

## Overview

**Regional Markets:** MENA markets recorded further losses as they follow the sentiments seen in the global equities, witnessing one of the worst weeks in the recent month. The downward pressure in the regional markets are relatively lower compared to the global markets as they have broadly underperformed during the year 2017. Going forward, the fourth quarter and yearly results will continue to remain on investors radar as it will provide much needed cues in the current volatile environment. For the day, Qatar was the worst performer for the third consecutive session as the index lost another 2.1% during the session to extend the losses to 6.0% during the week. Saudi Arabia was another market that witnessed losses of 1.6% for the day, which was mostly driven by banking sector stocks, and energy sector stocks were mostly flat during the session. UAE markets continued to deepen the losses as Dubai and Abu Dhabi were down by 1.5% and 0.9% respectively for the day, which was dragged by selling pressure from foreign institutional investors on the back of the steep decline in the global markets. Egypt was down by 1.6% for the day, extending the losses to 2.5% during the week as sentiments have turned bearish across the regional and the global markets. Kuwait ended on the losing side as the index was down by 1.3% for the day, giving away all the gains recorded earlier to turn into negative territory for the week. Bahrain and Oman were both down by 0.4% and 0.8% respectively for the day, in line with the sentiments seen in the regional markets.

**International Markets:** US markets rebounded from the two consecutive session of losses as DJIA, Nasdaq and S&P were all up by 2.3%, 2.1% and 1.7% respectively for the day. European markets continued the downward pressure as FTSE, DAX and CAC were down by 2.6%, 2.3% and 2.4% respectively for the day. At the time of writing this report, Asian markets have opened on a positive note as Nikkei and Hang Seng are up by 1.7% and 1.3% respectively, while Shanghai is down by 0.8%.

## Headlines

(WW) White House says fundamentals of US economy strong  
 (WW) US services sector activity jumps to 12-1/2-year high  
 (WW) China c.bank reaffirms maintaining prudent, neutral monetary policy in 2018  
 (WW) China will fend off cross border capital flow risks  
 (WW) Euro zone businesses began year in best shape for over a decade  
 (WW) Australia's central bank upbeat on economy, keeps policy unchanged  
 (WW) Russian central bank seen cutting rate to 7.5% on Friday  
 (WW) Germany's vibrant economy pushes up engineering orders in December  
 (CMD) Oil prices fall more than 1% amid global market rout  
 (CMD) Gold rises as equity sell-off spurs safe-haven buying  
 (FX) Dollar holds firm as investors scurry to safety amid equities sell-off  
 (FX) Sterling falls 0.7% on Brexit and economy fears  
 (FI) Average yields fall on Egyptian 3 and 7year T-bonds

(GCC) Saudi Arabia, UAE economies constitute 46% of Arab GDP  
 (SA) Saudi working with HSBC, JPMorgan, MUFG on USD 10bn loan refinancing  
 (SA) Saudi PMI falls to record low  
 (SA) Saudi will soon drastically change course to avert post-oil misery  
 (AE) UAE investments in Egyptian market worth USD 6.2bn  
 (AE) UAE to grow faster at 3.8% on higher oil prices and reforms  
 (EG) Egyptian SME association to set up industrial complex  
 (QA) Qatar National Bank raising USD 1.38bn with private bond  
 (KW) Kuwait's crude oil production capacity to reach 3.225mn BPD by March  
 (BH) Aluminium to contribute 15% to Bahrain's economy  
 (OM) Oman's central bank issues treasury bills worth OMR 63mn  
 (OM) Oman expo to boost tourism, investment  
 (Source: Thomson Reuters, Bloomberg)

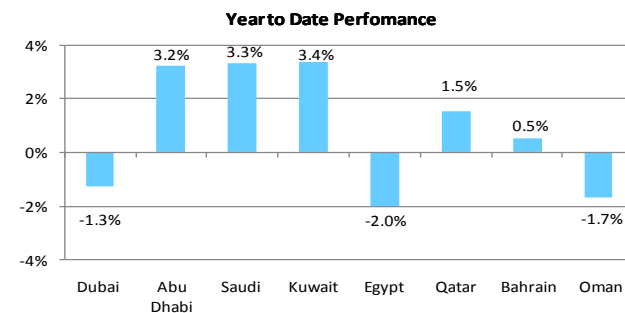
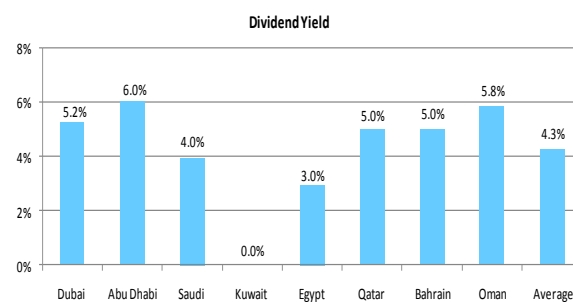
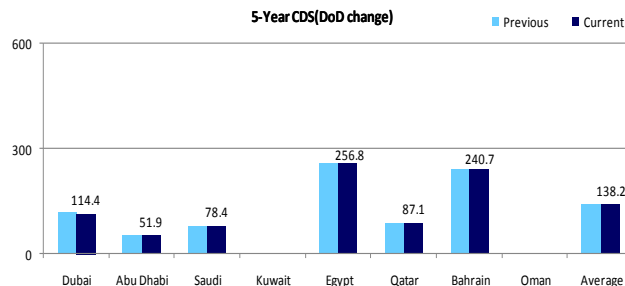
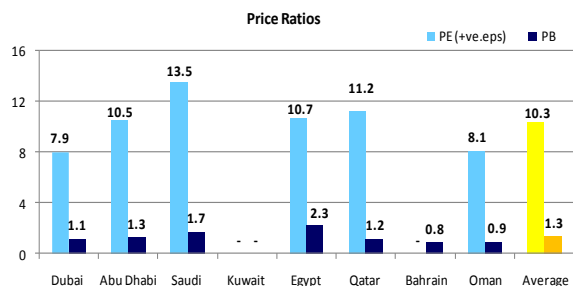
## MENA Markets

Index	Last	DoD (%)	WTD (%)	MTD (%)	YTD (%)	ST Trend *	MT Trend *	LT Trend *
Dubai (DFMGI)	3,326.47	-1.5%	-2.5%	-2.0%	-1.3%	▼	▼	▼
Abu Dhabi (ADSMI)	4,540.85	-0.9%	-1.5%	-1.3%	3.2%	▼	▲	▼
Saudi (SASEIDX)	7,466.33	-1.6%	-2.5%	-2.4%	3.3%	▲	▲	▲
Kuwait (KWSE)	6,624.13	-1.3%	-0.9%	-1.0%	3.4%	▲	▲	▼
Egypt (EGX30)	14,717.98	-1.6%	-2.5%	-2.2%	-2.0%	▼	▲	▲
Qatar (DSM)	8,651.48	-2.1%	-6.0%	-6.0%	1.5%	▼	▲	▼
Bahrain (BHSEIDX)	1,338.52	-0.4%	-1.4%	-0.9%	0.5%	▲	▲	▲
Oman (MSM30)	5,012.30	-0.8%	-0.5%	0.2%	-1.7%	▼	▼	▼

## 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)	257	261	236	109	116	99	84,845
Abu Dhabi (ADSMI)	161	80	90	57	38	43	132,879
Saudi (SASEIDX)	221	200	168	1,225	983	878	466,335
Kuwait (KWSE)	128	88	97	64	48	60	75,578
Egypt (EGX30)	270	286	330	81	85	76	26,647
Qatar (DSM)	13	11	9	82	84	68	99,347
Bahrain (BHSEIDX)	8	6	5	3	2	2	22,241
Oman (MSM30)	19	16	17	8	12	10	14,074

## 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	AL SALAM BANK SUDAN PLC	1.79	1.13%	0	0	MARKA PJSC	0.57	-3.56%	0	2,900
	GULF NAVIGATION HOLDING PJSC	1.02	0.99%	0	5,259	ARAMEX PJSC	4.06	-3.10%	0	7,970
	EMAAR DEVELOPMENT PJSC	5.68	0.53%	2,266	12,835	DXB ENTERTAINMENTS PJSC	0.61	-3.02%	17,433	10,800
	AL SAFWA MUBASHER FINANCIAL SER	0.81	0.00%	0	0	DUBAI INVESTMENTS PJSC	2.37	-2.87%	8,803	21,170
	AFKAR S&P UAE UCITS ETF CLASS A	4.05	0.00%	40	162	DRAKE AND SCULL INTERNATIONAL	2.05	-2.84%	4,030	8,382
Abu Dhabi	METHAQ TAKAFUL INSURANCE CO	0.93	8.14%	17,400	15,573	GULF MEDICAL PROJECTS CO PSC	1.54	-9.94%	2	2
	ABU DHABI AVIATION	3.03	4.48%	329	974	AXA GREEN CRESCENT INSURANCE CO	0.73	-9.88%	31	24
	NATIONAL BANK OF RAS AL KHAIMAH	4.80	3.00%	485	2,294	AL QUDRA HOLDING PJSC	1.15	-8.00%	30	36
	RAK PROPERTIES PJSC	0.78	1.30%	9,442	7,318	ABU DHABI SHIP BUILDING PJSC	1.90	-5.00%	4	8
	INVEST BANK PSC	2.50	1.21%	7,035	17,482	RAS AL KHAIMAH CEMENT CO PSC	0.71	-4.05%	504	365
Saudi Arabia	SALAMA COOPERATIVE INSURANCE	32.90	6.82%	1,428	45,489	MEDITERRANEAN AND GULF CO-OP	19.00	-5.94%	896	17,560
	RABIGH REFINING AND PETROCHEMIC	22.70	3.09%	15,621	349,284	AL AHSA DEVELOPMENT CO SJSC	11.20	-5.56%	909	10,479
	ABDULLAH AL OTHAIM MARKETS CO	126.00	2.61%	265	32,982	BAAZEEM TRADING COMPANY CJSC	25.50	-5.20%	9	236
	HALWANI BROTHERS CO JSC	52.80	2.13%	137	7,148	SAUDI ADVANCED INDUSTRIES CO	13.24	-4.61%	701	9,510
	RAYDAN COMPANY CJSC	15.16	1.07%	49	744	AL JAZIRA MAWTEN REIT	15.64	-4.05%	222	3,550
Kuwait	HILAL CEMENT CO KSCP	120.00	20.00%	0	0	ENERGY HOUSE HOLDING COMPANY	25.00	-16.67%	18	0
	WARBA INSURANCE COMPANY KSCP	68.40	11.22%	8	1	AL MUDON INTERNATIONAL REAL EST	31.50	-14.86%	18	1
	METAL AND RECYCLING CO KSCP	65.00	10.17%	0	0	AL MADINA FOR FINANCE AND INVEST	33.10	-14.03%	20	1
	AWJ HOLDING COMPANY KSCP	65.00	6.56%	10	1	KUWAIT AND MIDDLE EAST FINANCIAL	24.00	-9.77%	110	3
	KUWAIT SYRIAN HOLDING CO KSC	28.80	4.73%	871	25	AMAR FINANCE AND LEASING CO	41.00	-8.89%	24	1
Egypt	NATIONAL COMPANY FOR HOUSING	29.56	9.97%	0	30	TRANS OCEANS TOURS SAE	0.07	-12.50%	102	8
	INTERNATIONAL CO FOR AGRICULTUR	3.24	8.36%	2,405	7,493	ALEXANDRIA FLOUR MILLS AND BAKER	25.29	-10.00%	4	93
	MISR REFRIGERATION AND AIR COND	119.16	8.06%	0	41	GOLDEN TEXTILES & CLOTHES WOOL	6.22	-9.99%	9	61
	EL NASR CLOTHING AND TEXTILES CO	1.92	5.49%	4,923	9,207	CAIRO NATIONAL CO FOR INVESTMEN	4.52	-9.96%	17	83
	EL AHRAH CO FOR PRINTING & PACK	5.96	2.94%	366	2,151	ARAB ENGINEERING INDUSTRIES SAE	4.19	-9.31%	12	52
Qatar	GULF INTERNATIONAL SERVICES QSC	18.10	2.55%	749	13,380	EZDAN HOLDING GROUP QSC	9.55	-7.64%	735	7,313
	MEDICARE GROUP QSC	76.29	1.86%	59	4,484	QATAR INSURANCE CO SAQ	45.50	-7.12%	101	4,774
	QATARI INVESTORS GROUP QSC	30.76	1.85%	73	2,211	GULF WAREHOUSING CO QPSC	38.99	-6.72%	87	3,500
	QATAR FIRST BANK LLC	6.46	1.73%	1,040	6,664	AHLI BANK QSC	31.01	-6.60%	0	9
	ALJARAH HOLDING CO QPSC	9.80	1.55%	185	1,794	QATARI GERMAN COMPANY FOR MED	5.85	-4.72%	66	394

## 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	83,680	104.60	-0.9%	2.8%	5,752	160,436	109.00	94.25	17	1.9	4.0%
2	Emirates Telecommunications Group Co	AE	40,848	17.25	-1.4%	-1.4%	990	4,650	18.85	15.75	17	3.5	4.6%
3	Saudi Telecom Company SJSC	SA	38,880	72.90	-1.1%	6.3%	470	9,138	78.90	64.50	14	2.3	5.5%
4	First Abu Dhabi Bank PJSC	AE	33,233	11.20	-0.4%	9.3%	2,979	9,084	11.55	9.75	12	1.2	6.3%
5	Qatar National Bank QPSC	QA	31,845	125.50	-3.5%	-0.4%	213	7,353	157.10	115.01	9	1.5	4.8%
6	Al Rajhi Banking & Investment Corp Ltd	SA	31,460	72.60	-2.2%	12.4%	3,638	70,433	76.00	61.00	14	2.2	3.1%
7	National Commercial Bank SJSC	SA	31,200	58.50	0.7%	6.2%	806	12,579	59.90	37.00	12	1.9	2.7%
8	Saudi Electricity Company SJSC	SA	22,444	20.20	-1.7%	-4.1%	1,267	6,824	26.05	19.76	8	1.1	3.5%
9	DP World Ltd	AE	21,497	25.90	-2.3%	3.6%	280	1,978	27.06	19.21	21	2.2	1.5%
10	Industries Qatar QSC	QA	16,762	100.85	-2.7%	4.0%	169	4,671	121.60	85.00	24	1.8	4.0%
11	Saudi Arabian Mining Co SJSC	SA	16,203	52.00	-2.6%	-0.2%	809	11,221	57.10	39.00	85	2.3	0.0%
12	National Bank of Kuwait SAKP	KW	14,468	732.00	-0.5%	0.5%	4,451	10,870	800.00	640.00	14	1.3	4.1%
13	Jabal Omar Development Co SJSC	SA	14,449	58.30	-1.9%	-1.4%	621	9,647	75.60	58.00	402	5.3	0.0%
14	Emirates Islamic Bank PJSC	AE	14,047	9.50	0.0%	-3.1%	1	1	11.95	4.02	73	7.1	0.0%
15	Almarai Co SJSC	SA	13,733	51.50	-1.7%	-4.3%	774	10,627	78.64	50.60	25	3.5	1.5%
16	Samba Financial Group SJSC	SA	13,173	24.70	-1.8%	5.0%	638	4,203	27.10	19.80	10	1.1	3.8%
17	Emirates NBD Bank PJSC	AE	12,863	8.50	-2.3%	3.7%	2,196	5,084	9.09	7.95	6	0.8	4.7%
18	Emaar Properties PJSC	AE	12,477	6.40	-1.5%	-2.1%	11,470	19,989	8.43	6.29	8	1.0	2.3%
19	Saudi British Bank SJSC	SA	11,600	29.00	-3.0%	7.4%	360	2,782	31.00	20.05	11	1.3	2.4%
20	Kuwait Finance House KSCP	KW	11,266	585.00	-0.2%	1.6%	7,885	15,391	650.00	467.00	18	1.8	2.9%
21	Riyad Bank SJSC	SA	10,752	13.44	-1.3%	6.8%	582	2,087	14.18	10.10	12	1.1	4.8%
22	Abu Dhabi Commercial Bank PJSC	AE	10,049	7.10	-1.8%	4.4%	834	1,613	7.60	6.55	9	1.1	5.9%
23	Yanbu National Petrochemicals Co SJSC	SA	9,765	65.10	-1.4%	10.3%	310	5,373	66.50	52.00	15	2.2	5.0%
24	Banque Saudi Fransi SJSC	SA	9,563	29.75	-1.0%	4.4%	261	2,067	33.40	22.75	10	1.1	3.5%
25	Kingdom Holding Co	SA	9,201	9.31	-2.1%	0.0%	440	1,093	12.05	7.90	54	1.1	0.0%
26	Dubai Islamic Bank PJSC	AE	8,249	6.13	-1.3%	-1.0%	4,010	6,694	6.63	5.36	8	1.2	7.3%
27	Alinma Bank SJSC	SA	8,056	20.14	-2.1%	5.1%	28,690	154,087	20.86	14.00	16	1.5	2.5%
28	Emaar Malls PJSC	AE	7,938	2.24	-0.9%	5.2%	6,678	4,073	2.70	2.00	15	1.8	4.5%
29	Masraf Al Rayan QPSC	QA	7,935	38.51	-1.9%	2.0%	813	8,594	45.40	33.32	14	2.2	5.2%
30	Saudi Arabia Fertilizers Co SJSC	SA	7,533	67.80	-0.1%	4.0%	217	3,922	73.25	57.00	32	4.1	0.0%
<b>Total M-Cap; W. Avg Yield</b>			<b>575,169</b>										<b>3.6%</b>

Data Source: Thomson Reuters

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