

# Equity Weekly

Weekly Report | 19 August 2024

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## Global Equities

Global equities had their best week of 2024 as economic data showed that the US economy continues to remain resilient amid easing inflationary pressure as indicated in the latest CPI reading. Overall, the MSCI World index added +4.0% 5d on the back of strength across all markets but particularly in developed markets. The MSCI G7 index added +4.1% 5d.

The focus of investors this week will be on Federal Reserve Chairman Jerome Powell’s speech at the annual Jackson Hole symposium. Given that financial markets have calmed down, it is widely expected that he will reiterate the message of being data dependent ahead of the September Fed meeting where the central bank is now widely expected to cut interest rate by 25 bps. Beyond that, investors will continue to keep an eye on geopolitical developments and minutes from the last Federal Reserve and European Central Bank meetings.

## Chart of the Week

The cross-asset volatility as measured by the BofA Securities GSFI Market Risk index reverted to mean at the end of last week after jumping to a 1-year high at the start

of the previous week. It must be noted that levels less than 0 indicate less stress than normal.

The same is also corroborated by sharp declines in the VIX index (-27.3% 5d), the V2X index (-29.2% 5d), and the CBOE Emerging Market ETF Volatility index (-27.3% 5d).

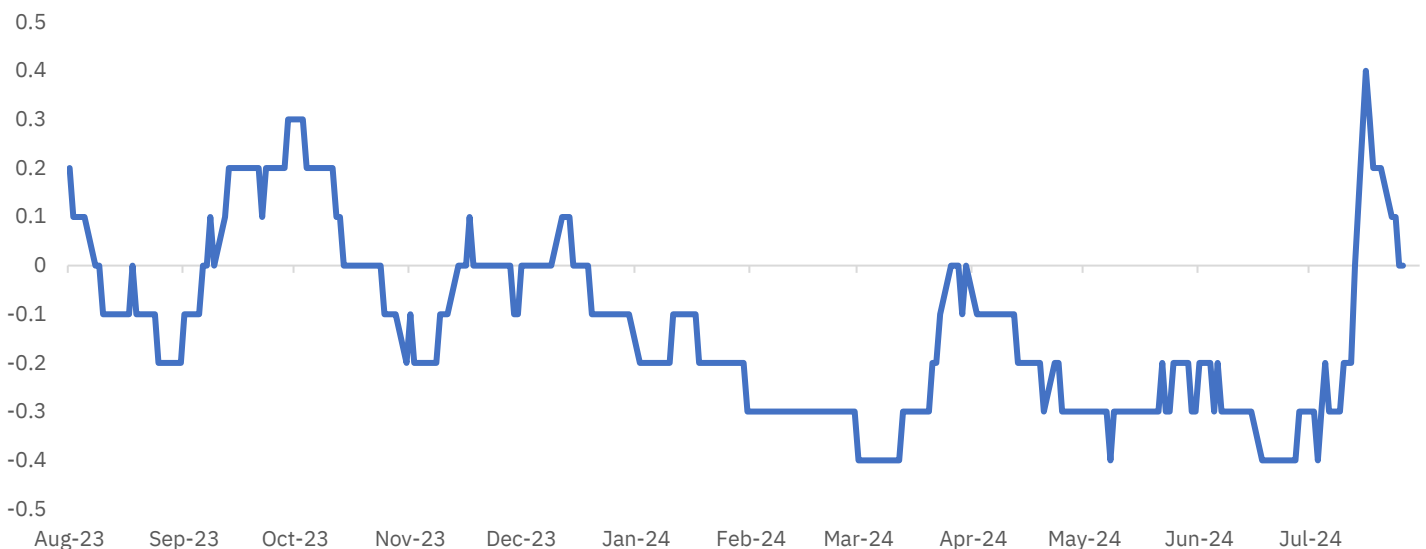
## MENA Equities

Regional equities followed the global trend and closed higher. The S&P Pan Arab Composite index added +1.5% 5d. The ADX index was a notable exception with a drop of -0.2% 5d.

As we come to the end of the Q2 2024 earnings season in the UAE, it is worth noting that du (+8.6% 1m) along with financial sector stocks (+6.7% 1m) have been best performers on the DFM over the reporting period. Utility sector stocks also recouped some of their year-to-date losses with gains of +4.1% 1m.

Elsewhere on the Tadawul, only utilities and real estate sector stocks gave positive returns over the reporting period with gains of +2.7% 1m and +2.5% 1m respectively.

Chart of the Week – Cross-Asset Volatility subsides



Source: Bloomberg

### MENA Equity Indices

Index	Last Price	wtd % chg	ytd % chg	T.Value 5d avg (USDmn)	BEst P/E	BEst P/B	Div Yield
DFM	4,243	1.1%	4.5%	49.6	7.9	1.1	5.7
ADX	9,286	-0.2%	-3.0%	224.0	15.1	1.9	2.1
Tadawul	11,981	0.6%	0.1%	1,693.0	17.6	2.3	3.5
ISE 100	9,822	0.0%	31.5%	2,322.7	4.5	0.9	2.5
EGX 30	29,460	-0.6%	18.3%	59.0	6.3	2.2	2.2
Kuwait Premier	7,765	0.4%	3.9%	106.3	12.5	1.3	2.8
Bahrain	1,943	0.3%	-1.4%	13.2	7.1	0.5	8.8
MSM	4,691	0.0%	3.9%	4.2	9.1	0.6	5.3
Qatar Exchange	10,135	0.1%	-6.4%	62.8	11.2	1.4	4.5

### Developed Market Indices

Dow Jones	40,660	2.9%	7.9%	16,012.9	20.4	4.9	1.8
S&P 500	5,554	3.9%	16.4%	76,953.4	23.3	4.7	1.4
Nasdaq	17,632	5.3%	17.5%	59,304.4	33.4	6.4	0.8
FTSE 100	8,311	1.8%	7.5%	3,070.8	12.2	1.8	3.8
Dax	18,322	3.4%	9.4%	2,509.1	13.4	1.5	3.1
Cac 40	7,450	2.5%	-1.2%	2,470.4	13.6	1.8	3.4
Swiss	12,189	2.7%	9.4%	1,843.9	18.7	3.8	3.1
Nikkei	38,063	8.7%	13.7%	26,824.4	20.9	2.0	1.8
Australia	7,971	2.5%	5.0%	3,706.8	18.3	2.0	3.7
Stoxx 600	511	2.5%	6.8%	17,368.1	14.3	1.9	3.4

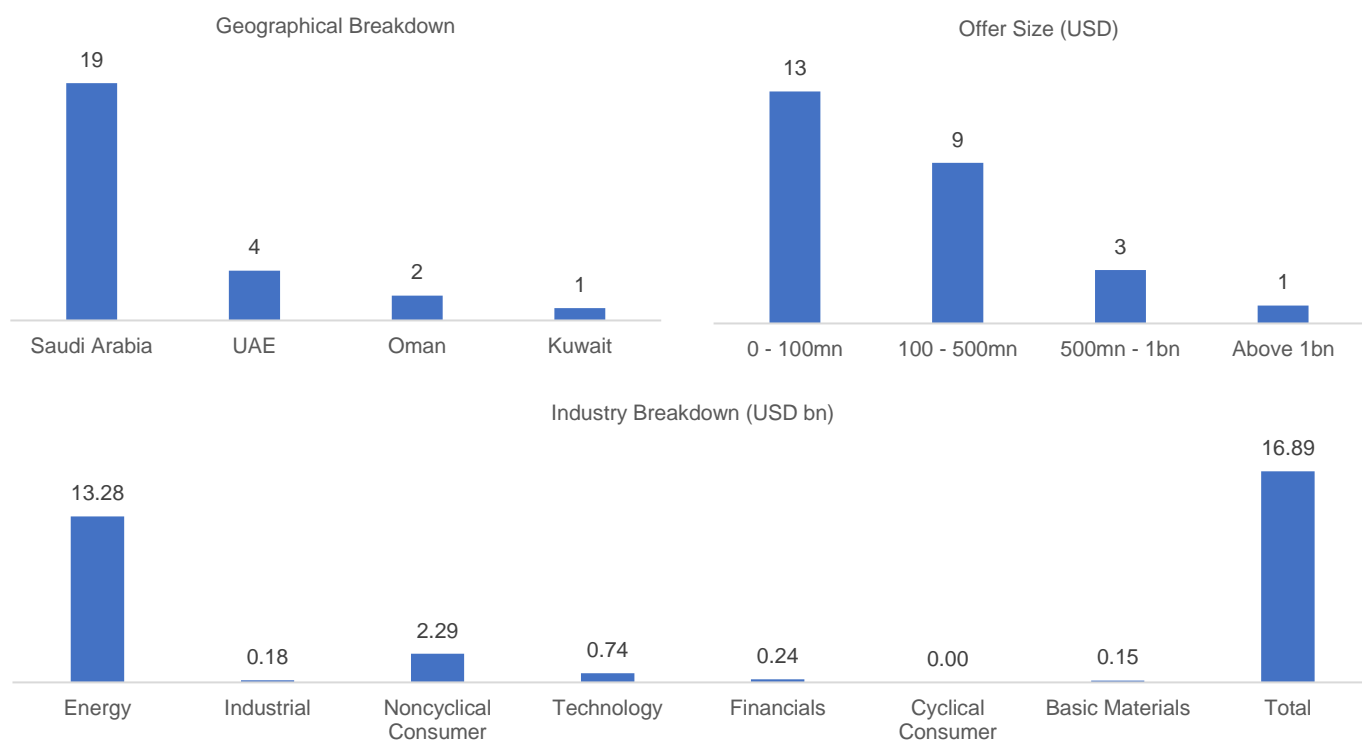
### Emerging Market Indices

Hong Kong	17,430	2.0%	2.2%	5,218.9	8.5	1.0	4.5
Shanghai	2,879	0.6%	-3.2%	31,109.3	11.2	1.2	3.0
Korea	2,697	4.2%	1.6%	6,717.9	10.4	1.0	2.0
Sensex	80,437	0.9%	11.3%	131.9	22.9	3.6	1.2
Nifty	24,541	0.7%	12.9%	3,205.2	22.4	3.5	1.2
Karachi	78,164	-0.5%	25.3%	31.2	3.9	0.9	8.1
Taiwan	22,349	4.1%	24.6%	11,010.6	18.7	2.8	2.5
Bovespa	133,953	2.6%	-0.2%	3,634.9	8.7	1.4	6.3
Jo'burg	82,824	2.6%	7.7%	1,154.0	11.6	1.4	4.0
Vietnam	1,252	2.3%	10.8%	523.9	11.8	1.6	1.7
Jakarta	7,432	2.4%	2.2%	507.5	14.1	1.9	3.3

Source: Bloomberg, BEst – Bloomberg Estimate

## Primary Market Performance

### Summary (USD)



### Deal breakdown (Year to Date)

Pricing Date	Name	Issuer Ticker	Primary Exchange	Currency	Offer Price	Last Price	IPO to date change (%)
9-Jul	Jabal Real Estate Investment	JREF OM	Muscat	OMR	0.10	0.10	-2.0%
25-Jun	Leaf Global Environmental Se	LEAF AB	Saudi Arabia	SAR	50.00	66.60	33.2%
10-Jun	Beyout Investment Group Hold	BEYOUT KK	Kuwait	KWd	500.00	492.00	-1.6%
7-Jun	Saudi Arabian Oil Co	ARAMCO AB	Saudi Arabia	SAR	27.25	28.30	3.9%
5-Jun	Neft Alsharq Co For Chemical	NEFTALSH AB	Saudi Arabia	SAR	3.60	4.73	31.4%
2-Jun	Al Ashghal Al Moysra Co	ALASHGHA AB	Saudi Arabia	SAR	10.00	52.30	423.0%
28-May	Alef Education Holding Plc	ALEFEDT UH	Abu Dhabi	AED	1.35	1.23	-8.9%
28-May	Yaqeen Capital Co	YAQEEN AB	Saudi Arabia	SAR	40.00	24.74	-38.2%
27-May	Al Taiseer Group Talco Indus	TALCO AB	Saudi Arabia	SAR	43.00	60.40	40.5%

22-May	Adnoc Drilling Co Pjsc	ADNOCDRI UH	Abu Dhabi	AED	3.90	4.59	17.7%
22-May	Rasan Information Technology	RASAN AB	Saudi Arabia	SAR	37.00	56.50	52.7%
19-May	Saudi Manpower Solutions Co	SMASCO AB	Saudi Arabia	SAR	7.50	9.30	24.0%
19-May	Epicure Vision Gcc Growth Fund	EVGF OM	Muscat	OMR	1.02	1.00	-2.0%
14-May	Dr. Soliman Abdul Kader Fake	FAKEEHCA AB	Saudi Arabia	SAR	57.50	60.10	4.5%
12-May	Mohammed Hadi Al Rasheed And	ALRASHEE AB	Saudi Arabia	SAR	28.00	73.50	162.5%
9-May	Miahona	MIAHONA AB	Saudi Arabia	SAR	11.50	35.60	209.6%
1-May	Spinneys 1961 Holding Plc	SPINNEYS UH	DFM	AED	1.53	1.50	-2.0%
18-Apr	Qomel Co	QOMEL AB	Saudi Arabia	SAR	80.00	109.00	36.3%
28-Mar	Taqat Mineral Trading Co	TAQAT AB	Saudi Arabia	SAR	18.00	12.78	-29.0%
14-Mar	Parkin Co Pjsc	PARKIN UH	DFM	AED	2.10	3.52	67.6%
28-Feb	Modern Mills Co	MODERNMI AB	Saudi Arabia	SAR	48.00	48.60	1.3%
18-Feb	Quara Finance Co	QUARA AB	Saudi Arabia	SAR	15.00	16.88	12.5%
8-Feb	Al-Modawat Specialized Medic	ALMODAWA AB	Saudi Arabia	SAR	111.00	14.98	-86.5%
5-Feb	Wsm For Information Technolo	WSM AB	Saudi Arabia	SAR	49.00	49.30	0.6%
4-Feb	Pan Gulf Marketing Co	PANGULF AB	Saudi Arabia	SAR	51.00	27.50	-46.1%
24-Jan	Middle East Pharmaceutical	AVALONPH AB	Saudi Arabia	SAR	82.00	128.00	56.1%

Source: Bloomberg  
Data as of 9 August 2024

## Economic & Earnings Calendar

Economic			
Date	Country	Data	Consensus
19-Aug	Japan	Core Machine Orders m/m	0.9%
20-Aug	Eurozone	CPI y/y	2.6%
	Canada	CPI y/y	2.5%
21-Aug	US	MBA Mortgage Applications	-
22-Aug	Japan	Jibun Bank PMI Composite	-
	India	HSBC India PMI Composite	-
	Eurozone	HCOB Eurozone PMI Composite	50.1
	US	Initial Jobless Claims	231k
	US	Existing Home Sales	3.93mn
23-Aug	UK	GfK Consumer Confidence	-12
	Japan	National CPI y/y	2.7%
	Canada	Retail Sales m/m	-0.3%
	US	New Home Sales	624k

GCC Earnings				
Date	Period	Stock	Ticker	Estimate
20-Aug	Q2 24	Banader Hotels Co BSC	BANADER BI	-
21-Aug	Q2 24	United Gulf Holding Co BSC	UGH BI	-
21-Aug	Q2 24	Saudi Industrial Export Co	SIECO AB	-
21-Aug	Q1 25	Tihama Advertising & Public Re	TAPRCO AB	-
21-Aug	Q2 24	Nayifat Finance Co	NAYIFAT AB	-
21-Aug	Q2 24	Ahli United Bank BSC	AUB BI	-

Source: Bloomberg

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