

Overview

Earlier: The DFMGI (+2.35%) was the top gainer followed by the ADSMI (+0.58%) and the DSM (+0.4%). The BHSE (-0.29%) led the losers followed by the MSM (-0.13%). All markets except Bahrain and Oman witnessed volumes above their 3-month and 6-month averages. Regional CDS rates decreased on average: Saudi -1.18% to 141.24 bp, Dubai -0.53% to 443.34 bp, Qatar -0.48% to 140.68 bp, Abu Dhabi -0.2% to 140.56 bp.

US markets were mixed: NASDAQ +1.06%, S&P 500 +0.87%, DJI +0.64%. Europe was mostly red: STOXX Europe 600 -0.8%, FTSE 100 -0.5%, CAC 40 -0.31%, DAX +0.04%.

Today: Asian markets are mixed so far with the Hang Seng +1.16%, Nikkei 225 -0.46%. Oil (100.1) is up +0.7% this morning after rising +0.45% on the prior trading day, and gold (1711) is up +0.02% this morning after closing +2.7% a day earlier.

Headlines

(WW) Asia Stocks, Oil Rise as Fed Signals Low Rates; Won Strengthens
(WW) BOJ Should Be Allowed \$643 Billion Bond Buying Fund, Iwata Says
(FX) Dollar Near 5-Week Low as Fed Extends Rate Pledge; Aussie Rises
(FX) Bernanke Makes Case for More Bond Buying Amid 8.5% Unemployment
(FX) Korean Won Climbs to Highest Level in Two Months; Bonds Gain
(AE) Nakheel Sees Profit Climbing More Than 15%, Al-Khaleej Reports
(AE) Commercial Bank of Dubai Net Rises 0.2% to 822 Million Dirhams

(BH) Gulf Air Considers Options to Tackle Unprofitable Operations
(OM) BankDhofar Full-Year Profit Plunges 58% as Expenses Rise
(QA) Qatar Insurance Rallies Most in Nine Months in Doha on Dividend
(QA) Qatar Insurance 2011 Net Increases to 592 Million Riyals
(QA) Qatar's CBQ Fourth-Quarter Profit Rises 22%, Misses Estimates
(QA) United Development Profit Climbs Six-Fold on Property Values

MENA Markets

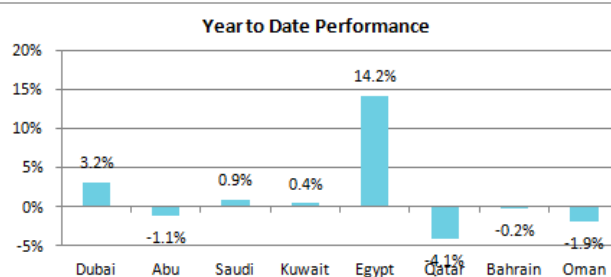
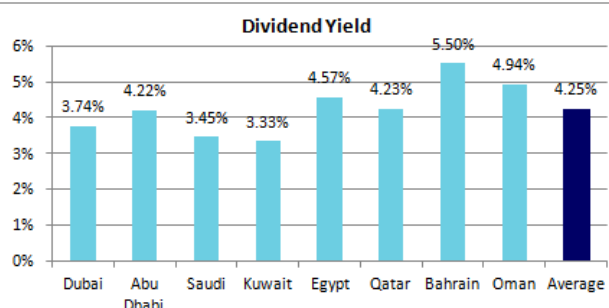
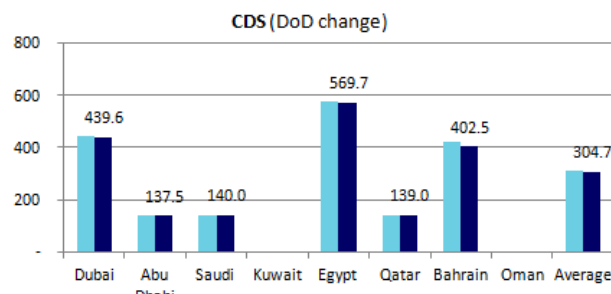
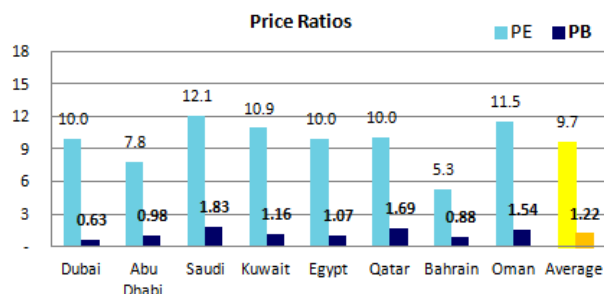
Index	Last	DoD (%)	WTD (%)	MTD (%)	YTD (%)	ST Trend *	MT Trend *	LT Trend *
Dubai (DFMGI)	1,396.04	2.35%	5.1%	3.2%	3.2%	▼	▼	▼
Abu Dhabi (ADSMI)	2,375.25	0.58%	1.6%	-1.1%	-1.1%	▼	▼	▼
Saudi (SASEIDX)	6,476.86	0.16%	1.6%	0.9%	0.9%	▲	▲	▼
Kuwait (KWSE)	5,839.80	0.33%	0.7%	0.4%	0.4%	▼	▼	▼
Egypt (EGX30)	4,136.19	-	6.9%	14.2%	14.2%	▼	▼	▼
Qatar (DSM)	8,420.53	0.40%	-0.5%	-4.1%	-4.1%	▲	▲	▲
Bahrain (BHSEIDX)	1,141.06	-0.29%	-0.1%	-0.2%	-0.2%	▼	▼	▼
Oman (MSM30)	5,586.44	-0.13%	0.1%	-1.9%	-1.9%	▲	▲	▼
Bloomberg Arabian (BBARABIA)	66.41	0.26%	1.0%	-0.4%	-0.4%	▼	▼	▼

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)	175	55	54	55	19	19	29,256
Abu Dhabi (ADSMI)	67	53	49	20	18	19	69,441
Saudi (SASEIDX)	267	231	182	1,647	1,488	1,286	339,813
Kuwait (KWSE)	421	179	160	108	80	73	101,467
Egypt (EGX30)					26	28	30,108
Qatar (DSM)	5.3	5.2	5.1	52	56	57	92,989
Bahrain (BHSEIDX)	0.4	1.1	2.0	0.4	1.5	1.1	16,095
Oman (MSM30)	4.6	6.8	6.2	5.8	6.9	6.5	13,754

* ST trend based on a 5x25 day SMA crossover; MT trend based on a 25x100 day SMA crossover; LT trend based on a 50x200 day SMA crossover 1
Data & News Source: Bloomberg

Valuation and Performance Comparisons



(AE, SA, QA, KW, EY)	Trailing PE	2011 PE	2012 PE	Trailing PB	Trailing DY	Market Cap. (USD)
BM-Chemicals	10	10	10	2.6	3.9%	141,131,960,170
BM-Other	14	9	13	1.4	2.3%	9,995,215,651
Comm-Telecoms	10	9	9	1.7	8.2%	86,370,003,182
CC-Airlines	10	10	9	1.8	9.3%	1,092,099,580
CC-Retail	17	15	14	5.4	3.5%	6,114,290,590
CC-Storage	21	15	12	0.8	8.7%	1,879,826,830
CC-Textiles	11	12	10	1.3	5.0%	1,435,762,300
CNC-Agriculture	9	8	7	2.3	2.8%	2,338,627,947
CNC-Commercial Services	12	19	16	1.2	2.2%	11,510,752,428
CNC-Food & Beverages	17	16	13	2.9	3.1%	17,499,307,404
CNC-Pharma	8	8	7	1.4	7.8%	1,976,387,946
Diversified-Holding	11	9	9	1.8	2.8%	12,505,048,460
Energy-Oil & Gas	11	11	10	3.9	3.7%	7,844,293,212
Energy-Oil & Gas Services	11	9	8	1.2	2.1%	1,219,366,236
Fin-Banks	14	12	10	1.9	3.3%	227,264,522,886
Fin-Diversified FS	14	13	20	1.3	1.8%	9,768,500,003
Fin-Insurance	14	12	10	2.8	3.1%	12,967,288,487
Fin-Investments	13	15	9	1.4	3.6%	16,524,879,593
Fin-Real Estate	11	11	10	1.3	1.2%	44,820,535,137
Ind-Building Materials	15	13	12	2.8	6.8%	26,987,963,244
Ind-Electrical	11	9	8	1.3	4.0%	2,521,856,373
Ind-Eng & Construction	14	14	10	2.5	3.6%	16,155,263,307
Ind-Transportation	16	13	10	1.3	4.8%	6,110,713,237
Utilities	19	17	17	1.6	5.2%	21,740,253,740
All Sectors & Industries	13	12	11	2.1	4.1%	701,309,020,457

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

	Top Gainers					Top Losers				
	Close *	DoD %	Volume ('000)	Value (AED '000)	Close *	DoD %	Volume ('000)	Value (AED '000)		
Dubai	Dubai Financial Market	0.795	8.46%	24,257	18,963	Dubai Islamic Insurance Co	0.42	-1.65%	457	196
	Emaar Properties PJSC	2.72	6.67%	36,804	97,566	Aramex PJSC	1.80	-0.55%	53	95
	Tamweel PJSC	0.640	6.14%	18,787	11,894	Union Properties PJSC	0.28	-0.35%	7,140	2,053
	Takaful Al Emarat Insurance Co	0.580	5.65%	15	8.5	National Central Cooling Co PJSC	0.50	-0.20%	8,600	4,342
	Deyaar Development	0.220	4.27%	13,375	2,950	Takaful House PJSC	0.53	-0.19%	362	194
Abu Dhabi	Sharjah Cement & Industrial Develop	0.55	10.00%	225	124	Agthia Group PJSC	1.72	-4.44%	20	34
	UMM AL Qaiwain Cement Industries	0.60	9.09%	30	18	Green Crescent Insurance Co	0.35	-2.78%	968	338
	Gulf Cement Co PSC	0.82	7.89%	124	102	Dana Gas PJSC	0.38	-2.56%	17,068	6,555
	Abu Dhabi Commercial Bank PJSC	2.81	2.18%	2,485	6,974	Arkan Building Materials Co	0.84	-1.18%	136	114
	Waha Capital PJSC	0.49	2.08%	415	203	Sharjah Islamic Bank	0.85	-1.16%	462	392
Saudi	Al Qassim Agricultural Development	30.00	6.76%	5,479	161,364	SASCO	18.30	-3.43%	2,022	37,200
	Halwani Bros Co	55.75	6.19%	1,069	58,974	Tabuk Agriculture	35.20	-3.03%	4,643	165,108
	Solidarity Saudi Takaful Co	24.10	5.70%	14,362	343,910	Refineries Co	73.75	-2.96%	794	58,628
	SAVOLA	31.00	3.33%	765	23,467	Jazan Development Co	26.30	-2.95%	2,113	56,236
	Saudi Investment Bank	17.15	3.00%	517	8,756	Saudi Fisheries	36.30	-2.94%	2,772	102,535
Kuwait	Al Aman Investment Co KSCC	32	16.67%	1,120	3	Industrial & Financial Investments Co	22	-8.33%	880	19
	Fujairah Cement Industries Co	73	15.87%	26,520	20	Al Madina For Finance And Invest	73	-7.59%	41,720	120
	Al-Deera Holding Co	33	13.79%	10,400	82	Arkan Al Kuwait Real Estate Co KSCC	65	-7.14%	120	8
	International Financial Advisors	52	13.04%	26,640	286	Manazel Holding Co KSC	17	-5.56%	3,600	8
	Kuwait & Gulf Link Transport Co	112	12.00%	7,600	192	Danah Al Safat Foodstuff Co KSC	97	-4.90%	6,660	627
Egypt										
Qatar	Qatar Insurance Co	81.30	3.57%	168	13,687	Al-Khalij Holding Co	14.29	-1.45%	104	1,482
	Commercial Bank of Qatar QSC/The	81.60	3.29%	145	11,776	Qatar Navigation	72.50	-0.68%	38	2,760
	Qatar Islamic Bank	79.80	1.40%	57	4,567	Qatar National Bank SAQ	146.10	-0.41%	135	19,730
	Gulf International Services OSC	22.20	1.37%	57	1,268	Doha Bank QSC	60.40	-0.17%	198	11,995
	Qatar Gas Transport Co Nakilat	16.87	1.20%	760	12,803	Vodafone Qatar	7.30	-0.14%	627	4,575

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 Corp	Saudi	73,396	91.75	0.0%	-4.7%	4,213	103,132	114.00	82.50	9	2.0	4.4%
2	Al Rajhi Bank	Saudi	28,898	72.25	0.7%	4.0%	777	14,952	82.25	65.00	15	3.5	3.8%
3	Qatar National Bank SAQ	Qatar	25,523	146.10	-0.4%	-3.9%	135	5,418	157.00	114.48	11	2.2	2.5%
4	Emirates Telecommunications Corp	UAE	19,588	9.12	0.6%	-0.3%	1	2	11.45	8.50	10	1.9	6.6%
5	Industries Qatar QSC	Qatar	19,258	127.50	-0.1%	-4.1%	236	8,284	150.50	116.00	9	2.8	4.3%
6	Saudi Telecom Co	Saudi	18,292	34.30	0.3%	1.5%	521	4,750	41.20	33.00	9	1.5	6.6%
7	National Bank of Kuwait	Kuwait	16,188	1140	0.0%	1.8%	43	174	1327	990.00	15	2.0	3.2%
8	Saudi Electricity Co	Saudi	14,999	13.50	0.0%	-2.9%	2,583	9,278	15.05	12.05	25	1.1	5.2%
9	Mobile Telecommunications Co KSC	Kuwait	13,137	840.00	-1.2%	-5.6%	5	15	1480	840.00	12	1.7	23.5%
10	SAFCO	Saudi	11,783	176.75	-0.1%	0.4%	32	1,516	194.25	142.25	11	5.4	6.8%
11	Samba Financial Group	Saudi	10,703	44.60	-0.7%	-4.3%	225	2,680	60.50	42.10	9	1.5	3.5%
12	Ethihad Etisalat Co	Saudi	10,453	56.00	1.8%	6.7%	956	14,117	56.50	41.50	8	2.1	5.8%
13	Kingdom Holding Co	Saudi	9,585	9.70	-1.0%	9.6%	679	1,762	10.85	6.55	56	1.4	5.2%
14	Riyad Bank	Saudi	9,360	23.40	0.0%	0.4%	148	925	26.70	20.30	11	1.2	5.3%
15	DP World Ltd	UAE	8,840	10.65	2.1%	9.9%	16	45	15.07	9.37	10	1.1	1.6%
16	National Bank of Abu Dhabi PJSC	UAE	8,439	10.90	1.9%	-1.4%	1	1	12.10	9.00	6	1.2	2.3%
17	Kuwait Finance House	Kuwait	8,394	860.00	0.0%	-3.3%	5	15	1204	860.00	29	1.3	2.1%
18	Saudi British Bank/The	Saudi	8,300	41.50	0.2%	2.0%	83	914	46.70	33.00	11	1.9	1.6%
19	Banque Saudi Fransi	Saudi	8,080	41.90	-0.2%	-0.5%	28	309	51.25	34.70	10	1.6	4.1%
20	Orascom Construction Industries	Egypt	7,894	230.45	3.0%	14.6%	227	8,671	290.00	183.94	11	2.5	5.4%
21	Qatar Telecom Qtel Q.S.C.	Qatar	6,907	142.90	-0.1%	1.5%	24	934	165.00	117.50	10	1.2	2.9%
22	Saudi Arabian Mining Co-Ma'aden	Saudi	6,512	26.40	-0.8%	4.3%	1,045	7,348	28.40	18.85	59	1.4	0%
23	Saudi Kayan Petrochemical Co	Saudi	6,480	16.20	0.6%	-6.9%	5,658	24,346	19.70	13.95	0	1.6	0%
24	Yanbu National Petrochemicals Co	Saudi	6,480	43.20	-0.7%	-1.8%	1,254	14,441	53.50	37.50	8	2.3	0%
25	First Gulf Bank PJSC	UAE	6,228	15.25	1.3%	-1.3%	305	1,267	19.20	13.85	6	0.9	3.8%
26	Arab National Bank	Saudi	6,199	27.30	0.4%	-0.7%	229	1,657	35.90	25.95	11	1.4	2.8%
27	Almarai Co Ltd	Saudi	6,133	100.00	0.0%	1.0%	72	1,923	108.50	81.25	18	3.4	2.3%
28	National Industrialization Co	Saudi	5,693	38.30	0.0%	-5.9%	1,041	10,589	45.20	25.64	9	1.9	2.4%
29	Commercial Bank of Qatar QSC/The	Qatar	5,545	81.60	3.3%	-2.9%	145	3,234	90.20	62.40	11	1.5	8.6%
30	Rabigh Refining & Petrochemicals Co	Saudi	5,197	22.25	-0.7%	-4.3%	1,333	7,922	30.10	18.25	296	2.4	0%
Averages			13,083				734	8,354			24	1.9	4.2%

Data Source: Bloomberg

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