



CIO OFFICE: Equity Market Update 7th May 2020

Developed Markets

- ✓ U.S. stocks fell for the first time in three days as investors digested mixed corporate earnings and worsening economic data. The S&P 500 declined by -0.70%. May has not as yet seen the sharp intraday volatility of March and April with softer moves on the Index
- ✓ Despite the S&P 500 and Dow Jones Industrial Average indexes closing lower, the information technology and consumer discretionary sectors kept the Nasdaq Composite in the green as investors retained faith in Apple and Microsoft continuing to perform well in the stay-at-home world. The Nasdaq Composite Index rose by +0.51%
- ✓ The Stoxx 600 Europe declined by -0.35%. Data from Germany provided further evidence of the pandemic's devastating effect, as new cases in the euro area's biggest economy rose ahead of talks on easing restrictions. Carmakers, insurers, broadcasters, and medical device manufacturers added to companies taking a heavy hit from the coronavirus pandemic

Emerging Markets

- ✓ Stocks in Shanghai rose as Chinese traders came back online after a five-day break. The CSI 300 index rose by +0.60%

GCC

- ✓ **Dubai Islamic Bank** reported Q1 2020 net profit of AED 1.1 bn supported by robust total income despite creating additional provisions and buffers of nearly AED 1.5 bn. The bank's shareholders recently approved foreign ownership limit increase from 25% to 40%. The bank said it is concentrating on exercising caution and building up provisions to ensure adequate cushions to protect its financial position from any expected impacts arising from the coronavirus pandemic, oil price volatility and low interest rate environment
- ✓ Trading volumes on the UAE indices remain very low

Company News

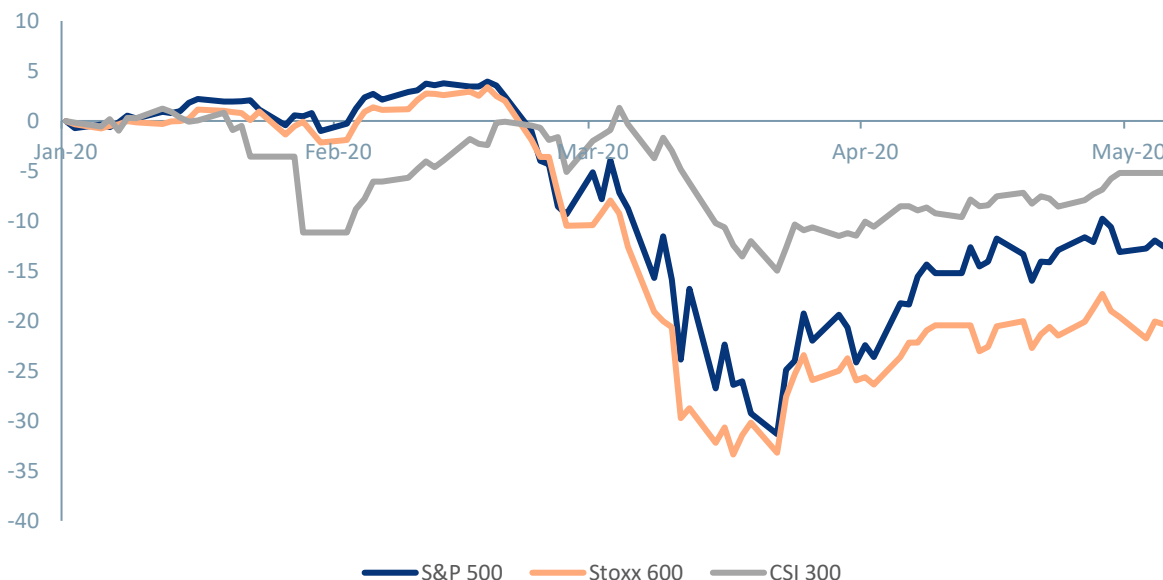
- ✓ **Activision Blizzard** shares climbed to the highest since October 2018 after raising its full-year outlook; the company posted non-GAAP EPS of 66 cents on revenues of USD 1.79 bn as the pandemic has created a surge in gaming. The company is seeing an influx of new players as millions around the world remain in lockdown
- ✓ **T-Mobile** profit exceeded estimates but warned that the COVID-19 crisis prevents the company from providing a full-year forecast, even as the wireless carrier begins integrating the newly acquired Sprint. The company was forced to close stores and stop charging customers extra when they exceeded data limits due to the coronavirus hit

Global Equity Indices

Region	Index	Last Price	%1D	%5D	YTD	2019	P/E	P/B	Div. Yield	ROE
Developed Markets										
U.S.	S&P 500 INDEX	2848	-0.7%	-3.1%	-11.2%	31.5%	22.29	3.07	2.1%	14.8%
U.S.	DOW JONES INDUS. AVG	23665	-0.9%	-3.9%	-16.4%	25.3%	21.44	3.39	2.7%	19.7%
U.S.	NASDAQ COMPOSITE INDEX	8854	0.5%	-0.7%	-0.9%	36.7%	31.55	4.73	1.1%	32.2%
U.S.	RUSSELL 2000 INDEX	1263	-0.8%	-7.2%	-23.9%	25.5%	52.00	1.57	1.9%	196.1%
Europe	STXE 600 (EUR) Pr	337	0.7%	-1.0%	-18.0%	27.9%	18.08	1.50	3.5%	4.6%
U.K.	FTSE 100 INDEX	5883	0.5%	-0.3%	-20.9%	17.2%	16.64	1.39	4.4%	3.3%
Hong Kong	HANG SENG INDEX	24043	-0.4%	-2.2%	-14.5%	13.0%	10.97	0.97	3.6%	10.7%
Japan	NIKKEI 225	19675	0.3%	2.1%	-16.0%	20.7%	16.42	1.40	2.3%	8.0%
DM	MSCI DM TR USD	5919	-0.5%	-2.2%	-14.3%	27.7%	20.00	2.12	2.5%	7.8%
Emerging Markets										
China	CSI 300 INDEX	3925	-0.3%	2.7%	-4.2%	39.2%	12.27	1.57	2.5%	11.0%
India	S&P BSE SENSEX INDEX	31518	-0.5%	-3.7%	-23.4%	15.7%	16.71	2.15	1.9%	13.2%
UAE	DFM GENERAL INDEX	1923	0.2%	-5.1%	-27.3%	14.2%	7.85	0.66	5.3%	7.9%
UAE	ADX GENERAL INDEX	4054	0.8%	-4.2%	-15.7%	8.4%	12.69	1.17	5.0%	11.9%
KSA	TADAWUL ALL SHARE INDEX	6649	-0.1%	-6.5%	-19.3%	10.9%	18.53	1.76	3.7%	19.2%
EM	MSCI EM TR USD	428	0.3%	-2.8%	-19.0%	18.4%	13.63	1.24	3.0%	10.9%
World Sectors										
	MSCI ACWI/FINANCE	91	-1.3%	-5.2%	-30.4%	24.1%	11.28	0.84	4.1%	10.4%
	MSCI ACWI/INF TECH	307	0.8%	0.2%	-2.0%	47.5%	23.02	4.53	1.5%	22.9%
	MSCI ACWI/HLTH CARE	275	-0.3%	-0.4%	-1.1%	23.3%	18.41	3.80	1.9%	23.0%
	MSCI ACWI/CONS DIS	246	0.3%	-2.9%	-11.7%	28.2%	29.94	2.86	1.6%	8.1%
	MSCI ACWI/INDUSTRAL	201	-0.8%	-3.9%	-23.2%	27.2%	19.42	2.07	2.4%	8.9%
	MSCI ACWI/COMM SVC	76	-0.2%	-1.2%	-7.5%	25.1%	19.58	2.25	1.9%	10.1%
	MSCI ACWI/CON STPL	224	-0.7%	-2.5%	-10.7%	22.4%	19.61	3.54	3.0%	20.0%
	MSCI ACWI/ENERGY	130	-2.3%	-4.1%	-37.4%	13.9%	54.91	0.93	6.1%	2.8%
	MSCI ACWI/MATERIAL	222	-1.1%	-3.0%	-19.3%	20.8%	17.70	1.41	3.4%	7.5%
	MSCI ACWI /UTILITY	127	-2.2%	-3.5%	-14.6%	22.3%	15.30	1.49	4.2%	11.0%
	MSCI ACWI/REAL EST	891	-1.2%	-4.0%	-20.4%	24.0%	17.99	1.26	4.3%	9.6%

Source: Bloomberg: 11:30 am 7th May 2020

Exhibit: S&P 500, Stoxx 600, CSI 300 YTD Performance



Source: Bloomberg 7th May 2020

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