Global
بيت الاستثمار العالمي
Global Investment House

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GCC Market Review

GCC stock markets witnessed mixed trends ahead of the 2Q-2007 earnings season. Kuwait markets continued to surge as it reported monthly growth of 3.5% in June-07. As a result, the Kuwait market benchmark index reported YTD growth of 30% by the end of 1H-2007. After reporting strong growth in the previous month, UAE markets witnessed profit-booking as NBAD Index registered monthly decline of 1.1%. It is worth noting that by the end of 1H-2007, only one market, Saudi Arabia, reported YTD decline of 12.2%.

GCC Indices Compared

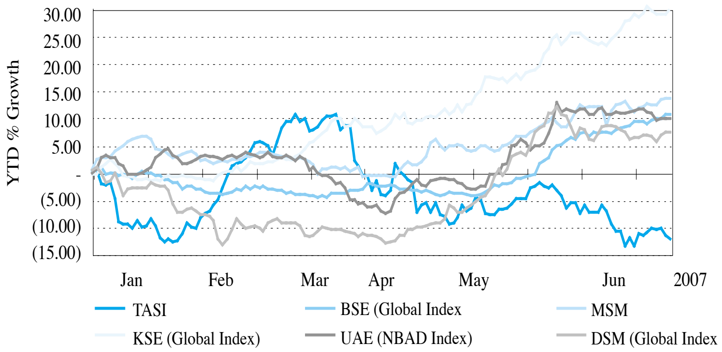

Table 01: Index Performances

Country	Measured by		Index Close	MTD Growth (%)	YTD Growth (%)
Bahrain	Global Bahraini Stocks Index	▲	187.09	4.3	10.6
Kuwait	Global General Index	▲	378.09	3.5	30.0
Oman	MSM Index	▲	6,338.96	2.2	13.6
Qatar	Global DSM Index	▲	522.55	0.8	7.3
Saudi Arabia	Tadawul Index	▼	6,969.72	-7.0	-12.2
UAE	NBAD Index	▼	11299.50	-1.1	9.9

*Source: Respective Stock Exchanges and **Global** Research*

Table 02: Global Recommends….*(Further details on Page 22)*

Company	Country	Market Value	Fair Value	Recommendation
National Bank of Kuwait	Kuwait	2,120fils	2,166fils	Hold
Kuwait Finance House	Kuwait	2,320fils	2,365fils	Hold
Gulf Bank	Kuwait	1,600fils	1,812fils	Buy
Commercial Bank of Kuwait	Kuwait	1,340fils	1,563fils	Buy
Al-Ahli Bank of Kuwait	Kuwait	850 fils	1,002fils	Buy
Burgan Bank	Kuwait	1,020fils	1,195fils	Buy
The Bank of Kuwait & Middle East	Kuwait	700fils	728fils	Hold
United Real Estate Company	Kuwait	194fils	214fils	Buy
National Mobile Telecom Co.	Kuwait	3,040fils	3,060fils	Hold
Ahli United Bank	Bahrain	US$1.30	US$1.26	Hold
Bank of Bahrain & Kuwait	Bahrain	670fils	811fils	Buy
Bahrain Islamic Bank	Bahrain	448fils	539fils	Buy
Iran Economic & Strategic Outlook	Iran	-	-	-
Iraq Economic & Strategic Outlook	Iraq	-	-	-
GCC Aluminum Sector Report	GCC	-	-	-

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GCC tourism sector….

The tourism sector in GCC has been showing healthy performance in recent years. Although political issues in the Middle East have been constantly perceived as a detriment to growth, its effect has been minimal as tourism has been increasing at higher rates lately. According to the World Tourism Organization, tourist arrivals in the Middle East and North Africa (MENA) region grew by 6% in 2006 on a year on year basis to reach 40.7mn, and represented 4.8% of the world's total number of tourist arrivals. The boom in tourism was mainly due to increased international demand and a healthy intra-regional market, coupled with an inflow of investments that are further developing the tourism sector in the region and adding to its capacity.

Whether it's leisure, cultural, religious, or business tourism, the industry is growing at rapid rates across all GCC countries. To accommodate the increasing flow of business as well as leisure travelers, as many as 80 new hotels are being developed in the GCC. According to market sources, over 25,000 rooms and suites are estimated be added to the existing stock by 2008.

Strong economies backed up by comfortable levels of liquidity resulting from high oil prices contributed to the growth in tourism in GCC during recent years, with a lot of this oil money finding its way into tourism- related projects. Around US$272bn worth of tourism projects are expected to be completed in GCC by 2018 according to a recent article published by Zawya. The UAE alone accounts for around 86% of these projects (US$233bn), while Oman, accounts for 6%, Qatar (3%), Bahrain (2.1%), Saudi Arabia (1.6%) and Kuwait (1.3%).

Within the GCC the top performer in terms of tourist arrivals is Saudi Arabia driven mainly by Hajj and Omra visitors. However, the government has been lately trying to promote other forms of tourism. In February 2006, the Kingdom announced it was relaxing visa restrictions and would provide a tourist visa service for Muslims as well as non-Muslims. The cost of tourism projects in Saudi Arabia is estimated at US$4.48bn. The projects include the US$1.3bn Jebel Omar project in Mecca, which will include a two five-star hotels, three four-star hotels and six three-star hotels. In addition, the kingdom is investing US$1.3bn into the expansion of King Abdulaziz International Airport.

In terms of hotel occupancy rates, Dubai has been the top performer with the highest occupancy rates in the region and among the highest around the world with a reported occupancy rate of 86% in 2006, compared to 82.7% in New York, and 80% in Singapore. According to market sources, the emirate of Dubai has 295 hotels 41 of which are five-star hotels. In 2007, more than 20 hotels are scheduled to open. New projects are expected to add around 8,000 rooms in the next two years, not enough to meet current demand.

Other emirates such as Abu Dhabi and Ras Al Khaimah have been following the footsteps of Dubai with continuous expansions in the tourism sector. Abu Dhabi has been trying to focus on cultural tourism. Among Abu Dhabi's major infrastructure projects is the US$27bn «Saadiyat Island», which is divided in six distinct districts: residential, downtown, environmental, cultural, hotel and resort, adding over 7,000 rooms. In addition, the first ever annex of the Paris museum, The Louvre, will take place in Abu Dhabi. Other emirates like Ras Al Khaimah is also witnessing the construction of mega projects such as the US$1.5bn 'Saraya Islands' project, a joint initiative of the RAK Government, Saraya Holdings and Arab Bank.

Other GCC countries have been also trying to catch up with Dubai as well, through the development of mega tourism projects such as Failaka and Bubiyan Islands in Kuwait, while others are attracting tourist interest through big events such as the Formula1 Grand Prix event in Bahrain, and the Asian Games hosted in Qatar during Dec.2006. In 2006, the number of tourists visiting Qatar reached 900,000 a major increase from the 500,000 figure reported in 2004. The country aims at becoming a hub for tourism in the region by investing over $15bn in tourism projects such the Pearl and Lusail projects. In addition, the country is investing US$5.5bn into the New Doha International Airport (NDIA). Oman on another hand with it natural topography advantage has been attracting European travelers. Mega developments in Oman include the Wave, Blue City, Muscat Golf & Country Club, and Yitti.

Allowing foreign ownership in certain projects has been also driving tourist activity across GCC as the concept of holiday homes and resorts is spreading with projects such as Durrat Al Bahrain, and Amwaj Island in Bahrain, and the Wave, the Blue City in Oman.

According to a recent Deloitte survey, hotels throughout the Middle East recorded a 21% growth in revenue per available room (revPAR) in 2006. In addition, many Gulf carriers such as Emirates airlines, Qatar airways, and Gulf air are expanding their fleets and adding new destinations across the world.

We believe that GCC countries have enough potential to sustain and improve their tourism sector. The positive trend is not expected to reverse in the near term especially as GCC countries continue to pump millions of dollars into new projects, airport expansions and aggressive marketing campaigns.

Bahrain banking sector….

After the oil and gas sector, the financial institution sector remains the highest contributor to the Bahrain's GDP. Central Bank of Bahrain (CBB) replaced the Bahrain Monetary Agency (BMA) on 7 September 2006. The introduction of new central bank in the country, with the objective to monitor and enhance the banking sector regulations. Bahrain's financial services industry continued to develop and expand during 2005 and 2006, with 7 new licenses issued in 2005 and 9 new licenses issued at the end of 3Q-06. The total number of banks and financial institutions at the of end of 3Q-06 was 371. This comprises 150 banking institutions, 151 insurance firms, 36 capital market brokers and 34 others. The country has continued to attract a good mix of locally incorporated, regional and international institutions.

In July-2006, the Bahrain Monetary Agency (BMA) announced details of a comprehensive package of regulatory reforms to modernize and strengthen the licensing framework for banks operating in the Kingdom. This is line with BMA's effort to create a clearer, more modern bank licensing regime, whilst strengthening Bahrain's position as the leading international finance centre in the Gulf. Similar licensing reforms have already been implemented for the insurance and investment business sectors, in April 2005 and April 2006 respectively. The total assets of the banking system grew at a CAGR of 22.9% during the period 2003-2006. The total assets of the banking system (Retail and Wholesale) at the end of 2006 stood at BD70.43bn (US$187.35bn), a substantial increase of 33.5% as compared to the previous year. The growth of the asset size is comparatively higher when compared to the growth attained during the last two years, which was 17.8% in 2004 and 18.1% in 2005.

Wholesale banks dominates the banking system in Bahrain and contributes 87.7% of the total Bahrain banking assets. The contribution of the wholesale banks have remained in the range of 88.2% - 87.7% during the period 2003-2006. Market share of retail banks in terms of total assets was 12.3% at the end of 2006. The total assets of the Islamic banks grew at a CAGR of 43.2% during the period 2003-2006, which has exceeded the growth of the entire banking system of Bahrain. The total assets of Islamic banks operating in Bahrain stood at BD4.59bn (US$12.21bn) at the end of 2006, which was an increase of 52.4% over its 2005-year end level.

The importance of Islamic banking can be further substantiated with the increasing contribution of Islamic banking assets to the total banking system. The total assets of the Islamic banks have grown at a much faster rate than the Bahrain banking system assets. As a result, the contribution of Islamic banking to total assets increased from 4.1% in 2003 to 6.5% in 2006. Going forward, we believe that Islamic banks will continue to grow at a faster pace than the conventional banking assets, as many investors are migrated from conventional banking to Islamic banking. The total loans and advances of the banking system grew at a CAGR of 19.0% from BD1.79bn (US$4.79bn) in 2003 to BD3.03bn (US$8.07bn) in 2006. In the year 2006, it increased by 15.6% and stood at BD3.03bn (US$8.07bn) as compared to BD2.62bn (US$6.98bn) at the end of December 2005. The lending to business sector accounted for 53.4% of the total credit, while personal and government sector accounted for 41.3% and 5.3% respectively.

The peer group comparison is done on five banks, namely Ahli United Bank (AUB), Bank of Bahrain and Kuwait (BBK), National Bank of Bahrain (NBB), Bahrain Islamic Bank (BIsB) and Bahraini Saudi Bank (BSB). Al Salam Bank was not included in the peer group comparison. The size of the banks under our coverage increased from BD5.3bn in 2003 to BD11.8bn in 2006, registering a CAGR of 30.9%. In the year 2006, the size of banks under coverage increased by 35.9% as compared to the previous year. Over the next four years (2006-2010), we expect the banking assets for the banks under review to register a CAGR of 11.3% to reach BD18.14bn in 2010.

Deposits for banks under review grew at a CAGR of 26.3% for the period 2003-06 from BD2.8bn in 2003 to BD5.7bn in 2006. The top three banks (NBB, BBK and AUB) deposits grew at a CAGR of 10.2%, 7.7% and 47.7% respectively for the period under review. Over the next four years (2006-2010), deposits are likely to grow at a CAGR of 15.7% for the banks under review to reach BD10.24bn in 2010

On the lending side, gross loans and advances grew at a CAGR of 29.3% for the period 2003-06. Gross loans increased from BD2.6bn in 2003 to BD5.5bn in 2006. Net loans for the banks under review grew at a CAGR of 31.5% for the period 2003-06, from BD2.4bn in 2003 to BD5.4bn in 2006. Over the next four years (2006-2010), gross loans are likely to record a CAGR of 15.3% for the period 2006-2010 to reach BD9.79bn in 2010.

Profits of the banks under review, increased from BD82.5mn in 2003 to BD182.9mn in 2006, growing at a CAGR of 30.4% for the period under review. In 2006, profit of the banks under review witnessed a growth of 29.8% from BD141.03mn in 2005 to BD182.9mn in 2006Over the next four years (2006-2010), net profits of the bank under review are likely to record a CAGR of 16.8% to reach BD340.29mn in 2010. The return on average equity (ROAE) improved from 12.8% in 2003 to 15.2% in 2006. The return on average assets improved from 1.50% in 2003 to 1.78% in 2006. BBK had the highest ROAE of 18.2% in 2006, followed by BIsB with 17.8%. In terms of average ROAA, BIsB was leading the way with RoAA of 3.4% followed by NBB at 2.3% respectively in 2006.

Market activity…..

GCC bourses saw 23.08bn shares being traded in the month of June-07 as compared to 29.6bn shares traded in the previous month. Value of shares traded on the bourses decreased to US$60.1bn in June-07 as compared to US$101.1bn reported in the previous month.

Table 03: Exchange Activity

Country	Total Volume Traded	Total Value Traded (US$)	Market Cap (US$)	No. of Transactions
Bahrain	68,147,782	108,196,812	22,768,396,392	2,630
Kuwait	7,750,296,500	14,469,156,076	192,832,547,153	232,548
Oman	133,497,538	270,324,974	14,725,000,000	31,027
Qatar	264,513,764	2,082,740,171	66,413,652,026	144,644
Saudi Arabia	3,008,447,577	34,088,952,092	296,663,204,817	4,323,227
UAE	11,864,546,710	9,118,157,661	190,381,788,828	267,556

*Source: Respective Stock Exchanges and **Global** Research*

The breadth of GCC stock markets was skewed towards the advancers in June-07 as 253 stocks registered monthly gains as compared to 229 decliners. The strong buying interest in the Kuwait market can be seen from the fact that out of 185 listed stocks, 106 reported monthly gains. Saudi market witnessed selling pressure as it witnessed 78 decliners as compared to only 15 advancers in the month.

Table 04: Market Breadth

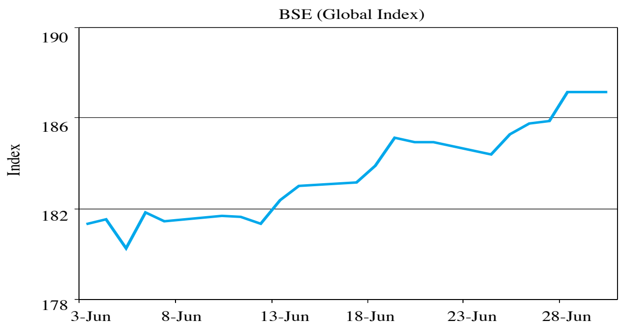
	Advancers	Volume	Decliners	Volume	Unchanged	Volume	Total
BSE	23	54,039,977	7	11,347,881	22	2,759,924	52
KSE	106	5,724,633,000	54	1,278,706,000	25	746,957,500	185
MSM	45	112,825,067	36	17,869,690	110	2,802,781	191
DSM	24	175,535,175	12	88,978,589	-	-	36
Tadawul	15	665,384,072	78	2,343,063,505	2	-	95
DFM & ADSM	40	5,335,767,163	42	6,517,258,497	33	11,521,050	115
Total	**253**	**12,068,184,454**	**229**	**10,257,224,162**	**192**	**764,041,255**	**674**

*Source: Respective Stock Exchanges and **Global** Research*

June Country Performances at a Glance

Bahrain

The Bahrain stock market kept on its upward march during the month to make YTD gain even healthier this month. The benchmark Global Bahrain Stock Index increased by 4.3% to end the month of Jun-07 at 187.1 points. The Bahrain All Share Index closed the month at 2,409.3 points, reporting a monthly increase of 4.3%. All the sectors reported an increase except Services and Industrial ; the "Insurance Index" was the star performer, reporting an increase of 6.8% during the month. Out the eight companies listed under the sector, six companies reported monthly gains and two reported monthly losses. Commercial Banks and Investment were the other two biggest gainers with M-o-M gain of 6.4% and 6.2% respectively. Services and Industrial indices were the two losers registering losses of -4.5% and -2.7% respectively. Overall, the Bahrain market index reported YTD gain of 8.6% at the end of Jun-2007.



Volume of shares traded witnessed a slight decrease of 9.7%, aggregating to 68.1mn shares in Jun-07 as compared to 75.4mn shares recorded in the previous month. Value of shares traded, on the other hand, witnessed an increase of 18.5% as compared to the previous month, amounting to BD40.8mn. It is worth noting that the five most active stocks accounted for 65.7% of the total volume of shares traded during the month, thus indicating that scrip-specific trading continues in the Bahraini market.

Global Banking Sector Index reported a monthly increase of 6.4% at the end of Jun-07. Gulf Finance House (GFH) was the star performer, as it led the market in terms of price gainers as well as trading activity. The company announced the pricing for its international offering of Global Depositary Receipts (GDRs). The total size of the international offer is US$276.5mn. Al Baraka Banking Group (ABG) was the top most gainer with gain of more than 25%. During the month, Fitch Ratings upgraded the Bank's ratings to foreign and local currency Issuer Default 'BB-' (BB minus) from 'B', National Long-term 'A+' from 'BBB+' and Support '3' from '5'. The outlooks on foreign and local currency IDRs and the National rating remain Stable. The bank's other ratings are affirmed at Short-term foreign and local currency 'B' and Individual 'D'.

Market breadth during the month was favoring the advancers, with 23 stocks reporting monthly gains against 7 stocks reporting monthly losses, while value of 22 stocks remained unchanged. Apart from ABG and GFH the top gainers during the month were Esterad Investment Company (13.3%), Bahrain Islamic Bank (11.4%) and Ahli United Bank (10.8%). The biggest losers were United Gulf Industries Corporation (-8.3%), Bahrain Telecommunications Co.(-6.6%) and Delmon Poultry Co. (-5.0%).

Market capitalization of BSE stood at US$22.8bn at the end of Jun-07, registering a monthly growth of 4.3%. Looking forward, we expect that the investor's sentiments would improve further, which should help the market to remain in positive territory.

Value Leaders (US$)	
Gulf Finance House ($)	12,768,622
Ahli United Bank ($)	8,936,805
Al Salam Bank	5,403,284
Bahrain National Holding Co.	5,230,281
Bahrain Telecommunications Co.	5,162,390

Volume Leaders	
Ahli United Bank ($)	17,163,380
Gulf Finance House ($)	14,855,724
Bahrain National Holding Co.	4,903,440
Ithmaar Bank	4,671,661
Nass Corporation BSC	3,190,650

Corporate News:

- Standard and Poor's rated Bahrain's Gulf Finance House US$1bn medium-term Shariah-compliant sukuk issuance program BBB. (Source: Zawya)

- Bank of Bahrain & Kuwait successfully completed the issuance of its inaugural US$275mn Lower Tier II Debt Issue under its US$1bn Euro Medium Term Note Programme with an end maturity of 10 years, callable after five years. The Notes were rated A3 by Moody's and BBB+ by Fitch. (Source: Bahrain Tribune)

- Gulf Finance House announced that a group of regional financial institutions have purchased 30 per cent of the shares of its fully-owned subsidiary based in Bahrain – Khaleeji Commercial Bank. (Source: Khaleej Times)

- Arab Banking Corporation has secured a US$1bn syndicated term-loan facility following a successful closing of a deal with a consortium of domestic and multinational financial institutions which include various foreign banks. (Source: Bahrain Tribune)

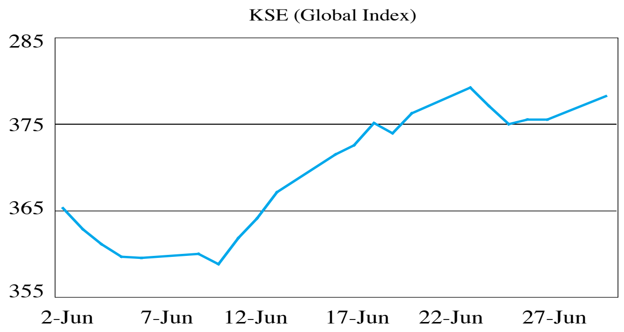
- Al Khaleej Development Co is to launch a US$25mn rights issue from June 27 to July 16. The rights issue will boost the company's capital by 38% to US$91mn from US$66mn. (Source: ABQ Zawya)
- Dubai Financial a wholly-owned unit of Dubai Investment Group plans to acquire a 60% stake in Bahrain's Taib Bank. (Source: Zawya)

- International Investment Bank announced the net income of US$5.0mn as compared to US$3.54mn for the same period last year at end of first quarter. (Source: Bahrain Tribune)

- Capital Intelligence upgraded National Bank of Bahrain's (NBB) long-term foreign currency rating to A- from BBB+, and its support rating to 1 from 2. According to NBB which is 49% government-owned, the rating agency also reaffirmed the bank's short-term foreign currency rating at A2, with the financial strength rating remaining at A. (Source: Zawya)

Kuwait

Kuwaiti market continued its upward trend as investors' confidence remain high on the back of positive news flow from the macro perspective and expectations of healthy second quarter earnings by corporates. "Global" General Index reported a monthly increase of 3.51% as it ended the month of June-07 at 378.09 points. The index reported overall YTD gain of 30.03% at the end of the month. The market capitalization reached KD55.54bn at the end of the month, registering a gain of 3.57% as compared to the previous month. Kuwait Stock Exchange (KSE) Price Index closed at 12,131.7 points, reporting a monthly gain of 5.6% in June-07. It is important to note that the Kuwait market reached its all-time high level on 30th June 2007.



The improving investor confidence and interest in the Kuwait market is substantiated by the increase in the volume of shares traded during the month of June-07. Volume of shares traded on the bourse witnessed a monthly increase of 7.37%, aggregating to 7.75bn shares in the month. It is worth noting that this is the highest volume of shares traded in a month during the last 18 months. However, value of shares traded witnessed a decline of 8.27%, amounting to KD4.17bn.

Global Food Sector index hogged the limelight during the month, reporting a monthly increase of 12.69% and a YTD gain of 137.13% by the end of the month. Share price of Kuwait Food Company (Americana) increased by 16.7% during June'2007. Global Investment Sector index also increased by 6.59% during the month. The share price of Global Investment House appreciated by 18.4% during the month. National Ranges Company recently made an offer to Global Investment House to buy 48mn shares of Al-Mazaya Holding Company, which is 15.12 percent of its capital, at a price of KD0.620. Global reported that in the event of the completion of the deal at the price mentioned, the profit expected is KD2.88mn. The share price of Kuwait Financial Center (Markaz) appreciated by 21.4% during the month.

Mobile Telecommunications Company (MTC) was the value leader during the month of June'2007 with 153.25mn shares changing hands at a value KD699.76mn (US$2.43bn). Mobile Telecommunication Company's consortium won the bid of Saudi Arabia's government to operate a third mobile telephone network in the kingdom. The government approved setting up Saudi Mobile Telecommunications Company (SMTC), a firm established by MTC and its Saudi partners which include Al-Marai. The MTC-led consortium had offered US$6.11bn to win the license, the highest of financial bids by seven consortia. In another development, MTC has received a US$320mn loan from IFC, the private sector arm of the World Bank Group. This amount will be utilized to improve and expand services of its African subsidiaries, the company said. The share price of MTC increased by 1.7% during the month. The share price of another telecom company National Mobile Telecommunications Company (Wataniya) declined by 0.6% during the month.

Market breadth during the month tilted in favor of the advancers, as 106 stocks reported monthly gains as compared to 54 monthly losses, whereas the prices of 25 stocks remained unchanged. It is worth noting that out of 106 companies, 41 companies reported a double digit monthly gain during the month. The major gainers during the month were Heavy Engineering Industries & Shipbuilding Company (+60.5%), Tamdeen Investment Company (+45.3%) and Nibras Holding Company (+37.3%). The biggest losers during the month were Al Alamiah Technology Group (-48.4%), Palms Agro Production Company (-23.9%), and Tameer Real Estate Investment Company (-18.8%).

Among the major developments on the macro economic front, the Central Bank of Kuwait (CBK) has finished compiling the Balance of Payments (BOP) statistics of the State of Kuwait for 2006, and revising the BOP statistics for 2005. Provisional BOP statistics for 2006 indicate that the surpluses realized in the main external balances within these statistics continued to grow at accelerated rates during that period, compared to 2005. The surplus realized in the current account grew at an accelerated rate (47.7 percent) to reach KD14.796bn during 2006 compared to a surplus of KD10.018bn during 2005. The surplus in the overall balance of the State of Kuwait BOP statistics increased to KD1.047bn during 2006, compared to a surplus of KD231mn during 2005, which gives an annual increase of 351.3 percent.

We believe that the bullish sentiments prevailing in the market will continue to boost the trading activities. Also the positive macroeconomic environment will further improve investors' confidence in the Kuwaiti market.

Value Leaders (US$)	
Mobile Telecommunications Co.	2,429,725,972
Boubyan Bank	623,991,146
National Investments Co.	565,764,236
National Industries Group (Holding)	439,285,243
Kuwait Finance House	426,707,882

Volume Leaders	
International Investment Projects	504,380,000
Kuwait Real Estate Company	399,280,000
Iraq Holding Company	322,160,000
Boubyan Bank	262,280,000
International Resorts Co	192,380,000

Corporate News:

- Kuwait Airways Company has accepted the offer of Alafco Aviation Leasing and Finance Company for leasing and purchasing aircrafts in order to avoid the delays in delivery dates and other problems related to the offset program and price differences that rose since the start of negotiations. (Source: Kuwait Times)

- Fitch Ratings, a major international rating agency has assigned Global Investment House "Global" ratings of Issuer Default 'BBB', a stable outlook, short-term 'F3' and Individual 'C'. (Source: Global Investment House)

- Agility has been granted a US military multi-billion-dollar logistics contract. The Defense Department said that US military awarded a US$2.8bn contract to Agility. Within the contract, Agility will provide food and other services to the US military in Iraq and Kuwait. (Source: KSE Website & The Daily Star)

- Kuwait & Gulf Link Transport Company stated that it has signed a Memorandum of Understanding (MOU) with Ras Al-Khaimah Free Trade Zone, UAE, for the exchange of information and cooperation. KGL currently manages the containers' station in Ras Al-Khaimah after signing a 30-year privilege agreement based on the BOT system for building and operating the station. (Source: KUNA & The Daily Star)

- International Investment Group has listed convertible sukuk amounting to US$200mn in DIFX. (Source: Arab Times)

- Kuwait Projects Company Holding (KIPCO) said that it had bought a majority stake in local lender Burgan Bank. KIPCO said that it had raised its stake in Burgan to 50.1 percent from 35 percent. (Source: Reuters & The Daily Star)

- Global Investment House received the license to operate in Saudi Arabia. (Source: Global Investment House)

- Kuwait Projects Company Holding (KIPCO) and foreign partners will set up an international investment bank with a capital of US$1bn. (Source: The Daily Star & Al-Jareeda)

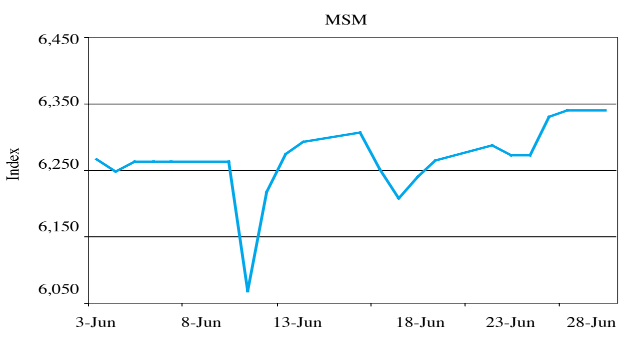
- The Investment Dar announced the sale of its stake in Al-Madar Finance and Investment Company unit to Kuwaiti rival Stehwaz. (Source: Agencies & The Daily Star)

- Injazzat Real Estate Development Company confirmed signing of a contract for the sale of 50 percent of its real estate properties in the United Arab Emirates (UAE) at a total value of KD7.4mn. (Source: KSE Website & Arab Times)

- Kuwait Finance House is considering a bid for a stake in the country's third mobile phone operator with other investors. (Source: Reuters, Al-Wasat Newspaper & The Daily Star)

Oman

Oman market continued the uptrend it witnessed in the previous month as it rose by 136.6 points or 2.2% in Jun-07 on month on month basis. It ended the month at 6,339.0 points. With this rise, market has registered YTD gain of 757.4 points or 13.6% at the end of Jun-07. The market capitalization of the exchange reached to US$14.7bn, recording a monthly loss of 1.7% in Jun-07.



In terms of sectoral indices, industry sector index registered highest monthly gain of 5.9%. Bank & Investments sector index was next in order to show monthly gain of 4.4%. Services sector lost marginally registering movement of -0.4%. The trading activity defying the up-trend was low as the volume of shares traded on the bourse reported monthly decline of 37.1% as it aggregated 133.5mn shares in May-07. Value of shares traded on the exchange also showed the same trend and it reported a decline of 24.0% on month on month basis as it amounted to US$270.3mn during the month. Regular market showed highest gain in trading activity as the total volume of shares traded on it decreased by 33.5% to reach 126.3mn shares, but still accounting for about 94.6% of the shares traded on the exchange.

However, market breadth was positive this month too with 45 stocks advancing this month while number of stocks declining this month stood at 36. In the same trend, advancing volume was much higher at 112.8mn shares than declining volume which was recorded 17.9mn shares.

The biggest gainers were Muscat National Holding that gained more than 43% followed by Al Ahlia Converting Ind. 50%, which gained about 39% in the month, reaching RO1.744 and RO0.125 respectively. The biggest loser on the bourse was Al-Oula Co. losing (-17.4%) to reach RO0.991. Other major losers were Dhofar Insurance (-9.7%), and Dhofar Poultry (-9.3%), reaching RO0.270 and RO0.410 respectively. The insurance companies were among the losers because of expected higher claims in the aftermath of cyclone Gonu.

In one of the major moves. MSM will modify its MSM30 index and its sub-indices constituents from July 1. “This annual modification is in line with the MSM30 Index maintenance rules. The capping factor will be reset to 20% as the maximum weight for any company in the index, as well as in its sub-indices,” the bourse said in a statement. The company to be added to the MSM 30 are – Alliance Housing Bank, Al Anwar Holding, Oman Investment & Finance, United Power Co., Dhofar Cattle Feed, National Aluminium Products and Al Jazeera Steel Products Co.

Ahli United Bank will acquire 35 % of Alliance Housing Bank through its full subscription of the housing bank’s proposed new capital increase. This news resulted in AHB being one of the volume and value leaders at bourse.

We believe that in mid-term run the market would be able to maintain its momentum. Besides this, on the back of its growing economy and thrust of government to enhance economic activity the long-term outlook for the market remains positive.

Value Leaders (US$)	
Bank Muscat	55,646,483
Onic. Holding	30,997,327
Alliance Housing Bank	22,356,177
Bank Sohar	17,715,369
Raysut Cement	14,848,569

Volume Leaders	
Alliance Housing Bank	23,115,520
Bank Muscat	15,483,503
Oman Chlorine	9,004,819
Al Jazeira Services	7,802,045
Renaissance Services	6,899,165

Corporate News:

- AES Barka SAOG has reported earnings of RO11.6mn during the period January 1 to April 30, 2007. This compares with revenues of RO12.6mn for the same period in 2006. Net profit for the period January 1-April 30, 2007 was RO1.6mn, compared to RO 2.9mn for the same period in 2006. (Source: Oman Daily Observer)

- Bank Muscat has the launch of the nation's first 'Zero' % interest loans in aid of Cyclone victims in the month of Jun-07. (Source: Press Release)

- Ahli United Bank (AUB) has signed a memorandum of understanding with Alliance Housing Bank (AHB) of Oman. Under the terms of the memo AUB will acquire 35 per cent of AHB through its full subscription of the housing bank's proposed new capital increase. (Source: Bahrain Tribune)

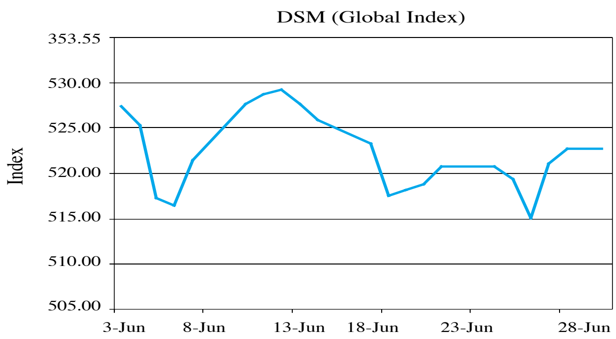
- Al Anwar Holdings' net profit for the year ending March 31 rose more than five times to RO2.2mn (US$5.6mn) from RO394,000 a year earlier. The company also proposed 5% cash and 15% bonus shares dividends. (Source: Dow Jones Newswires)

- Oman Cement didn't incur direct material damages from Cyclone Gonu but production and sales stopped for eight days and caused an estimated loss of RO400,000 (US$1mn).(Source: Dow Jones Newswires)

- Bank Muscat was declared as the best bank in Oman at the Euromoney 2007 Awards for Excellence ceremony held in Abu Dhabi.(Source: Bahrain Tribune)

Qatar

Doha Securities Market (DSM) remained on recovery path for the second consecutive month, as it posted a marginal gain for the month. As measured Global's DSM Index, the market registered a m-o-m gain of 0.77%. The index inched-up by 4.01 points to close the month at 522.55 points. The DSM General Index gained 41.66 points or 0.57% and ended the month at 7,349.17 points. The Y-T-D gain of the market increased to 7.26% at the end of June-07.



On the IPO front, Qatar Oman Investment Company launched its IPO during the month. It offered 18mn shares at QR10 each, which was equivalent to 60% of its QR300mn of paid-up capital.

The market capitalization of DSM increased by QR1.8bn during the month to reach QR241.7bn, witnessing a growth of 0.77%. In terms of market activity, shares worth

QR7.6bn exchanged hands during the month as compared to QR14.5bn reported in the previous month, registering a decline of 47.9%. The number of transactions declined by 37.2% on a m-o-m basis to reach 144,644 involving 264.5mn shares as against 230,199 transactions that took place during the previous month which involved 443.4mn shares. This month Al Rayan Bank accounted for the highest volume (25% of the total) while Barwa Real Estate accounted for the highest value traded (24.4% of the total) for the month. Recently, Barwa has announced the creation of BARWA Real Estate Bank, Qatar's first bank dedicated to the real estate and construction industry. With initial capital investment of QR1bn and paid up capital of QR500m, BARWA Real Estate Bank will be 100% owned by BARWA. The bank will begin operations by Q1-2008.

The market breadth remained positive as out of 36 listed companies, there were 24 advancers and 12 decliners. All the top five gainers have posted more than 10% gain for the month. The stock of Gulf Warehousing Co. was the top gainer of the month with a gain of 42.1%. The gain in the stock came on the back of 29.6% increase reported by it during the last month. Among the other major gainers were National Leasing Co. (17.3%), Group of Medical Care (15.4%), Qatar Technical Inspection Co. (12.1%) and Qatari German Company for Medical Devices (10.6%). Qatar Cinema & Film Distribution was the top loser for the month with a loss of 18.2%, the stock remained loser for the second consecutive month as last month it witnessed a drop of 5%. Among the other losers for the month were United Development Co. (-7.8%), General Insurance Co. (-7.4%), Gulf Cement Co. (-6.1%) and Qatar Insurance Co. (-4.3%).

We are of the opinion that selective stock picking is happening in DSM as at lower levels investors are preferring to accumulate certain stocks. Going forward, the market is likely to remain in firm zone.

Value Leaders (US$)	
Barwa Real Estate Co	508,835,636
Al-Rayan Bank	313,974,965
Qatar Gas Transport Co	146,098,790
Industries Qatar	106,038,117
National Leasing Co	100,681,838

Volume Leaders	
Al-Rayan Bank	66,989,811
Barwa Real Estate Co	40,745,337
Qatar Gas Transport Co	24,567,592
Qatar Meat & Livestock Co	22,714,939
Group for Medical Care (Al Ahli Hospital)	20,343,151

Corporate News:

- Qatar General Insurance and Reinsurance Company announced that it will establish an Islamic Takaful subsidiary. (Source: Zawya Dow Jones Newswires)

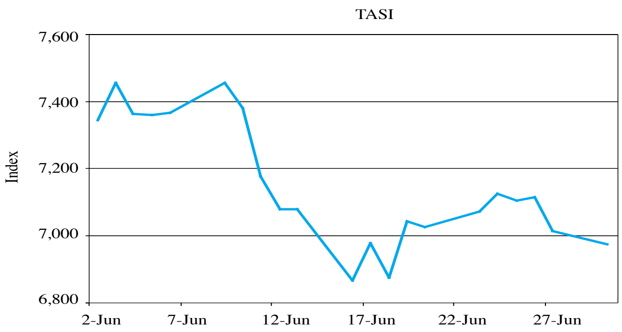
- Qatar Islamic Bank has signed a memorandum of understanding with Central Bank of Pakistan to establish a QR100mn bank in Pakistan. (Source: Zawya Dow Jones Newswires)

- Barwa Real Estate Co. has announced the creation of BARWA Real Estate Bank, Qatar's first bank dedicated to the real estate and construction industry. With initial capital investment of QR1bn and paid up capital of QR500m, BARWA Real Estate Bank will be 100% owned by BARWA. The bank will begin operations by Q1-2008. (Source: Kuwait News Agency).

- Fitch has assigned a BBB+ rating to Ahli Bank with a stable outlook. (Source: Zawya Dow Jones Newswires).

Saudi Arabia

Saudi market again went into downward move as the benchmark Saudi Index reported a monthly gain of 522.9 points or 7.0% as it ended the month of Jun-07 at 6,969.7 points. It was a fall of 47.0% over the figure of 13,145.3 points recorded at Jun-06. The market was volatile as the index dropped from high of 7,452.7 points recorded on 9th June to a low of 6,861.8 attained on 16th June. The index dug deeper in red in terms of YTD gains as it recorded YTD loss of 12.1% at end of month of June as compared to 5.6% recorded at the end of May-2007. The market capitalization at the month end was US$296.7bn, registering a monthly loss of 4.3% in Jun-2007.



In terms of sectoral indices, industrial sector index was the biggest gainer with 3.4% YTD gain ending the month of June at 16,646.4 points. While, telecom and banking are the biggest losers at -26.6% YTD losses in telecom Index ending the month at 2,285.6 points and -20.5% YTD losses in Banking Index ending the month at 18,586.1 points.

The trading activity dropped by 42.8% as compared to last month as about 2.9bn shares exchanged hands during the month. Value of shares traded on the bourse too registered a monthly decline of 51.5% as it amounted to US$31.4bn during the month. Among the sectors, services and industrial sectors continued to witness heightened trading activity as it accounted for 36.0% and 40.6% of the total volume of shares traded respectively and 38.4% and 36.8% of the total value of shares traded respectively on the exchange. The total value of shares traded for the 1H-2007 reached SR1,488.34bn (US$396.9bn), a drop of 52.6% over the same period of the previous year. The total number of shares traded reached 33.7bn shares for the 1H-2007 as compared to 39.3bn shares for the same period of the previous year, decreasing by 14.4%.Market breadth was negative this month with 15 stocks advancing this month while the number of stocks declining this month stood at 78.

SABB Takaful Co (paid up capital of SR100mn divided into 10mn shares), Salama – (paid up capital of SR 100mn divided into 10mn shares), Saudi Kayan Petrochemical Co. (paid up capital of SR 15bn divided into 1.5bn shares and Arabian Shield Cooperative Insurance Company Co (with a paid up capital of SR200mn divided into 20mn shares) were the company to be listed during the month. They got tremendous response in the secondary market as SABB Takaful (1,220%), Saudi IAIC Cooperative Insurance Co. (Salama (680%)) and Arabian Shield (500%) were the biggest gainers of the month. Industrial sector stocks were the only one evincing investors' interest. Saudi Kayan Petrochemical Company and Saudi Ceramics Company were the big gainers, gaining 20.0% and 10.5% respectively. Fiataihi (9.3%), Riyad Bank (RIBL) (7.5%) and Al Baha Trading & Contracting Company (4.4%) were the among other significant gainers.

The biggest losers were National Agriculture Marketing Company (Thimar) (-49.2%), SaudiVitrified Claypipe Co. (-27.8%) and Food Products Company (-27.4%).

The primary market witnessed continued activity this month too. Jabal Omar Development Company, United International Transport Company (Budget) and Saudi Printing & Packing Company were the companies to make new offerings during the month of Jun-07. As we opined previously, despite recent rises and falls in the market, on the back of its growing economy of Saudi Arabia and focus of the government to increase the economic activities the long-term outlook for the market remains firm.

Value Leaders (US$)	
National Agriculture Marketing Co. (Thim'ar)	3,106,674,942
Saudi Vitrified Clay Pipe Company	1,994,676,843
Tourism Enterprises Company (Shams)	1,585,963,991
Saudi Kayan	1,427,721,131
Salama	1,387,922,233

Volume Leaders	
Saudi Kayan	426,886,227
Thim'ar	174,360,146
Shams	105,826,659
Mubarrad	90,764,578
Qassim Agriculture	82,135,167

Corporate News:

- NCCI has signed a contract with the Shuqaiq Water & Electricity Company to insure the construction of the Shuqaiq II Independent Water and Power Project. The project is valued at US$1.8bn (SR6.75bn) and will produce 850 Mega Watts of electricity in addition to 47mn gallons of water per day to the Abha and Jizan region, when completed in 2010. (Source: Zawya)

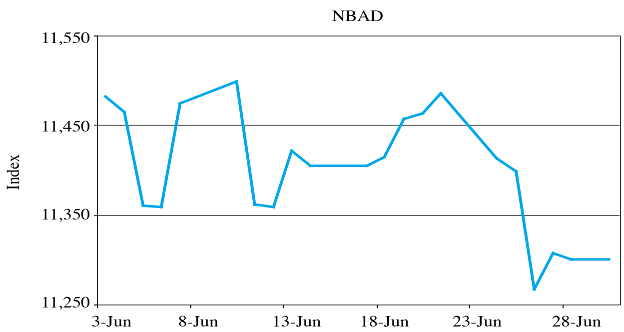
- SABIC and King Faisal University have signed an agreement to provide scientific and technical services to palm farmers in the Al-Ahsa region as part of Phase 1 of the project. In Phase 2, the services will be provided to the seven agricultural areas known for cultivating palm trees in Saudi Arabia. (Source: Zawya)

- SIPCHEM signed SR2bn Islamic compliant Ijara facilities with 5 regional banks. Funds are for supporting new project developments that include the Jubail Acetyls Complex Project (JAC Project) and the mega Olefins Complex. (Source: Arab News 2007)

- Saudi Electricity Co. plans to issue SR5bn (US$1.33bn) sukuk will target companies and financial institutions in the Kingdom and not individual investors. (Source: Dow Jones Newswires)

UAE

After recording sharp gain during the preceding month, the UAE markets took a breather during the month of June. The markets nosedived by 1.07% as measured by the benchmark NBAD general Index which ended the month at 11,299.5 points. The Y-T-D gain of UAE markets stood at 9.92%. With the fall in market, the breadth of the market turned negative as collective figures of both the markets show that, the stock prices of 40 stocks advanced while the prices of 42 companies declined and in case of 33 companies



prices remained unchanged. Investors wealth in terms of market capitalization soared by 6.3% on m-o-m basis to reach US$190.4bn.

Among the major development during the month, Abu Dhabi Securities Market held road shows in the United Kingdom and United States to tap foreign institutional investments in the emirate's listed firms. The bourse partnered with HSBC Holding PLC to market 11 companies in London on June 11-12 and New York on June 14-15. This move will help in further widening investor base of UAE bourse.

Trading activity in the markets remained subdued during the month as both volume as well as value of shares traded declined significantly. About 11.9bn shares worth US$9.1bn exchanged hands during the month, on both the exchanges, as compared to 16.7bn shares worth US$16.3bn being traded in the preceding month. The stock of Gulf Navigation witnessed heavy volume during the month as it accounted for 17.6% of the total market volume and 8.1% of the total value traded in the market. During the month the stock witnessed volume of 2.08bn shares, an increase of 27.3% over the previous month. The stock price gained 5.9% during the month to close at AED1.25.

The stock price of Dubai Islamic Insurance & Reinsurance registered highest gain of 59.6% during the month. Among the other prominent gainers for the month were Al Mazaya Holding Co. (28.6%), Foodco Holdings (24.7%), Emirates Driving Co. (24.2%) and Emirates Telecommunication Corp (23.7%). In case of Emirates Driving Co. this month's gain came on the back of 43.8% gain registered during the preceding month.
Among the major decliners for the month were Aerated Concrete Industries Co. (-14.9%), Finance House (-12.9%), Ras Al Khaimah Poultry & Feeding Co (-11.0%), Sorouh Real Estate Co. (-9.1%) and Gulf Medical Projects Co. (-9.0%).

Going forward UAE markets are likely to remain firm, however, 1st half corporate earnings announcement will pave the way for the further tone of the market.

Value Leaders (US$)	
Emaar Properties Co.	875,074,238
Gulf Navigation Holding Pjsc	739,481,004
Arkan Building Materials Co.	695,744,418
Oasis International Leasing Co.	666,046,790
Dubai Financial Market	466,211,213

Volume Leaders	
Gulf Navigation Holding Pjsc	2,082,970,181
Oasis International Leasing Co.	1,718,859,420
Arkan Building Materials Co.	1,539,175,849
RAK Properties	713,709,660
Dana Gas PJSC	642,231,624

Corporate News:

- Aabar Petroleum Investments is planning to raise US$1bn next year for the further development of existing projects in South East Asia and potential acquisitions in companies in the Middle East and North Africa. (Source: Dow Jones Newswires)

- Dana Gas has announced a new gas and condensate discovery from its Al Wastani West-2 well (EWW-2) in Egypt. (Source: Gulf News)

- Capital Intelligence has upgraded the long term foreign currency and financial strength ratings of Abu Dhabi Islamic Bank to A from A-. (Source: Zawya Dow Jones Newswires)

- Emaar Properties expects India to account for 25% of its global revenues by 2010. Emaar has earmarked investments of US$12.0bn (AED44.0bn) over the next five years in India. (Source: Emirates Today)

- Abu Dhabi Islamic Bank and Emirates International Investment Co. consortium made a formal bid this week to acquire 100% of Egypt's National Bank for Development. The consortium is offering to buy 28.19mn shares at a price of EGP11.0 per share, representing 100% of the bank, for a total value of EGP310.1mn. (Source: Zawya Dow Jones Newswires)

- National Marine Dredging Company announced that it has been awarded a dredging and reclamation works project on one of the islands of Abu Dhabi for a value of AED25.8mn to be implemented in 23 weeks. (Source: Zawya)

Economic Developments

Regional Issues:

- The direct healthcare costs in the GCC region are expected to increase fivefold by 2025 to US$60bn from US$12bn now, with health risk factors, ageing, population growth and medical inflation contributing to the cost escalation. The GCC Healthcare 2025 report by McKinsey & Co Inc on Healthcare in the GCC - Challenges and Opportunities, presented by Dr Viktor Hediger at the GE Healthcare Middle East Media Summit, also cited the cost burden on cardiology will rise from US$1.5bn now to US$15bn by 2025. (Source: Bahrain Tribune)

- Gulf firms raised US$105bn in capital during the first six months of this year, according to a report by Thomson, an international information service provider. Gulf corporates raised US$36.5bn worth of debt, up from US$24.6bn in the first half of 2006. The region's bond and sukuk markets totalled US$12.1bn, up from US$10.2 bn in the first half of 2006. (Source: Gulf News)

Country Issues:

Bahrain

- Central Bank of Bahrain is proposing amendments to capital requirements for branches of foreign insurance firms operating in Bahrain. The proposed amendment gives recognition to the support provided to the branches from their overseas parent company. As such, the CBB is proposing that branches of overseas insurance firms not be required to maintain a minimum amount as capital. The branches would, however, continue to be required to maintain solvency margins as set by the CBB ie BD500,000 (US$1.3mn) for general insurance and BD400,000 (US$1.1mn for life business. (Source: Khaleej Times)

Kuwait

- Kuwait's Parliament on Monday, June 11, 2007, approved government plans to set up the country's third Islamic bank, with a capital of KD100mn. The government will distribute its 76 percent stake in Jaber Islamic Bank to Kuwaiti citizens as part of plans to share wealth in the Middle East's fourth largest oil exporter, according to the bill that has to be approved by Kuwait's ruler. The remaining 24 percent will be held by state bodies. Jaber Islamic Bank is expected to start operating one year after winning government approval. (Source: Local press & Reuters)

- The Kuwaiti National Assembly Budget and Final Accounts Committee discussed the general view of the state budget for the fiscal year 2007/08 on June 27, 2007. The revenue is expected to reach KD8.32bn while the total expenditure is to be around KD10.452bn. This will lead to an estimated deficit of KD2.132bn, head of the committee, Adnan Abdul-Samad said. He stated that the budget was build based on an average oil price of US$36 per barrel. KD7.45bn is expected from oil revenues and KD870mn from non-oil revenues. (Source: KUNA)

- The Central Bank of Kuwait's (CBK) monthly report showed that local bank's assets rose 28.9 percent to reach KD30.7bn due to increased private sector claims and an up in foreign assets. It said that private sector claims went up from KD14.2bn to KD18.4bn, a growth of 29.5 percent, while foreign assets increased to KD4.8bn. Public sector claims reached KD1.9bn. As for credit facilities, CBK said that credit granted by banks to private companies, institutions, and individuals increased 29 percent in the mentioned period and reached KD17bn. Personal facilities claimed the lion's share, with 34.5 percent of the total or KD6.2bn, compared to KD5.3bn in May 2006. Also, around KD1bn was introduced over the past 12 months in personal credit funds, an increase of 17 percent. (Source: KUNA, The Daily Star & Arab Times)

Oman

- Oman's crude exports dropped by 10 per cent in the first four months of the year to 74.6mn barrels from 82.9mn barrels in the corresponding period of 2006, according to new statistics released here by the ministry of national economy. Production of oil and condensates was 85.7mb, compared with 91mb, a 5.8 per cent fall. Average daily output was 714,200 barrels against 758,200 barrels. (Source: Khaleej Times)

Qatar

- The Qatar General Authority for Standards and Specifications and the The Qatar General Authority for Standards and Specifications and the Public Works Authority (Ashghal) have come up with a new set of guidelines applicable to all construction work in the country. With the new guidelines, the life expectancy of buildings should now be 75 years instead of the present 50 years, according to Dr Mohammad bin Saif Al Kuwari, Director-General of the standards and specifications office. Earlier, guidelines existed for government constructions but the new guidelines will cover all building work in the country. The new book of guidelines contains 25 chapters and covers fire safety, soil testing, sewage work and demolition procedures among other aspects related to the construction industry. (Source: The Peninsula)

- ictQatar, the Supreme Council for Information and Communications Technology announced that 12 companies demonstrated the capabilities to pre-qualify for the second mobile license application process in Qatar. From 23 April through 27 May 2007, ictQATAR conducted its Mobile Pre-Qualification process. Seventeen Applications were received from registered candidates. ictQATAR expects to award the second mobile license in October 2007. (Source: Press Release)

Saudi Arabia

- According to US investment bank Merill Lynch and Capgemini's World Wealth Report, the number of Saudi Arabian millionaires increased by 11.8% to reach 89,000 in 2006. (Source: Dow Jones Newswires)

- Saudi Arabia needs SR190bn (US$50.6bn) in investment to meet its electricity requirements until the year 2015, according to the Saudi Electricity Co. The report saw a seven percent annual growth in power demand in the coming five years. (Source: Zawya)

- According to Saudi Arabian General Investment Authority (SAGIA) foreign investment in Saudi Arabia created 223,000 jobs last year. (Source: Gulf News)

UAE

- The UAE will start allowing 100 per cent foreign ownership of companies in some areas of the services sector from the current 49 per cent, as indicated by the UAE Minister of Economy. The move comes in line with the WTO recommendations last year when the UAE's trade policy came under review. Following the review, the government pledged to lift foreign ownership ceiling in some areas. (Source: Gulf News)

- The UAE, which has a current production of 2.7mn barrel per day (BPD) is working to increase its oil output to 3.5mn barrel per day, by 2009, according to the UAE Energy Minister. (Source: UAE Interact)

Performances Compared

TOP 10 Regional Price Gainers

Company	Country	Price (US$)	% Gain
SABB Takaful	Saudi Arabia	35.2	1,220.0
SALAMA	Saudi Arabia	20.8	680.0
Arabian Shield	Saudi Arabia	16.0	500.0
Heavy Engineering Industries & Shipbuilding Co	Kuwait	2.1	60.5
Dubai Islamic Insurance & Reinsurance	UAE	7.1	59.6
Tamdeen Investment Co.	Kuwait	2.4	45.3
Gulf Warehousing Co	Qatar	7.7	42.1
Nibras Holding Co	Kuwait	1.6	37.3
International Investment Projects	Kuwait	0.7	36.1
Wethaq Takaful Insurance	Kuwait	0.9	34.2

TOP 10 Regional Price Losers

Company	Country	Price (US$)	% Gain
Thim'ar	Saudi Arabia	14.8	-49.2
Al Alamiah Technology Group	Kuwait	0.6	-48.4
Saudi Vitrified Clay Pipe Company	Saudi Arabia	31.1	-27.8
Food Products	Saudi Arabia	8.7	-27.4
SADAFCO	Saudi Arabia	10.3	-27.2
Saudi Advanced	Saudi Arabia	6.5	-26.3
Tihamah	Saudi Arabia	9.7	-24.9
SARCO	Saudi Arabia	48.2	-24.8
Makkah Constructions	Saudi Arabia	8.7	-24.7
Qassim Agriculture	Saudi Arabia	4.5	-23.9

TOP 15 Regional Volume Movers

Company	Country	Volume
Gulf Navigation Holding	UAE	2,082,970,181
Oasis International Leasing Co.	UAE	1,718,859,420
Arkan Building Materials Co.	UAE	1,539,175,849
RAK Properties	UAE	713,709,660
Dana Gas PJSC	UAE	642,231,624
Ras Al Khaimah Cement Co.	UAE	626,327,301
Dubai Financial Market	UAE	524,023,921
International Investment Projects	Kuwait	504,380,000
Saudi Kayan	Saudi Arabia	426,886,227
Emirates Food Stuff & Mineral Water Co.	UAE	404,642,189
Kuwait Real Estate Company	Kuwait	399,280,000
Iraq Holding Company	Kuwait	322,160,000
Union Properties Co.	UAE	307,807,356
Tamweel	UAE	287,985,147
Amlak Finance	UAE	285,800,761

TOP 15 Regional Value Movers

Company	Country	Value (US$)
Thim'ar	Saudi Arabia	3,106,674,942
Mobile Telecom. Co.	Kuwait	2,429,725,972
Saudi Vitrified Clay Pipe Co.	Saudi Arabia	1,994,676,843
Shams	Saudi Arabia	1,585,963,991
Saudi Kayan	Saudi Arabia	1,427,721,131
Salama	Saudi Arabia	1,387,922,233
Eastern Agriculture	Saudi Arabia	1,311,617,764
Saudi Fisheries	Saudi Arabia	1,131,674,463
SABIC	Saudi Arabia	1,108,674,647
Mubarrad	Saudi Arabia	980,575,828
Al Baha Development	Saudi Arabia	888,324,605
Emaar Properties Co.	UAE	875,074,238
Saudi Export	Saudi Arabia	793,914,763
Arabian Shield	Saudi Arabia	773,310,976
Gulf Navigation Holding	UAE	739,481,004

Global Recommends…..

National Mobile Telecommunication Company – Kuwait

In FY2006, total active customers of **National Mobile Telecommunication Co. (Wataniya group)** increased to 9.992mn versus 6.391mn during FY2005, registering an increase of 56%. Revenues for the 12-months grew to KD428.4mn, an increase of 40% compared to revenues of KD306.5mn reported for FY2005. EBITDA grew to KD192.1mn, an increase of 73%, resulting into an EBITDA margin of 44.8%. Its net profit for FY2006 increased by 38.6% to KD73.2mn as compared to KD52.8mn reported for FY2005. In a major development, Qatar-based Qatar Telecom (Qtel) acquired a controlling stake of 51% in National Mobile Telecommunications Company (Wataniya) in March 2007. In March 2007, Wataniya increased its holding in Public Telecommunication Company (PTC) – Saudi Arabia from 47% to 55.61%. Wataniya Palestine Mobile Telecommunications Company (WPT) , the company formed by Wataniya International and the Palestine Investment Fund (PIF) will launch Palestine's second mobile services company. During Q1-2007, Wataniya group's revenue declined by 0.6% on y-o-y basis to reach KD91.8mn. During Q1-2007, it reported an income of KD11.2mn for realized gain on sale of investments held for trading, which significantly improved its bottom line by 130.9% to KD25.7mn as compared to KD11.1mn reported in Q1-2006. Based on consolidation of the individual country operations, our sum-of-parts valuation estimates the fair value of NMTC's stock at KD3.036, which is lower by 0.13% vis-à-vis the current market price of the stock. We, therefore, revise our recommendation on the stock from "BUY" to "**HOLD**".

United Real Estate Company - Kuwait

United Real Estate Company (UREC) was incorporated in Kuwait in 1973, and was listed on the Kuwait Stock Exchange in 1984. The company's portfolio includes commercial complexes, hotels, resorts, residential buildings, shopping centers, high rise office buildings as well as mixed-use projects (office, retail, and residential). The company is also the developer of the Marina Mall project, one of the largest BOT projects in the sector. In addition, UREC has invested through its subsidiaries in numerous hotels and tourism projects such as the five-star Fairmont Heliopolis Hotel in Egypt and the four-star Bhamdoun Hotel in Lebanon as well as numerous other projects across the Middle East. Future projects for UREC include «United Towers» (previously «Kuwait Business City») in Kuwait. In addition, the company has started projects in Lebanon, Jordan, and Oman, with a focus on the retail and hospitality segments. Projects in the pipeline include the development of the five star Rawcheh hotel in Lebanon, the Verdun Mall project in Lebanon, a mall and a hotel in Jordan, and a long term lease retail project in Salalah, Oman. UREC's core operating assets amounted to KD162mn in FY06, forming 84% of the company's total assets. The rental portfolio constituted 56% of total core assets. Geographically, 82% of the company's assets are concentrated in Kuwait;

however UREC has a strong presence across other countries such as Egypt, Jordan, Lebanon and the UAE through its subsidiaries and affiliates. We have arrived at the share valuation of UREC using two methods: DCF valuation and relative valuation. The weighted average share value of the company using the two methods is 214fils, which is 10.4% above its current market price of 194fils on June 5, 2007. We therefore initiate our coverage on UREC stock with a "**BUY**" recommendation.

Market Activity During June

Bahrain Stock Exchange

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
Ahli United Bank ($)	17,163,380	8,936,805	1.440	10.77
Al Salam Bank	1,583,974	2,037,038	1.309	7.30
Bahrain Islamic Bank	495,620	232,501	0.499	11.38
Bank of Bahrain & Kuwait	2,780,138	1,937,662	0.690	2.99
National Bank of Bahrain	1,123,165	897,482	0.800	0.00
The Bahraini Saudi Bank	1,389,428	209,598	0.156	4.00
Bank Total	**24,535,705**	**14,251,086**		
Al Baraka Banking Group ($)	1,240,331	983,454	2.550	25.62
Al Khaleej Development Co ($)	1,497,048	530,189	0.910	(1.09)
Arab Banking Corporation ($)	325,187	216,827	1.750	2.34
Bahrain Commercial Facilities Co.	1,594,458	1,103,053	0.690	0.00
Bahrain Middle East Bank	0	0	0.093	0.00
Shamil Bank of Bahrain ($)	87,000	19,023	0.580	(3.33)
Esterad Investment Company	786,617	662,534	0.878	13.29
Gulf Finance House ($)	14,855,724	12,768,622	2.340	15.27
Gulf Monetary Group	0	0	0.035	0.00
Investcorp ($)	0	0	2,377.000	0.00
Ithmaar Bank	4,671,661	861,599	0.490	(3.92)
TAIB Bank ($)	0	0	1.600	0.00
United Gulf Bank	2,829,969	1,500,224	0.520	(3.70)
United Gulf Industries Corporation	87,315	9,622	0.110	(8.33)
Investment Total	**27,975,310**	**18,655,147**		
Al-Ahlia Insurance Co.	32,650	13,567	0.420	10.53
Arab Insurance Group ($)	232,948	76,444	0.860	7.50
Arab International Insurance Co.	0	0	0.080	0.00
Bahrain & Kuwait Insurance Co.	9,557	4,802	0.530	6.85
Bahrain National Holding Co.	4,903,440	1,971,816	0.420	7.69
Takaful International Co.	0	0	0.305	0.00
Insurance Total	**5,178,595**	**2,066,629**		
Bahrain Ship Repairing & Eng. Co.	5,000	7,335	1.467	1.17
Bahrain Car Parks Co.	800	137	0.190	0.00
Bahrain Cinema Co.	35,708	32,435	0.920	2.22
Bahrain Duty Free Shop Complex	127,774	140,200	1.150	4.55
Bahrain Maritime & Mercantile Int. Co.	317,708	269,008	0.855	0.59
Bahrain Telecommunications Co.	2,099,288	1,946,221	0.920	(6.60)
General Trading & Food Process. Co.	2,005,180	650,639	0.350	9.38
Nass Corporation BSC	3,190,650	945,707	0.300	10.29
Services Total	**7,782,108**	**3,991,682**		
Bahrain Flour Mills Co.	10,772	3,518	0.332	0.00
Delmon Poultry Co.	75,600	21,542	0.285	(5.00)
Industry Total	**86,372**	**25,060**		
Bahrain Family Leisure Co.	10,000	810	0.090	0.00
Bahrain Hotels Co.	232,239	102,345	0.440	3.53
Bahrain Tourism Co.	2,250	630	0.310	0.00
Banader Hotels Co.	733,761	35,353	0.049	2.08

Bahrain Stock Exchange - Continued

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
National Hotels Co.	1,672	485	0.300	0.00
Hotels and Tourism Total	**979,922**	**139,623**		
Investcorp Bank E.C. Preferred Shares ($)	0	0	1,060.000	0.00
AUB Class A Preference Shares ($)	72,942	20,870	0.780	4.00
Preferred Share Total	**72,942**	**20,870**		
Sudan Telecommunications Co. ($)	0	0	1.750	0.00
Qatar Telecom (QTEL) ($)	0	0	62.380	0.00
Bank Muscat	0	0	0.906	0.00
International Investment Group	0	0	0.414	0.00
The International Investor	0	0	-	-
United Finance Company ($)	0	0	0.510	0.00
Global Investment House	1,520,021	1,633,546	1.150	10.05
Non Bahraini Total	**1,520,021**	**1,633,546**		
Securities and Investment Co	0	0	-	-
United Paper Industries Co	16,807	6,555	0.390	0.00
Closed Company Total	**16,807**	**6,555**		
TOTAL	**68,147,782**	**40,790,198**		

Source: Bahrain Stock Exchange

Kuwait Stock Exchange

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
National Bank of Kuwait	21,752,500	47,954,300	2.180	(4.4)
The Gulf Bank	17,472,500	29,400,350	1.780	9.9
Commercial Bank of Kuwait	66,540,000	89,314,100	1.360	4.6
Al-Ahli Bank of Kuwait	8,935,000	8,014,800	0.920	8.2
Bank of Kuwait and the Middle East	32,455,000	25,994,750	0.880	23.9
Kuwait Real Estate Bank	61,535,000	40,487,550	0.660	8.2
Burgan Bank	78,940,000	83,944,050	1.060	1.9
Kuwait Finance House	46,826,000	122,891,870	2.680	(0.7)
Boubyan Bank	262,280,000	179,709,450	0.780	25.8
Bank Total	**596,736,000**	**627,711,220**		
Kuwait Investment Company	4,510,000	1,917,850	0.425	1.2
Commercial Facilities Company	32,530,000	17,238,500	0.570	9.6
International Financial Advisors	20,775,000	18,769,650	0.890	12.7
National Investments Company	182,335,000	162,940,100	0.890	(1.1)
Kuwait Projects Company (Holding)	107,585,000	95,646,700	0.860	(1.1)
Al-Ahlia Investment Company	83,880,000	22,993,900	0.275	0.0
Coast Investment & Development Company	163,080,000	65,185,100	0.420	21.7
The International Investor	11,260,000	2,624,040	0.232	2.7
The Securities House	18,710,000	11,853,300	0.650	3.2
Industrial and Financial Investments Co.	36,540,000	7,907,280	0.212	0.0
Securities Group	97,210,000	38,061,850	0.440	31.3
International Finance Company	66,430,000	29,332,500	0.460	9.5
Kuwait Financial Centre	147,180,000	54,915,500	0.425	21.4
Kuwait & Middle East Financial Invest. Co.	770,000	450,200	0.600	0.0
International Investment Group	121,240,000	49,441,300	0.410	0.0
AREF Investment Group	14,890,000	7,624,800	0.500	(2.0)
The Investment Dar	41,432,500	47,906,350	1.160	0.0
Al-Aman Investment Company	75,680,000	14,267,880	0.188	1.1
First Investment Company	86,015,000	50,863,450	0.610	7.0
Al-Mal Investment Company	103,270,000	41,732,450	0.375	7.1
Gulf Investment House	57,610,000	15,548,000	0.270	5.9
A’ayan Leasing & Investment Company	22,040,000	10,052,800	0.460	0.0
Bayan Investment Company	30,360,000	10,133,250	0.350	6.1
Global Investment House	99,265,000	83,404,800	0.900	18.4
Osoul Leasing & Financing	66,640,000	12,193,080	0.186	4.5
Gulfinvest International	37,020,000	7,534,040	0.204	(1.9)
Kuwait Financing and Investment Company	63,610,000	31,247,750	0.500	9.9
KIPCO Asset Management (KAMCO)	3,205,000	2,415,950	0.750	(1.3)
International Leasing & Investment Co	13,980,000	6,989,850	0.495	(1.0)
Kuwait Invest Co (Holding)	4,380,000	2,471,500	0.560	5.7
National International Co (Holding)	1,420,000	426,950	0.310	8.8
Housing Finance Company (ISKAN)	16,320,000	3,040,080	0.184	(4.2)
Al Madar Finance and Investment Co	21,510,000	7,526,400	0.330	(2.9)
Al Deera Holding Company	1,600,000	1,414,450	0.900	11.1
Al Safat Investment Company	145,810,000	76,580,225	0.540	9.1
Burgan Group Holding Company	1,620,000	610,050	0.470	23.7
Kadhma Holding Company	22,870,000	5,507,630	0.246	6.0
Iraq Holding Company	322,160,000	15,929,800	0.056	31.8
Sokouk Holding Company	40,420,000	8,466,800	0.212	6.0
Al-Madina for Finance & Investment Co.	166,285,000	81,255,575	0.530	32.5
Al-Noor Financial Investment Company	190,055,000	88,344,100	0.520	25.3

Kuwait Stock Exchange - Continued

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
Tamdeen Investment Co.	74,275,000	44,960,450	0.690	45.3
Kuwait Bahrain International Exchange Co.	760,000	190,080	0.246	(3.5)
Investment Total	**2,818,537,500**	**1,257,916,310**		
Kuwait Insurance Company	735,000	396,650	0.530	0.0
Gulf Insurance Company	3,960,000	3,001,300	0.780	2.6
Al-Ahleia Insurance Company	535,000	312,300	0.590	(6.3)
Warba Insurance Company	860,000	373,200	0.455	9.6
Kuwait Re-Insurance Co	970,000	245,450	0.250	(2.0)
1st Takaful Insurance Co	10,000	4,200	0.420	7.7
Wethaq Takaful Insurance	1,130,000	253,590	0.255	34.2
Insurance Total	**8,200,000**	**4,586,690**		
Kuwait Real Estate Company	399,280,000	75,433,800	0.188	4.4
United Real Estate Company	55,860,000	10,893,680	0.192	(3.0)
National Real Estate Company	62,685,000	41,448,750	0.650	(11.0)
Salhia Real Estate Company	6,630,000	3,213,150	0.475	(3.1)
Pearl of Kuwait Real Estate Company	28,220,000	4,835,000	0.180	11.1
Tamdeen Real Estate Company	37,670,000	19,239,900	0.490	10.1
International Investment Projects	504,380,000	89,849,720	0.196	36.1
Ajial Real Estate & Entertainment Company	3,610,000	1,381,850	0.400	11.1
Al- Massaleh Real Estate Company	4,520,000	814,160	0.178	(6.3)
Arab Real Estate Company	62,700,000	10,682,560	0.168	0.0
Union Real Estate Company	200,000	42,360	0.218	0.0
Al-Enma'a Real Estate Company	29,720,000	5,378,520	0.178	1.1
Mabanee Company	13,745,000	15,523,350	1.100	(1.8)
Injazzat Real Estate Development Co.	36,520,000	9,775,290	0.270	5.9
Jeezan Real Estate Company	43,180,000	8,480,760	0.196	15.3
Kuwait Lebanese Real Estate Development Co	98,060,000	13,513,840	0.142	6.0
International Resorts Co	192,380,000	38,717,440	0.198	1.0
The Commercial Real Estate Co	107,920,000	30,721,350	0.280	(1.8)
Sanam Real Estate Co	11,260,000	3,307,950	0.285	11.8
A'ayan Real Estate Co	31,170,000	8,895,400	0.300	15.4
Aqar Real Estate Investment Company	32,440,000	4,462,760	0.140	1.4
KWT National Real Estate Services & Investment	154,560,000	24,256,320	0.156	0.0
Al-Mazaya Holding Company	26,375,000	14,923,700	0.580	7.4
Al Dar National Real Estate	11,280,000	1,851,680	0.164	1.2
Al Themar Real Estate Company	115,720,000	15,977,680	0.130	(7.1)
Grand Real Estate Projects Company	65,090,000	25,512,950	0.365	(9.9)
Tijara & Real Estate Investment Company	12,400,000	2,238,280	0.180	(10.0)
Tameer Real Estate Investment Company	3,020,000	400,080	0.130	(18.8)
Arkan Al-Kuwait Real Estate Co.	25,440,000	4,614,800	0.182	(2.2)
Gulf Horizon Holding Company	9,075,000	4,354,700	0.495	1.0
Real Estate Total	**2,185,110,000**	**490,741,780**		
National Industries Group (Holding)	98,375,000	126,514,150	1.380	9.5
Kuwait Metal Pipe Industries & Oil Services	80,450,000	41,874,450	0.510	14.6
Kuwait Cement Company	600,000	780,950	1.260	(3.1)
Refrigeration and Warehousing Indutries Co	2,940,000	1,296,700	0.440	2.3
Gulf Cable & Electrical Industries Co	4,526,000	16,711,720	3.600	(4.3)
Heavy Engineering Industries & Shipbuilding Co	72,850,000	37,877,700	0.610	60.5
Contracting & Marine Services Company	4,470,000	2,788,150	0.720	20.0
Kuwait Portland Cement Company	43,470,000	68,059,500	1.720	24.6
Shuaiba Paper Products Company	11,080,000	3,576,650	0.320	16.4

Kuwait Stock Exchange - Continued

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
Metal & Recycling Company	52,045,000	46,970,500	0.860	13.2
Kuwait Foundry Company	747,500	981,500	1.340	(2.9)
Aerated Concrete Industries Company	2,815,000	1,393,300	0.490	(3.9)
United Industries Company	31,380,000	11,161,650	0.365	0.0
Boubyan Petrochemical Company	54,965,000	50,149,000	0.910	(6.2)
Gulf Glass Manufacturing Company	220,000	150,150	0.700	0.0
Hilal Cement Company	0	0	0.770	0.0
Ahlia Industrial Projects Company	175,000	97,950	0.550	(9.8)
Kuwait Packaging Materials Manufacturing Co	0	0	0.770	0.0
Kuwait Building Materials Manufacturing Co	260,000	61,120	0.244	10.9
National Industries For Building Materials	1,940,000	797,650	0.415	1.2
Gulf Rocks Company	1,330,000	703,100	0.540	3.8
Equipment Holding Co	76,130,000	23,035,070	0.315	29.1
International Industrial Projects Group	190,000	69,900	0.355	1.4
National Company for Consumer Industries.	120,000	65,600	0.530	0.0
Gypsum Manufacturing & Trading Company	15,000	7,650	0.510	(1.9)
Industrial Total	**541,093,500**	**435,124,110**		
Kuwait National Cinema Company	480,000	478,350	0.940	(6.0)
Kuwait Hotels Company	1,700,000	448,050	0.248	5.1
Public Warehousing Company	56,910,000	100,314,200	1.620	(16.5)
Kuwait Commercial Markets Complexes	17,470,000	5,837,500	0.335	(1.5)
Mobile Telecommunications Company	153,252,000	699,761,080	4.660	1.7
Hasibat Holding Company	8,300,000	2,094,960	0.265	12.3
Education Holding Group	11,210,000	3,558,400	0.325	6.6
Independent Petroleum Group	6,380,000	2,948,800	0.465	2.2
National Cleaning Company	4,385,000	2,113,500	0.460	9.5
Sultan Center Food Products Company	33,230,000	18,626,500	0.590	(6.3)
Arabi Group Holding Company	2,050,000	995,500	0.460	(9.8)
The Transport & Warehousing Group	647,500	683,350	1.040	2.0
National Mobile Telecommunications C.	10,554,000	32,848,620	3.100	(0.6)
Kuwait & Gulf Link Transport Company	10,085,000	8,171,000	0.770	(13.5)
Kuwait Cable Vision Company	3,360,000	652,600	0.188	16.0
Automated Systems Company	100,000	43,300	0.455	5.8
NAPESCO	600,000	206,800	0.370	4.2
Kuwait Co.for Process Plant Construction & Contracting	110,000	36,100	0.345	7.8
Kuwait Slaughter House Co	30,000	9,750	0.335	0.0
Eyas for Higher & Technical Education	0	0	0.300	0.0
Nibras Holding Co	100,000	43,500	0.460	37.3
Al Safwa Group Company	187,080,000	20,796,600	0.110	0.0
Humansoft Holding Co	300,000	68,520	0.236	4.4
Kuwait Privatization Porjects Holding	53,940,000	12,119,780	0.255	14.9
Institute for Private Education	260,000	98,800	0.380	(1.3)
National Slaughter Houses Company	200,000	41,320	0.216	0.0
Excellent Education Company	3,300,000	789,740	0.265	23.8
Safwan Trading & Contacting Company	530,000	198,950	0.385	(1.3)
Gulf Petrolum Investment	43,165,000	20,224,350	0.480	11.6
Gulf Franchising Company	26,060,000	5,895,720	0.222	3.7
Credit Rating & Clollection Company	740,000	306,150	0.420	0.0
National Ranges Company	38,600,000	4,108,480	0.110	7.8
Burgan Co. For Well Drilling	7,375,000	8,711,250	1.160	(10.8)

Kuwait Stock Exchange - Continued

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
IFA Hotels & Resorts Co.	13,777,500	15,392,550	1.100	3.8
Combined Group Contracting Co.	3,627,500	5,775,450	1.640	7.9
Jeeran Holding Company	2,030,000	756,350	0.385	1.3
Palms Agro Production Co.	320,000	125,550	0.350	(23.9)
Al Alamiah Technology Group	35,040,000	6,499,570	0.160	(48.4)
Mushrif Trading Co.	1,615,000	1,370,700	0.980	30.7
United Project Company.	1,050,000	442,100	0.410	(2.4)
Al-Abraj Holding Company	23,110,000	15,265,650	0.670	3.1
Aviation Leasing and Finance Co.	171,020,000	39,137,520	0.224	7.7
Al-Mowasat Holding Company	1,500,000	313,400	0.194	(14.2)
Haj & Umrah Services Consortium	30,815,000	41,630,350	1.320	3.1
Oula Fuel Marketing Company	9,310,000	3,823,200	0.405	(4.7)
Villa-Moda Life Style	1,060,000	140,720	0.132	(2.9)
Future Communications Company Global	3,090,000	1,177,500	0.385	0.0
Vending Network Co.	580,000	207,900	0.365	(1.4)
Hayat Communications Co.	2,790,000	1,012,700	0.360	(1.4)
Services Total	**983,238,500**	**1,086,302,730**		
Livestock Transport & Trading Company	2,920,000	1,143,100	0.385	(6.1)
United Fisheries of Kuwait	58,270,000	19,489,250	0.330	(4.3)
Kuwait United Poultry Company	4,280,000	749,600	0.180	9.8
Kuwait Food Company (Americana)	8,961,000	29,016,440	3.500	16.7
United Foodstuff Industries Group	400,000	182,800	0.465	3.3
Food Total	**74,831,000**	**50,581,190**		
SHUAA Capital	2,120,000	857,750	0.390	(4.9)
Sharjah Cement & Industrial Development	9,030,000	2,888,950	0.325	10.2
Gulf Cement Company	49,050,000	23,590,050	0.490	8.9
Um Al-Quwain Cement Industries Co	45,600,000	8,088,480	0.176	4.8
Fujairah Cement Industries Company	78,170,000	25,631,200	0.345	16.9
Ras Al-Khaimah (White Cement)	131,680,000	21,429,480	0.166	9.2
Arab Insurance Group (ARIG)	700,000	170,160	0.234	(4.9)
United Gulf Bank	19,540,000	7,862,000	0.395	(2.5)
Egypt Kuwait Holding Co	66,230,000	40,864,750	0.650	18.2
Bahrain Kuwait Insurance Co	0	0	0.380	0.0
Gulf Finance House	121,570,000	76,911,800	0.670	15.5
Commercial International Bank	0	0	2.500	0.0
Solidere A	0	0	6.450	0.0
Solidere B	0	0	6.550	0.0
Al-Khaleej Development Company	13,220,000	3,612,900	0.275	3.8
Ahli United Bank	5,550,000	2,196,950	0.400	3.9
Bank of Bahrain and Kuwait	90,000	48,450	0.540	5.9
Non Kuwaiti Total	**542,550,000**	**214,152,920**		
Market Total	**7,750,296,500**	**4,167,116,950**		

*Source: Kuwait Stock Exchange and **Global** Research*

Muscat Securities Market

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
AES Barka	111,056	240,423	2.200	(2.22)
Al Anwar Ceramic Tiles	3,628,132	1,105,518	0.308	3.01
Al Anwar Holding	6,340,356	1,419,706	0.218	(1.36)
Al Batinah Dev. & Inv. Holding	23,391	20,932	0.870	(3.33)
Al Hassan Engineering	231,196	975,137	4.299	4.32
Al Zajeera Steel Product Comopany	326,939	122,776	0.367	(2.39)
Al Jazeera Tube Mills	-	-	0.292	
Al Jazeira Services	7,802,045	1,119,590	0.149	7.97
Al-Zajerah services	-	-	0.260	-
Al Kamil Power Company	4,450	8,010	1.800	(1.10)
Al Khaleej Polypropylene	-	-	1.985	-
Al Maha Petroleum Products Marketing	34,264	330,971	9.302	(5.40)
Al Omaniya Financial Ser.	-	-	2.700	-
Al Omaniya Financial Services Rights Issue	-	-	-	-
Al Sharqia Inv. Holding	470,113	587,272	1.344	14.77
Alliance Housing Bank	23,115,520	8,607,128	0.374	1.63
Bank Dhofar	2,137,186	982,331	0.471	0.64
Bank Muscat	15,483,503	21,423,896	1.372	3.63
Construction Materials Ind.	6,494,182	760,532	0.119	3.48
Dhofar Int. Dev. & Inv. Holding	2,784,819	1,029,169	0.368	2.22
Dhofar Cattle Feed	4,166,316	1,066,207	0.264	3.13
Dhofar Insurance	2,112,813	580,116	0.270	(9.70)
Dhofar Power	411,897	782,277	1.900	-
Dhofar Power - Pre	-	-	1.420	-
Financial Services	5,293,926	868,267	0.165	7.14
Global Finance Investment Co	623,580	95,737	0.154	(0.65)
Gulf Inv. Ser. -Pref. Shares	-	-	0.199	-
Gulf Investment Ser.	1,810,839	332,380	0.186	4.49
Jazerah Ser. - Pref. Shares	-	-	0.260	-
Majan College	36,207	9,533	0.265	(2.57)
Majan Glass	323,970	179,547	0.588	4.81
Muscat Finance	15,712	3,170	0.201	(3.37)
Muscat Gases	30,863	72,756	2.260	(5.04)
Muscat National Holding	-	-	1.744	43.89
Nat. Aluminium Products	34,100	12,476	0.352	(5.38)
National Bank Of Oman	650,199	3,701,448	5.850	6.36
National Securities	-	-	0.819	(3.65)
Oman Nat. Dairy Products	-	-	1.650	-
Oman & Emirates Inv. (Om)	122,139	327,580	2.766	6.30
Oman Aviation Services	4,368	9,828	2.250	(1.45)
Oman Cables Industry	2,134,435	2,955,439	1.424	7.31
Oman Cement	452,205	2,721,045	6.068	1.15
Oman Chlorine	9,004,819	2,851,808	0.355	26.33
Oman Fisheries	66,867	39,015	0.582	(1.19)
Oman Flour Mills	277,281	543,091	1.999	2.41
Oman Holding International	33	99	2.999	-
Oman Hotels & Tourism	-	-	2.450	-
Oman International Bank	1,754,369	4,634,677	2.700	11.43
Oman Investment & Finance	1,973,702	5,167,152	2.735	18.71
Oman National Electric	-	-	3.000	-

Muscat Securities Market - Continued

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
Oman National for Engg. & Invest. Co.	-	-	0.270	-
Oman Oil Marketing	908,579	834,527	0.920	(1.08)
Oman Oil Marketing - Pref.	-	-	2.500	-
Oman Telecommunication	4,608,116	5,579,164	1.197	(5.45)
Oman Textile Mills Holding	78,245	48,520	0.628	15.65
Oman United Insurance	334,227	77,242	0.229	(4.58)
Ominvest	2,278,466	1,054,097	0.460	-
Onic. Holding	1,684,181	11,933,971	6.602	2.09
Port Ser. Corporation	43,458	265,727	6.201	3.35
Raysut Cement	4,058,442	5,716,699	1.447	8.07
Renaissance Services	6,899,165	4,296,903	0.640	5.09
Salalah Mills	12,649	34,065	2.707	(1.28)
Salalah Port Services	414	2,277	5.500	-
Shell Oman Mark.-Pref. Sh.	-	-	4.900	-
Shell Oman Marketing	376,445	519,103	1.406	0.57
Taageer Finance	80,390	12,871	0.157	(7.65)
Taghleef Industries Company	10,126	18,999	2.000	1.01
The Financial Corporation	2,000	2,700	1.350	(0.74)
Transgulf Ind. Inv. Holding	2,094,131	310,568	0.149	(1.32)
United Finance	2,492,315	353,900	0.145	3.57
United Power	81,755	61,297	0.748	0.94
United Power-Pre. Shares	-	-	1.000	-
Total-First Market	**126,330,896**	**96,809,669**		
Al Shurooq Inv. Ser.	-	-	1.900	-
Al Batinah Hotels	-	-	2.300	-
Al Batinah International	-	-	0.700	-
Al Buraimi Hotel	-	-	0.880	-
Al Fajar Al Alamia	-	-	1.750	-
Al Rawdha Quarries	-	-	6.500	-
Al Shalman Securties	-	-	0.750	-
Areej Vegetable Oils & Deriv.	-	-	4.200	-
Asaffa Poultry Farms	-	-	1.020	-
Bank Sohar	6,707,228	6,820,417	1.082	12.47
Bausher Chemicals	-	-	1.170	-
Computer Stationery Ind.	-	-	3.000	-
Dhofar Beverages & Food Stuff	2,335	3,619	1.550	(3.13)
Dhofar Poultry	-	-	0.410	(9.29)
Dhofar Tourism	10	9	0.900	-
Dhofar University	40,374	57,331	1.402	(5.40)
Gulf Plastic Industries	-	-	0.399	-
Gulf Hotels (Oman)	4,469	24,429	5.491	1.67
Gulf Int. Chemicals	1,400	1,820	1.300	-
Gulf Stone	-	-	0.900	-
Hotel Management Co. International	-	-	1.250	-
Interior Hotels	-	-	1.202	-
Muscat Int. Guaranteed Fund Series (2)	-	-	1.030	-
Muscat Thread Mills	-	-	0.990	-
Nat. Hospitality Institute 50%	-	-	2.511	-
National Beverages	1,250	3,750	3.000	0.98
National Biscuit Industries	7,061	14,828	2.100	(5.62)

Muscat Securities Market - Continued

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
National Detergent	1,000	2,000	2.000	(4.76)
National Finance	-	-	1.500	(1.32)
National Gas	4,251	8,928	2.200	7.84
National Mineral Water	8,100	972	0.120	-
National Packaging Factory	-	-	2.530	-
National Securities	1,966	1,612	0.820	0.12
National Sugar Refining	-	-	0.860	-
Om. Nat. Livestock Dev. 50% Pref. Sh.	-	-	0.290	-
Oman International Marketing	-	-	0.550	-
Oman Packaging	-	-	3.390	-
Oman & Emirates Inv. (Uae)	-	-	3.351	-
Oman Agriculture Dev.	-	-	1.150	(2.54)
Oman Chemist	-	-	0.780	-
Oman Chromite 50%	7,460	10,975	1.500	17.19
Oman Copper Industries	-	-	2.000	-
Oman Development Bank	-	-	10.050	-
Oman Education & Training Inv.	689	3,248	4.714	-
Oman Fiber Optic	1,200	3,023	2.490	-
Oman Filters Industry	-	-	0.380	-
Oman Hotels & Tourism	-	-	2.450	-
Oman Medical Projects	-	-	0.489	-
Oman National Engineering And Investment Comp.	152,575	41,538	0.298	10.37
Oman Nat. Livestock Dev. 50%	1,343	395	0.297	10.00
Oman Orix Leasing	-	-	2.100	-
Oman Pumps Mfg. & Eng. Sev.	-	-	1.480	-
Oman Refreshments	2,362	18,093	7.660	(3.77)
Packaging Co. Ltd	-	-	0.840	-
Renaissance Holding	-	-	0.530	-
Sahara Hospitality	-	-	1.800	-
Total-Parallel Market	**6,945,073**	**7,016,987**		
Abrasives Manufacturing	50	13	0.345	-
Advertising & Publicity (Saoc)	-	-	3.830	-
Advertising International	-	-	1.000	-
Al Ahlia Converting Ind. 50%	-	-	0.125	38.89
AL Ahlia Detergent	-	-	0.300	-
Al Ahlia Insurance Co	-	-	1.200	-
Al Amal Income & Gross Fund	100,499	122,645	1.220	-
Al Amal Industries (Saoc)	-	-	5.000	-
AL Anwar Holding -Right Issue	-	-	0.300	-
Al Kuhwair Dev & Ser.. (Saoc)	-	-	4.000	-
Al Madina Finance & Investment Services	-	-	2.200	-
Al Sallan Food Industries	-	-	0.001	-
Al-Oula Co.	-	-	0.991	(17.42)
Alroya Advertising (Saoc)	-	-	1.000	-
Cement & Gypsum Pro.	-	-	1.000	-
Construction Material - Rights Issue	-	-	0.003	-
Dhahira Tarmck (Saoc)	-	-	2.500	-
Dhofar Beverages	-	-	0.250	25.00
Dhofar Fisheries Ind.	-	-	0.150	-

Muscat Securities Market - Continued

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
Dhofar Marble & Granite	-	-	1.200	-
Dhofar Vegetable Oil And Deriv.	-	-	0.110	-
Falcon International Company S.A.Og	-	-	1.020	-
Flexible Ind. Packages	-	-	0.100	-
Fund for Development of Projects	-	-	1.000	-
Global Financial Inv.- Rights Issue	-	-	0.048	-
Global Omani Inv. (Saoc)	-	-	2.000	-
Green Flag Advertising (Saog)	-	-	0.500	-
Gulf Int. Chemicals - Rights Issue	-	-	0.280	-
Gulf Investment Services Comp.-Right Issue	-	-	0.073	(2.67)
Gulf Investment Services-Pre Right Issue	-	-	0.070	-
Gulf Mushroom Products	-	-	0.810	-
Gulf United Power Source	-	-	1.000	-
Hotels Management Co. Int.	-	-	1.250	-
Majan Joint Inv. Account	-	-	1.086	3.43
Marine Bander Al Rowdha. (Saoc)	-	-	1.390	-
Modern Poultry Farms	-	-	0.550	(8.33)
Musandam Marketing & Inv.	-	-	0.200	-
Musandam Metal Industrial (Saoc)	-	-	0.850	-
Muscat Index Fund Jia	-	-	1.550	-
Mutrah Infosoam (Saoc)	-	-	1.500	-
Nat. Pharmaceutical Ind.	-	-	0.153	(1.29)
National Carpet Factory	-	-	0.200	-
National Rice	-	-	0.120	-
Oman Airport Mgt	-	-	12.000	-
Oman Ceramic Co.	-	-	1.100	-
Oman Chemical Industries	2,372	287	0.121	(7.63)
Oman Euro Foods Industries	-	-	1.000	-
Oman Foods International	23	2	0.125	-
Oman Securities Portfolio Co.	-	-	0.010	-
Oman Shipping Co (Saoc)	-	-	1.000	-
Oman Water Treatment	-	-	1.000	-
Oryx Fund 2004	-	-	1.370	-
Raysut Cement - Rights Issue	-	-	6.130	-
Reem Batteries & Power Appl.	-	-	2.000	-
Salalah Hilton	-	-	1.100	10.00
Scrap Collection Co. Salvage (Saoc)	-	-	0.150	-
Sohar Braton Concrete	-	-	0.300	-
Sohar Int. Urea & Chem. Ind.	-	-	1.000	-
Sohar Poultry	-	-	0.500	-
Sweets Of Oman	9,128	9,134	1.000	(0.30)
The First Mazoon Fund	50,477	52,064	1.078	6.52
Tomoor Oman	-	-	0.950	-
United Finance - Rights Issue	-	-	1.210	-
Vision Emerging GCC Fund	59,020	64,314	1.090	11.22
Vision Investment Service	-	-	0.980	-
Total-Third Market	**221,569**	**248,459**		
Total	**133,497,538**	**104,075,115**		

Source: Muscat Securities Market

Doha Securities Market

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
Qatar National Bank	463,197	99,580,015	217.2	(0.82)
Qatar Islamic Bank	2,402,199	268,041,455	111.9	2.38
Commercial Bank of Qatar	2,211,767	247,411,654	108.8	(1.54)
Doha Bank	2,276,630	197,027,900	85.0	(1.51)
Ahli Bank	57,023	4,346,094	76.9	6.81
Qatar Int'l Islamic Bank	2,822,780	280,984,580	97.9	(0.51)
Al-Rayan Bank	66,989,811	1,142,868,874	16.5	(2.94)
First Finance	491,988	14,809,406	30.7	8.87
Bank Total	**77,715,395**	**2,255,069,977**		
Qatar Insurance Co	963633	107,342,311	107.9	(4.26)
Doha Insurance Co	115,110	3,689,887	31.3	0.32
General Insurance Co	22,484	1,956,368	83.2	(7.35)
Al-Khaleej Insurance Co	325,007	17,541,348	57.2	6.12
Qatar Islamic Insurance	1,713,310	113,668,034	66.1	1.69
Insurance Total	**3,139,544**	**244,197,948**		
Industustrial Manufacturing Co	489,873	22,109,450	46.2	2.67
Qatar National Cement Co	86,300	8,668,151	99.3	(1.78)
Qatar Flour Mills Co	68,364	2,361,395	35.0	8.02
Industries Qatar	3,818,800	385,978,747	101.0	1.61
United Development Co	4,148,058	128,394,023	30.6	(7.83)
German Medical	642,966	9,238,849	14.6	10.61
Gulf Cement Co	8,453,296	191,534,480	21.6	(6.09)
Industry Total	**17,707,657**	**748,285,095**		
Qatar Telecomm	290,035	73,262,330	258.5	3.44
Qatar Electricity & Water Co	221,815	16,247,425	73.0	0.27
Qatar Shipping Co	492,274	30,176,743	60.7	1.00
Qatar Real Estate & Investment Co	2,339,230	81,866,568	34.4	0.29
Salam International Investment	18,400,549	280,416,716	15.0	2.04
National Leasing Co	19,532,553	366,481,889	19.7	17.26
Qatar National Navigation Co	512,744	45,001,654	87.0	(0.34)
Group for Medical Care (Al Ahli Hospital)	20,343,151	339,378,755	17.2	15.44
Qatar Technical Inspection Co	1,183,284	34,276,039	29.6	12.12
Qatar Cinema & Film Distribution	27,889	1,290,786	45.0	(18.18)
Qatar Fuel Co	890,932	110,800,508	126.8	5.67
Qatar Meat & Livestock Co	22,714,939	237,748,664	10.4	9.47
Gulf Warehousing Co	13,344,342	324,000,594	28.0	42.13
Qatar Gas Transport Co	24,567,592	531,799,595	21.7	2.84
Dlala Brokerage & Investment Holding Co	344,502	8,711,220	25.6	2.40
Barwa Real Estate Co	40,745,337	1,852,161,715	45.1	3.20
Services Total	**165,951,168**	**4,333,621,201**		
TOTAL	**264,513,764**	**7,581,174,222**		

Source: Doha Securities Market

Saudi Market

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
RIBL	3,824,461	198,223,488	53.75	7.5
BJAZ	23,737,048	1,259,172,038	49.50	(16.8)
SIBC	2,891,118	113,256,317	39.75	3.2
Saudi Hollandi	1,919,156	78,838,899	41.00	(2.4)
Saudi Fransi	1,727,190	105,294,104	62.00	2.5
SABB	1,254,580	116,687,797	93.75	0.5
Arab National	1,375,656	96,862,587	70.50	3.7
samba	2,930,131	374,472,004	127.00	(4.5)
Al Rajhi	20,128,972	1,500,993,791	71.25	(9.8)
ALBILAD	15,711,651	468,308,762	28.50	(10.9)
Bank Total	**75,499,963**	**4,312,109,784**		
SABIC	35,894,119	4,157,529,927	110.75	(10.5)
SAFCO	4,168,203	538,764,498	133.50	1.9
SARCO	2,691,683	566,387,608	180.75	(24.8)
Ceramic	9,330,401	730,761,004	81.25	10.5
SAVOLA Group	11,557,582	458,140,186	38.50	(4.3)
Industrialization	23,371,372	734,674,419	31.00	(6.8)
Pharmaceutical	16,347,058	788,927,912	46.25	(13.6)
Gas & Industrialization	18,500,949	494,524,959	25.00	(15.3)
Gypsum	7,775,748	513,897,545	62.25	(10.4)
Food	32,955,331	1,253,689,914	32.50	(27.4)
Cables	16,312,109	563,730,430	33.50	(9.5)
Saudi Advanced	42,700,805	1,195,524,677	24.50	(26.3)
Saudi Industrial	49,063,342	986,707,931	17.75	(19.3)
Al Ahsa for Dev.Co	21,688,698	600,544,124	24.25	(21.8)
Glass Co	32,264,822	1,368,692,902	37.50	(23.5)
Amiantit	14,019,336	289,362,453	20.00	(13.0)
Alujain	19,072,152	404,966,409	20.00	(13.0)
FIPCO	15,806,010	1,287,981,482	76.25	(16.2)
SISCO	34,879,425	997,700,313	25.25	(22.9)
Pipes	11,461,624	587,002,349	52.75	1.9
Nama Chemicals	26,094,392	543,326,930	19.00	(9.5)
Maadaniyah	36,081,914	2,091,998,963	54.75	(17.0)
Saudi Chemical	16,060,552	474,034,616	29.00	(7.9)
Zamil Industrial	2,763,112	195,357,799	70.50	(5.1)
SIIG	4,707,712	179,719,951	37.00	(8.1)
Sahara Petrochemical	6,521,755	201,782,686	31.00	(3.9)
SADAFCO	33,889,243	1,432,899,783	38.75	(27.2)
Almarai	5,591,241	490,408,849	90.25	4.0
YANSAB	13,770,281	387,972,496	25.25	(14.4)
SPM	15,111,886	986,703,220	59.75	(20.3)
SIPCHEM	20,296,192	802,748,991	37.25	(13.9)
Al-Babtain	17,799,719	1,293,187,134	67.75	(16.9)
APPC	28,076,177	640,816,863	22.25	(9.2)
AlAbdullatif	29,001,107	2,225,509,752	72.50	(3.7)
Saudi Kayan	426,886,227	5,353,954,241	12.00	20.0
Saudi Vitrified Clay Pipe Company	58,924,241	7,480,038,162		116.75
Industrial Total	**1,161,436,520**	**43,299,971,470**		
Arab Cement	1,451,025	115,561,671	78.00	(4.3)
Yamamah Cement	3,704,666	277,435,179	71.25	(9.2)
Saudi Cement	2,184,937	175,435,447	79.75	(3.9)
Qassim Cement	4,726,796	568,675,507	122.50	(1.8)
Southern Cement	792,626	54,189,351	68.50	(0.7)

Saudi Market - Continued

Figures in local currency Company Name	Number of Shares Traded	Value of Shares Traded	Price Close	% Growth
Yanbu Cement	1,503,576	100,927,305	67.50	(2.5)
Eastern Cement	3,387,372	237,587,625	69.00	(3.8)
Tabuk Cement	4,302,459	134,973,059	30.50	(9.6)
Cement Total	**22,053,457**	**1,664,785,145**		
Hotels	26,867,545	893,368,654	31.75	(14.2)
Real Estate	20,704,145	615,847,595	32.50	2.4
Shipping	24,135,689	401,552,128	16.25	(8.5)
SAPTCO	29,166,543	406,176,824	13.25	(15.9)
SASCO	40,267,953	798,655,221	18.00	(20.9)
Anaam Int. Holding Group	0	-	15.00	-
Tihamah	53,375,900	2,184,813,405	36.25	(24.9)
Assir	47,145,463	1,559,981,587	30.25	(17.1)
Taiba	21,233,509	524,117,559	24.00	(8.6)
Makkah	47,073,975	1,826,065,711	32.75	(24.7)
Mubarrad	90,764,578	3,677,159,354	37.25	(17.2)
Al Baha	77,654,236	3,331,217,269	41.25	(1.8)
Saudi Export	46,998,192	2,977,180,363	67.75	(3.2)
Arriyadh Construction	24,934,498	376,305,921	14.00	(16.4)
Thim'ar	174,360,146	11,650,031,031	55.50	(49.2)
Shams	105,826,659	5,947,364,966	52.25	(19.6)
Fitaihi	27,760,648	709,163,063	26.50	9.3
Jarir	640,178	87,776,497	135.50	(2.3)
Aldrees	41,556,724	2,712,107,711	61.00	(15.0)
SRMG	8,624,306	456,617,056	52.00	(1.9)
Emaar EC	67,881,930	1,053,089,498	14.75	(11.9)
Red Sea Housing	19,642,911	1,217,278,501	56.50	(20.4)
Al Hokair	33,954,202	1,788,507,483	46.00	(23.3)
Services Total	**1,030,569,930**	**45,194,377,395**		
Saudi Electric	32,905,718	376,786,602	11.50	(2.1)
Electricity Total	**32,905,718**	**376,786,602**		
STC	16,946,181	1,039,282,264	58.25	(6.8)
Etihad Etisalat	8,080,209	399,718,368	48.00	(9.0)
Telecommunications Total	**25,026,390**	**1,439,000,632**		
NCCI	2,841,886	285,199,847	100.00	(2.9)
Malath Insurance	39,682,474	1,191,255,273	29.75	(13.8)
MEDGULF	49,526,129	1,237,262,467	24.50	(13.3)
SALAMA	76,405,557	5,204,708,375	78.00	680.0
Arabian Shield	45,868,306	2,899,916,160	60.00	500.0
SABB Takaful	26,134,715	2,149,233,453	132.00	1,220.0
Insurance Total	**240,459,067**	**12,967,575,574**		
NADEC	10,252,955	498,918,046	47.75	(10.3)
Qassim Agriculture	82,135,167	1,631,131,140	16.75	(23.9)
Hail Agriculture	74,885,621	2,278,658,510	27.25	(23.2)
Tabuk Agriculture	51,961,656	2,539,435,346	46.00	(13.2)
Saudi Fisheries	52,278,262	4,243,779,235	71.00	(17.0)
Eastern Agriculture	70,113,104	4,918,566,616	65.75	(16.0)
Jouff Agriculture	50,366,266	1,863,287,023	34.00	(20.0)
Bishah Agriculture	0	-	77.50	-
Jazan Development	28,503,501	605,187,828	19.00	(22.4)
Agricultural Total	**420,496,532**	**18,578,963,743**		
TOTAL	**3,008,447,577**	**127,833,570,344**		

Source: Tadawul Website

Abu Dhabi Securities Market & Dubai Financial Market

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
Abu Dhabi Commercial Bank *	27,797,486	194,188,343	7.05	(0.70)
Abu Dhabi Islamic Bank *	12,325,049	727,552,718	56.15	(7.72)
Bank of Sharjah *	5,165,165	13,574,951	2.50	2.04
Commercial Bank International*	14,189,164	32,489,764	2.27	2.25
Commercial International Bank*	-	-	23.90	-
First Gulf Bank *	20,589,817	304,656,266	14.50	(1.69)
National Bank of Abu Dhabi *	3,042,939	64,232,150	20.35	(7.50)
National Bank of Fujairah*	1,102,339	3,820,538	3.54	10.63
National Bank of Umm Al-Qaiwain*	1,390,397	6,092,551	4.50	-
National Bank of Ras Al Khaimah*	327,280	2,282,112	6.34	5.67
Sharjah Islamic Bank*	83,922,743	232,650,820	2.65	9.96
United Arab Bank*	3,530,283	22,179,740	6.52	1.56
Union National Bank *	10,362,313	84,072,350	7.95	(2.93)
Abu Dhabi Banking Sector Total	**183,744,975**	**1,687,792,302**		
Arab Emirates Investment Bank**	-	-	1,410.00	-
Commercial Bank of Dubai **	6,495,888	54,603,001	8.25	(1.67)
Dubai Islamic Bank **	117,029,771	1,166,088,153	9.88	(0.20)
Emirates Bank International **	499,544	4,615,290	9.30	2.76
Emirates Islamic Bank**	-	-	1.10	-
Mashreq Bank **	-	-	194.50	-
National Bank of Dubai **	16,787,531	151,223,467	9.13	(0.33)
Dubai Banking Sector Total	**140,812,734**	**1,376,529,910**		
Total Banking Sector	**324,557,709**	**3,064,322,212**		
Al Buhaira National Insurance Co.*	40,000	313,745	7.50	-
Abu Dhabi National Insurance Co.*	1,393,341	12,328,678	9.33	2.53
Al Fujairah National Insurance Co.*	-	-	300.00	-
Al Ain Ahlia Insurance Co.*	557	73,909	125.00	-
Al Khazna Insurance Co.*	4,798,582	7,855,062	1.61	3.21
Al Wathba National Insurance Co.*	2,237,776	10,330,194	4.34	(1.59)
Al Dhafra Insurance Co.*	72,915	364,575	5.00	-
Emirates Insurance Co.*	671,171	6,592,174	9.74	(5.89)
RAKNIC*	1,758,048	7,032,212	4.00	(4.76)
Sharjah Insurance Co.*	1,000,000	4,750,000	4.75	3.26
Abu Dhabi National Takaful Co.*	1,080,983	5,161,490	4.53	(1.74)
United Insurance Co. *	-	-	5.00	-
Union Insurance Co. *	1,939,320	4,559,654	2.01	(4.29)
Abu Dhabi Insurance Sector Total	**14,992,693**	**59,361,692**		
Alliance Insurance**	-	-	639.20	-
Dubai Islamic Insurance & Reinsurance**	35,382,516	932,144,536	26.10	59.63
Arab Orient Insurance Company**	-	-	165.70	-
Arab Insurance Group**	158,250	480,757	3.00	(6.25)
Arabian Scandinavian Insurance Company**	-	-	4.44	-
Al Sagr National Insurance Company**	-	-	5.33	-
Dubai Insurance**	-	-	57.00	-
Dubai National Insurance & Reinsurance**	328,700	1,136,280	3.55	20.34
Islamic Arabic Insurance Company**	229,166,898	780,637,330	3.25	(6.07)
National General Insurance**	-	-	6.71	-
Oman Insurance**	14,450	128,650	9.00	-
Dubai Insurance Sector Total	**265,050,814**	**1,714,527,552**		

Abu Dhabi Securities Market & Dubai Financial Market - Continued

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
Total Insurance Sector	**280,043,507**	**1,773,889,244**		
Finance House*	3,268,945	26,938,866	7.83	(12.90)
InvestBank*	9,559,431	25,748,175	2.75	8.27
Oman & Emirates Inv. Holding Co.*	12,050	208,229	17.15	(4.99)
Oasis International Leasing Co.*	1,718,859,420	2,444,391,719	1.34	(3.60)
Abu Dhabi Investment & Financial Services Sector Total	**1,731,699,846**	**2,497,286,988**		
Bayan Investment Co **	5,004	18,940	4.00	(4.76)
Dubai Financial Market**	524,023,921	1,710,995,151	3.15	(5.41)
Dubai Investment **	285,388,642	1,346,168,610	4.56	(4.00)
Gulf General Investment Company **	19,003,959	149,171,026	7.95	18.66
Global Investment House**	426,078	4,740,438	10.75	7.50
International Financial Advisors**	6,900	68,935	8.95	(6.48)
Salam International Investment Ltd.**	-	-	14.05	-
Shua'a Capital Co.**	30,236,541	158,194,273	5.05	(2.88)
Dubai Investment & Financial Services Sector Total	**859,091,045**	**3,369,357,373**		
Investment & Financial Services Sector Total	**2,590,790,891**	**5,866,644,360**		
Aabar Petroleum Investments Co.*	127,296,625	401,404,826	3.18	2.25
Abu Dhabi Aviation Co.*	10,001,088	22,831,036	2.25	-
Al Dar Properties *	104,515,011	737,358,384	7.05	(3.56)
International Fish Farming Co.*	498,000	3,324,581	6.25	(6.58)
Emirates Driving Company*	10,905,892	32,332,938	3.34	24.16
Fujairah Trade Centre*	-	-	-	-
Emirates Telecommunication Corporation *	20,934,233	394,464,317	18.60	23.75
Gulf Medical Projects Co.*	50,000	222,000	4.44	(9.02)
National Marine Dredging Co.*	1,193,746	5,120,710	5.00	20.48
Palestine Telecommunication Co.*	-	-	30.00	-
Qatar Telecomm. (Q-TEL)*	51,415	12,442,401	240.00	4.35
RAK Properties*	713,709,660	1,233,762,025	1.56	(0.64)
Sorouh Real Estate Co.*	196,441,924	821,569,751	3.98	(9.13)
Sudan Telecomm. (SUDATEL)*	17,607,405	138,827,211	7.81	(0.89)
Abu Dhabi National Energy Co.*	206,391,130	606,622,708	2.70	(6.90)
Abu Dhabi Services Sector Total	**1,409,596,129**	**4,410,282,890**		
Amlak Finance**	285,800,761	1,049,578,453	3.44	(7.03)
Gulf Finance House**	66,755	541,438	8.40	12.45
Aramex**	206,491,669	561,912,096	2.65	(2.57)
Arabtec Holding (formerly Arab Technical Construction Co.)**	109,637,509	645,398,461	5.91	4.23
Emirates Integrated Telecommunications Co. (DU)**	63,652,780	338,401,470	5.13	(4.11)
Dubai Development Co.**	-	-	2.00	-
Emaar Properties Co.**	266,176,223	3,211,522,453	11.85	(2.87)
Grand Real Estate Projects Co.**				
Al Mazaya Holding Co.**	19,437	166,376	9.00	28.57
National Real Estate Co.**	-	-	7.13	-
National Central Cooling Co.**	200,576,886	552,703,945	2.67	(2.91)
Tamweel**	287,985,147	1,319,126,414	4.36	(4.18)

Abu Dhabi Securities Market & Dubai Financial Market - Continued

Figures in local currency **Company Name**	**Number of Shares Traded**	**Value of Shares Traded**	**Price Close**	**% Growth**
Union Properties Co.**	307,807,356	1,052,358,605	3.27	(5.30)
Kuwait Commercial Markets Complex Co.**	-	-	5.03	-
Gulf Navigation Holding Pjsc**	2,082,970,181	2,713,895,283	1.25	5.93
Agility (formerly Public Warehousing Co.)**	-	-	20.00	-
Dubai Services Sector Total	**3,811,186,347**	**11,445,618,679**		
Services Sector Total	**5,220,782,476**	**15,855,901,568**		
Abu Dhabi National Hotels Co.*	1,648,761	9,061,076	5.44	(0.37)
National Corporation For Tourism & Hotels*	1,025,000	4,690,944	4.91	
Hotels Sector Total	**2,673,761**	**13,752,020**		
Abu Dhabi Ship Building Co. *	2,225,800	6,560,147	2.87	(0.35)
Emirates Food Stuff & Mineral Water Co.*	404,642,189	857,867,506	2.00	8.11
Abu Dhabi National Co. For Building Materials*	63,291,376	259,452,869	4.07	13.37
Dana Gas PJSC*	642,231,624	1,117,979,426	1.62	(1.22)
Arkan Building Materials Co.*	1,539,175,849	2,553,382,016	1.63	17.27
Fujairah Building Industries Co.*	324,228	587,127	1.87	8.72
Fujairah Cement Industries*	1,248,050	4,865,760	4.31	14.93
Foodco Holdings (formerly Abu Dhabi National Foodstuff Co.)*	3,821,243	16,463,385	4.44	24.72
Gulf Cement Co.*	42,100,975	254,972,713	5.94	3.30
Gulf Pharmaceutical Industries Co. (JULPHAR)*	6,225,286	12,738,955	2.05	7.89
Umm Al Qaiwain Cement Industries*	1,413,568	3,101,727	2.32	12.62
Ras Al Khaimah White Cement Co.*	96,344,075	216,689,856	2.07	5.61
Ras Al Khaimah Poultry & Feeding Co.*	198,697	753,253	3.80	(11.01)
Union Cement Co.*	2,209,740	11,007,556	4.99	3.53
Ras Al Khaimah Ceramics Co.*	578,572	3,100,221	5.05	1.00
Sharjah Cement & Industrial Development. Co. Ltd*	13,068,433	53,808,717	4.10	10.22
Ras Al Khaimah Cement Co.*	626,327,301	1,513,291,046	2.41	20.50
Abu Dhabi Industrial Sector Total	**3,445,427,006**	**6,886,622,278**		
Aerated Concrete Industries Co.**	5,000	29,835	5.67	(14.86)
Dubai Refreshments **	-	-	1,500.00	-
Gulfa Mineral Water**	-	-	2.00	-
Jeema Mineral Water**	-	-	6.64	-
National Cement Company **	266,360	2,477,097	10.35	15.13
National Industries Group Holdings**	-	-	14.50	-
United Foods Company**	-	-	3.30	-
United Kaipara Dairies Company**	-	-	400.00	-
Arab Heavy Industries**	-	-	193.35	-
Dubai Industrial Sector Total	**271,360**	**2,506,932**		
Industrial Sector Total	**3,445,698,366**	**6,889,129,210**		
TOTAL	**11,864,546,710**	**33,463,638,615**		

** Abu Dhabi Securities Market* *** Dubai Financial Market*

Source: Dubai Financial Market and Abu Dhabi Securities Market

The following is a comprehensive list of disclosures which may or may not apply to all our researches. Only the relevant disclosures which apply to this particular research has been mentioned in the table below under the heading of disclosure.

Disclosure Checklist

Company	Country	Recommendation	Ticker	Price	Disclosure
National Bank of Kuwait	Kuwait	Hold	NBKK.KW	2,120fils	1,10
Kuwait Finance House	Kuwait	Hold	KFIN.KW	2,320fils	1,10
Gulf Bank	Kuwait	Buy	GBKK.KW	1,600fils	1,10
Commercial Bank of Kuwait	Kuwait	Buy	CBKK.KW	1,340fils	1,10
Al-Ahli Bank of Kuwait	Kuwait	Buy	ABKK.KW	850 fils	1,10
Burgan Bank	Kuwait	Buy	BURG.KW	1,020fils	1,10
The Bank of Kuwait & Middle East	Kuwait	Hold	BKME.KW	700fils	1,10
United Real Estate Company	Kuwait	Buy	UREK.KW	194fils	1,10
National Mobile Telecom Co.	Kuwait	Hold	NMTC.KW	3,040fils	1,10
Ahli United Bank	Bahrain	Hold	AUB.BH	US$1.30	1,10
Bank of Bahrain & Kuwait	Bahrain	Buy	BBK.BH	670fils	1,10
Bahrain Islamic Bank	Bahrain	Buy	BISB.BH	448fils	1,10

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Global rating	Definition
Buy	Fair value of the stock is >10% from the current market price
Hold	Fair value of the stock is between +10% and -10% from the current market price
Reduce	Fair value of the stock is between -10% and -20% from the current market price
Sell	Fair value of the stock is < -20% from the current market price