



### CIO OFFICE: Equity Market Update 18<sup>th</sup> August 2020

#### Developed Markets

- ✓ U.S. stock climbed amid a rally in technology companies, while failing to top their all-time high as big banks sold off. For a third time in the past week, the S&P 500 popped above its February closing record during the sessions but ended below it. The S&P 500 Index was buoyed by gains in the tech giants Amazon and Google. The S&P 500 Index was up +0.27% on Monday.
- ✓ The Nasdaq 100 outperformed amid a jump in Tesla and Nvidia as well as strong results from online retailers JD.com. Big banks sank after Warren Buffet's Berkshire Hathaway pared stakes in many of the industry's top names. Boeing weighed on the Dow Jones Industrial Average.
- ✓ European shares closed higher as China-exposed miners jumped on fresh stimulus for the world's second-largest economy, but concerns about a resurgence of coronavirus cases in the region kept gains in check. The Stoxx 600 Index was up +0.325% on Monday.

#### Emerging Markets

- ✓ Chinese shares closed at their highest in more than a month on Monday after the central bank injected fresh funds into the country's financial system, with securities firms rallying on hopes for a lift from capital market reforms. The Shanghai Shenzhen CSI 300 Index was up +2.35% on Monday.

#### GCC

- ✓ DFM General Index rose for a sixth day, increasing +1%. Banks stocks led the market higher. Emirates NBD contributed the most to the DFM General Index gain, and saw the largest increase for the day, rising +5%. Both Emaar properties and Emaar Development decreased, -0.7% and -0.5%. For a consecutive day, Arabtec Holding was the worst performer, decreasing -5%.
- ✓ The Abu Dhabi Securities Market General Index increased by +0.4%. TAQA (Abu Dhabi National Energy Co) contributed the most to the gain, increasing +12%. Al Dar also increased by 2% for the day. National Marine Dredging Co saw the largest increase for the day of +15%.
- ✓ The Tadawul All Share Index declined slightly, ending an 11-day gain. The loss of -0.03% follows the previous session's increase of +0.7%. Saudi Basic Industries Corp. contributed the most to the index decline, decreasing -0.7%.
- ✓ Arabtec reported a net loss of AED 794mn in 1H20 compared to net profit of AED 49mn 1H19 and revenue of AED 3.03bn (-28%yoy). The net loss was attributable to their construction business, limited liquidity in the real estate construction sector. The board will call for an EGA meeting to determine future options within the next 30 days.

#### Company News

- ✓ **Epic Games Inc.** asked a California federal court to immediately block **Apple's** removal of Fortnite from its app store days after suing the iPhone maker and **Google** in what promises to be a blockbuster antitrust fight.
- ✓ **Verizon** is adding **Walt Disney's** Hulu and ESPN+ to its free Disney+ offer, starting Thursday. The package, known as the Disney+ Bundle, is free for new customers who sign on for certain unlimited plans.

### Global Equity Indices

Ticker	Country	Index	Last Price	%1D	%5D	YTD	2019	P/E	P/B	Div. Yield	ROE
<b>Developed Markets</b>											
SPX Index	US	S&P 500 INDEX	3385	0.4%	0.7%	6.0%	31.5%	26.15	3.63	1.7%	15.2%
INDU Index	US	DOW JONES INDUS. AVG	27845	-0.3%	0.2%	-1.0%	25.3%	25.08	4.01	2.3%	21.4%
CCMP Index	US	NASDAQ COMPOSITE INDEX	11130	1.0%	1.5%	24.8%	36.7%	38.96	5.59	0.8%	33.8%
RTY Index	US	RUSSELL 2000 INDEX	1586	0.5%	0.1%	-4.1%	25.5%	97.15	1.81	1.2%	169.5%
SXXP Index	Europe	STXE 600 (EUR) Pr	369	0.3%	1.3%	-9.2%	27.9%	22.21	1.72	2.9%	4.5%
UKX Index	UK	FTSE 100 INDEX	6127	0.6%	1.3%	-16.8%	17.2%	19.94	1.52	3.6%	2.6%
HSI Index	Hong Kong	HANG SENG INDEX	25347	0.7%	4.0%	-7.8%	13.0%	11.92	0.99	3.3%	10.4%
NKY Index	Japan	NIKKEI 225	23097	-0.8%	3.4%	-1.2%	20.7%	23.25	1.72	1.8%	7.9%
NDDUWI Index	DM	MSCI DM TR USD	7062	-0.2%	1.0%	2.2%	27.7%	24.24	2.52	2.1%	7.8%
<b>Emerging Markets</b>											
SHSZ300 Index	China	CSI 300 INDEX	4815	2.4%	1.9%	19.8%	39.2%	15.87	2.01	1.9%	10.9%
SENSEX Index	India	S&P BSE SENSEX INDEX	38051	0.5%	-0.3%	-6.9%	15.7%	24.20	2.75	1.4%	11.3%
DFMGI Index	UAE	DFM GENERAL INDEX	2206	1.0%	5.4%	-15.9%	14.2%	10.09	0.77	3.1%	7.3%
ADSMI Index	UAE	ADX GENERAL INDEX	4431	0.4%	1.8%	-7.6%	8.4%	17.01	1.28	3.8%	9.3%
SASEIDX Index	KSA	TADAWUL ALL SHARE INDEX	7757	0.0%	2.9%	-5.2%	10.9%	23.25	1.89	3.0%	17.4%
NDUEEGF Index	EM	MSCI EM TR USD	526	-0.3%	0.7%	-0.4%	18.4%	17.79	1.65	2.3%	9.7%
<b>World Sectors</b>											
MXWD0FN Index		MSCI ACWI/FINANCE	106	-0.1%	1.5%	-17.6%	24.1%	13.72	0.96	3.4%	9.2%
MXWD0IT Index		MSCI ACWI/INF TECH	385	-0.2%	0.5%	23.4%	47.5%	28.33	5.90	1.2%	23.7%
MXWD0HC Index		MSCI ACWI/HLTH CARE	299	-0.4%	0.7%	8.0%	23.3%	19.58	4.09	1.8%	23.5%
MXWD0CD Index		MSCI ACWI/CONS DIS	320	-0.2%	2.3%	15.1%	28.2%	44.64	3.69	0.9%	7.1%
MXWD0IN Index		MSCI ACWI/INDUSTR	251	-0.2%	1.7%	-3.6%	27.2%	28.08	2.67	1.9%	7.8%
MXWD0TC Index		MSCI ACWI/COMM SVC	89	-0.2%	0.4%	9.0%	25.1%	22.93	2.92	1.6%	9.6%
MXWD0CS Index		MSCI ACWI/CON STPL	252	-0.2%	1.0%	1.4%	22.4%	21.86	3.85	2.7%	29.5%
MXWD0EN Index		MSCI ACWI/ENERGY	141	-0.2%	0.2%	-30.8%	13.9%	85.79	1.04	5.3%	1.5%
MXWD0MT Index		MSCI ACWI/MATERIAL	281	-0.4%	0.4%	2.8%	20.8%	21.30	1.77	2.7%	7.2%
MXWD0UT Index		MSCI ACWI/UTILITY	143	-0.9%	-0.7%	-2.7%	22.3%	17.06	1.65	3.8%	10.5%
MXWD0RL Index		MSCI ACWI/REAL EST	979	-0.1%	-0.1%	-11.6%	24.0%	21.24	1.41	3.6%	9.6%
<b>Key levels</b>											
XAUUSD Cmpl Curr Gold		XAU-USD X-RATE	1985	-0.1%	2.2%	2.2%	32.1%				
USGG10YR Index	10 Year Yield	US Generic Govt 10 Yr	0.69	-2.3%	20.4%	20.4%	-55.4%				
USGG2YR Index	2 Year Yield	US Generic Govt 2 Yr	0.15	4.2%	15.3%	15.3%	-89.8%				
CO1 Comdty	Brent	Generic 1st 'CO' Future	45.3	1.1%	0.7%	0.7%	-22.8%				

Source: Bloomberg; 12:05 am 18<sup>th</sup> August 2020

### Exhibit: S&P 500 1 Year Chart



Source: Bloomberg 18<sup>th</sup> August 2020

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