3	-16.	5 12	9	2.6	6,654	7
15								1,610	-40
8								1,155	25
8					0				-3
7	81.5	-5.9	-7.0	-14	36	4.3	4.3	1,097	-25
	M. Cap (USD Bn) AR) 81 39 30 29 26 rates (43 31 18 4 3 3 31 15 8 4 15 8	M. Cap (USD Bn) AR) 81 101.3 39 72.5 30 68.6 29 54.7 26 23.4 rates (AED) 43 18.0 31 10.4 18 21.9 17 8.8 13 8.3 15 0.79 12 0.62 8 0.53 4 0.96 3 0.46 31 123. 15 89.0 8 11.0 8 37.0	M. Cap (USD Bn) W T D D AR) 81 101.3 1.7 39 72.5 -3.9 30 68.6 2.1 29 54.7 2.1 26 23.4 -1.6 rates (AED) 43 18.0 1.1 31 10.4 1.0 18 21.9 -0.9 17 8.8 1.4 13 8.3 0.7 15 0.79 1.4 12 0.62 -4.0 8 0.53 5.4 4 0.96 5.0 3 0.46 -2.8 31 123.7 -3.4 15 89.0 0.6 8 11.0 -2.7 8 37.0 -0.5	M. Cap (USD) Last W M T T T D D D D AR) 81 101.3 1.7 2.3 39 72.5 -3.9 -3.4 30 68.6 2.1 3.0 29 54.7 2.1 4.3 26 23.4 -1.6 -0.9 rates (AED) 43 18.0 1.1 -0.3 31 10.4 1.0 0.0 18 21.9 -0.9 -4.8 17 8.8 1.4 3.5 13 8.3 0.7 -2.2 15 0.79 1.4 6.1 12 0.62 -4.0 4.4 8 0.53 5.4 5.8 4 0.96 5.0 10.2 3 0.46 -2.8 0.9 31 123.7 -3.4 -5.3 15 89.0 0.6 -2.2 8 37.0 -0.5 -3.6	M. Cap (USD Bn)	M. Cap (USD) Bn) Last W M Y 2016 T T T T W W AR) 81 101.3 1.7 2.3 10.7 19 39 72.5 -3.9 -3.4 0.0 6 30 68.6 2.1 3.0 8.9 21 29 54.7 2.1 4.3 28.3 -16 26 23.4 -1.6 -0.9 4.6 42 rates (AED) 43 18.0 1.1 -0.3 -4.5 17 31 10.4 1.0 0.0 4.1 26 18 21.9 -0.9 -4.8 24.8 -14 17 8.8 1.4 3.5 23.4 25 13 8.3 0.7 -2.2 -2.1 15 15 0.79 1.4 6.1 27.0 -13 12 0.62 -4.0 4.4 25.7 10 8 0.53 5.4 5.8 28.8 17 4 0.96 5.0 10.2 71.0 29 3 0.46 -2.8 0.9 21.2 -6 31 123.7 -3.4 -5.3 -16.5 12 15 89.0 0.6 -2.2 -24.3 6 8 11.0 -2.7 -2.6 -26 -5 8 37.0 -0.5 -3.0 1 0	M. Cap (USD Last W M Y 2016 / (USD Bn) D D D W (ttm) AR) 81 101.3 1.7 2.3 10.7 19 16 39 72.5 -3.9 -3.4 0.0 6 16 30 68.6 2.1 3.0 8.9 21 13 29 54.7 2.1 4.3 28.3 -16 12 26 23.4 -1.6 -0.9 4.6 42 11 rates (AED) 43 18.0 1.1 -0.3 -4.5 17 18 31 10.4 1.0 0.0 4.1 26 13 18 21.9 -0.9 -4.8 24.8 -14 18 17 8.8 1.4 3.5 23.4 25 11 13 8.3 0.7 -2.2 -2.1 15 7 15 0.79 1.4 6.1 27.0 -13 15 12 0.62 -4.0 4.4 25.7 10 18 8 0.53 5.4 5.8 28.8 17 13 4 0.96 5.0 10.2 71.0 29 20 3 0.46 -2.8 0.9 21.2 -6 25 31 123.7 -3.4 -5.3 -16.5 12 9 15 89.0 0.6 -2.2 -24.3 6 21 8 11.0 -2.7 -2.6 -26 -5 4.6 8 37.0 -0.5 -3.0 1 0 5.4	M. Cap (USD Bn)	M. Cap (USD Bn)

Note: ¹ 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>.



Interest Rate Watch

Deposit rate	3M Int rates %	US 3M Rate %	Diff	FY16 Diff
Kuwait	1.31	1.27	0.04	-0.14
Saudi	1.50	1.27	0.23	0.65
UAE	1.28	1.27	0.01	-0.45
Qatar	2.15	1.27	0.88	0.75
Oman	0.25	1.27	-1.02	-0.74
Bahrain	2.25	1.27	0.98	0.80
Euro	-0.44	1.27	-1.71	-1.41
UK	0.17	1.27	-1.10	-0.65
Switzerland	-0.96	1.27	-2.23	-1.90
Japan	-0.32	1.27	-1.59	-1.20
Last FOMC Med	eting Date: July 25/	26 Next FON	1C Mt Date:	Sep 19/20

5 year CDS (USD) Watch (bps)

Country	Current	2016	52-week		
Country	Current	2016	High	Low	
Saudi Arabia	84.23	113.67	169.17	84.23	
Abu-Dhabi	57.53	67.98	76.81	38.72	
Dubai	123.48	159.77	172.80	103.91	
Qatar	90.05	88.2	124.66	56.64	
Oman	198.00	263.5	276.00	178.00	
Bahrain	234.10	302.72	384.43	209.09	

Corporate Earnings Watch

Company				Eai	rnings	%
Name	Type	Country	Currency	LFY	PFY	Chg
N/A						

News & Views

- Capital flows to emerging markets (EMs) have rebounded strongly in the first eight months of 2017 with non-resident capital inflows to EMs reaching to USD205 Billion in the first eight months for the year compared to USD $100\,$ Billion in 2016. This was due to decline in US dollar and recovery of oil and commodity prices.
- U.S. retail sales unexpectedly fell in August and industrial output recorded its biggest drop of 0.9 percent since 2009 as Hurricane Harvey disrupted activity, suggesting the storm could dent economic growth in the third quarter.
- India's April-June current account deficit widened to its highest in four years to USD 14.3 Billion (2.4 percent of GDP) as imports pushed trade deficit to USD 41.2 Billion from USD 23.8 Billion in the same period last year. But strong capital inflows comfortably financed the gap, according to RBI data.
- Food price inflation eased in Qatar during August suggesting the country was finding ways to reduce the impact of economic sanctions imposed by other Arab states. In August, food and beverage prices only rose 2.8 percent from a year ago but declining by 0.6 percent from July.

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