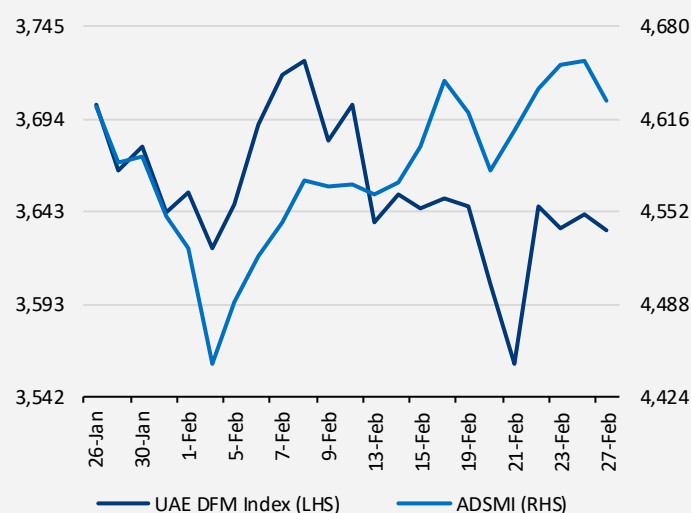


Daman Morning Call

GCC MarketWatch

| | Last Close | 1D Chg | 1D % Chg | YTD % Chg | 1M % Chg | 1Y % Chg | P/E Multiple (x) |
|-------------------------------------|------------|----------|----------|-----------|----------|----------|------------------|
| Abu Dhabi Securities Market General | 4628.56 | ↓ -28.17 | -0.60% | 1.81% | 0.92% | 8.25% | 12.99 |
| UAE DFM Index | 3633.46 | ↓ -9.05 | -0.25% | 2.91% | -0.89% | 14.38% | 15.20 |
| Bloomberg GCC 200 Index | 65.93 | ↓ -0.44 | -0.66% | 1.09% | -0.87% | 12.60% | 15.65 |
| Bahrain BSE index | 1349.75 | ↓ -0.39 | -0.03% | 10.59% | 3.64% | 14.16% | 8.64 |
| Kuwait KSE Index | 6780.84 | ↓ -28.94 | -0.42% | 17.97% | -2.34% | 30.08% | 22.91 |
| Saudi Arabia TASI | 6969.30 | ↓ -80.24 | -1.14% | -3.34% | -2.98% | 14.40% | 17.23 |
| Oman MSM30 Index | 5820.96 | ↓ -12.60 | -0.22% | 0.66% | 1.00% | 8.12% | 11.00 |
| Qatar DSM Index | 10938.80 | ↑ 1.73 | 0.02% | 4.81% | 0.50% | 10.18% | 16.08 |

UAE Indices



UAE Market Commentary

- UAE equity markets ended in negative territory yesterday, dragged by losses in banking and financial sector stocks.
- Financial stocks, Dar Al Takaful, Dubai Financial Market and Shuaa Capital lost 1.7%, 1.4% and 1.1%, respectively. Lenders, United Arab Bank, Abu Dhabi Commercial Bank, National Bank of Ras Al Khaimah and Union National Bank plunged 9.7%, 2.7%, 2.0% and 1.1%, respectively.
- Fujairah Cement Industries Co and Abu Dhabi National Insurance Co plummeted 10.0%, each.
- Emaar Malls Group rose 0.8%. Meanwhile, the firm announced an unchanged cash dividend of AED0.10 per share for 2016.
- Separately, Ajman Bank revealed that a financing agreement of AED327.3 million has been signed with Saudi German Hospitals Group for the construction of Saudi German Hospital Ajman.
- Elsewhere, US durable goods orders jumped 1.8% in January following two consecutive months of decline, whereas pending home sales unexpectedly plunged to its lowest level in a year during January.
- The Abu Dhabi Securities Exchange (ADX) general index ended 0.6% lower at 4,628.56, while the Dubai Financial Market index closed 0.3% lower at 3,633.46.

Upcoming UAE Economic Events This Week

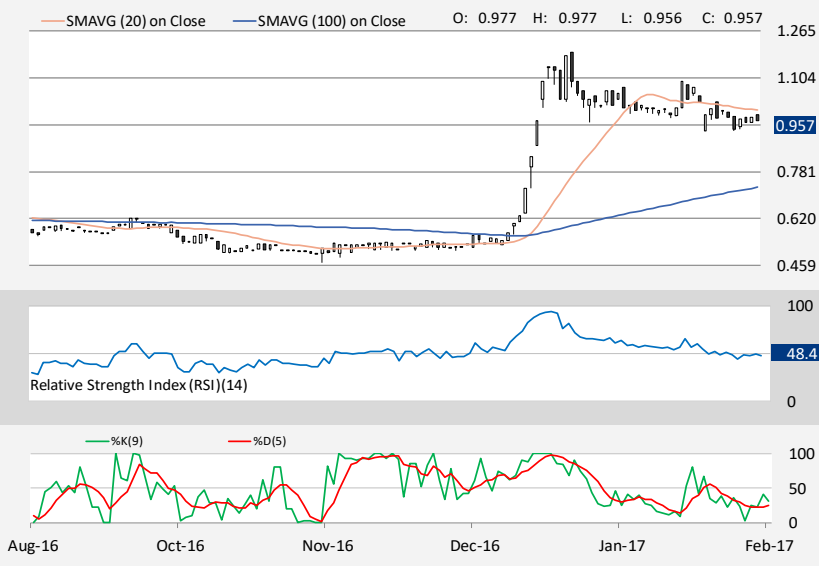
| Release Date | Event | Month | Survey | Actual | Prior | Revised | Relevance |
|-----------------|--------------------------------|-------|--------|--------|-------|---------|-----------|
| 27 Feb - 03 Mar | Dubai Airport Cargo Volume YoY | Jan | - | - | 5.40% | - | Low |

Company Events This Week

| Dubai | | |
|-----------|---------|-------|
| Date | Company | Event |
| 2/26/2017 | - | - |
| 2/27/2017 | - | - |
| 2/28/2017 | - | - |
| 3/1/2017 | - | - |
| 3/2/2017 | - | - |

| Abu Dhabi | | |
|-----------|---------|-------|
| Date | Company | Event |
| 2/26/2017 | - | - |
| 2/27/2017 | - | - |
| 2/28/2017 | - | - |
| 3/1/2017 | - | - |
| 3/2/2017 | - | - |

Dubai Islamic Insurance and Reinsurance Co. (AMAN)



- The stock recorded modest losses in the previous session and closed at AED0.957, after touching a low at AED0.956.
- Currently, the daily MACD is attempting a centreline crossover to trade into the negative region coupled with the RSI and stochastic oscillators moving lower, hints at bearishness in the near term. On the weekly chart, the momentum oscillators are trading with a mild negative bias, further validating the above stance.
- Important support is placed at the AED0.950 level, followed by the 50day SMA (currently trading at the AED0.930) and daily lower Bollinger band (currently trading at the AED0.920) levels. A breach below the latter might lead to further bearish momentum in the stock.
- On the contrary, key resistance resides at the AED0.977 level, followed by the 20day SMA (currently trading at the AED0.990) and AED1.010 levels.

Drake & Scull International



- The stock traded in the red in the last session and finished at AED0.487, after making a low at AED0.482.
- A recent negative centreline crossover by the weekly MACD along with the stochastic indicator moving south reflects a bearish technical outlook. As clearly seen on the daily chart, the momentum oscillators are tranquil below their centrelines, further affirming the above stance.
- Key technical support is situated at the AED0.475 level, followed by the AED0.469 and the daily lower Bollinger band (currently placed at AED0.460) levels. A breach below the latter might lead to further negative momentum in the stock.
- Conversely, crucial resistance is placed at the 100day SMA (currently trading at AED0.500), followed by the 50day SMA (currently placed at AED0.510) and AED0.522 levels. A break above the latter might generate strength in the stock.

Amanat Holdings



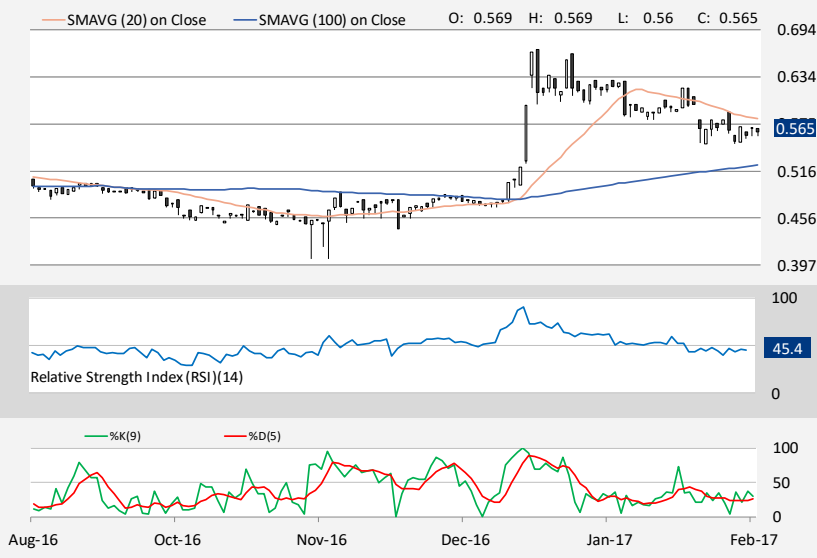
- After oscillating between gains and losses, the stock formed a Doji candlestick pattern on the daily chart yesterday to settle at AED1.13.
- Although the weekly MACD is heading higher, the RSI and stochastic are showing loss of upward potential, hinting at the presence of bearish momentum in the coming week. Furthermore, the daily momentum oscillators are moving downwards, further supporting the above stance.
- Intraday support aligns at the AED1.11 level, followed by the daily lower Bollinger band (currently trading at AED1.09) and 50day SMA (currently placed at AED1.07) levels. A move back below the latter might lead to downside momentum in the stock.
- On the flipside, immediate resistance is placed at the AED1.14 level, followed by the 20day SMA (currently trading at AED1.16) and AED1.18 levels. A surge above the latter might trigger bullishness in the stock.

Emaar Malls PJSC



- The stock traded in the green in the prior session and ended at AED2.60.
- At present, the daily MACD and RSI are pointing north coupled with the stochastic placed near its overbought region, hints at bullish momentum in the near term. On the weekly chart, the MACD and RSI indicators are trading with a mild positive showing, further confirming the above view.
- The 100day SMA (currently placed at AED2.61) is acting as the key technical obstacle, followed by the daily upper Bollinger band (currently trading at AED2.62) and AED2.64 levels. A sustained break above the latter might trigger a further acceleration to the upside.
- On the downside, key intraday support is located at the AED2.58 level, followed by the 20day SMA (currently trading at AED2.57) and AED2.55 levels. A breach below the latter might generate weakness in the stock.

Islamic Arab Insurance Company



- After forming a bearish harami candlestick pattern on the daily chart on 23 February, the stock extended its losses in the prior session and finished at AED0.565, following a low at AED0.560.
- The overall weekly technical scenario seems to be bearish with the MACD attempting a signal line crossover from above and the stochastic oscillator sharply moving towards the south. Likewise, the daily momentum oscillators are trading with a bearish tone, further validating the above stance.
- Key short-term support is positioned at the AED0.560 level, followed by the AED0.556 and the daily lower Bollinger band (currently trading at AED0.550) levels. A clear breach below the latter might lead to further negativity in the stock.
- On the other hand, important resistance is placed at the AED0.574 level, followed by the 50day SMA (currently trading at AED0.580) and AED0.585 levels.

Abu Dhabi Islamic Bank

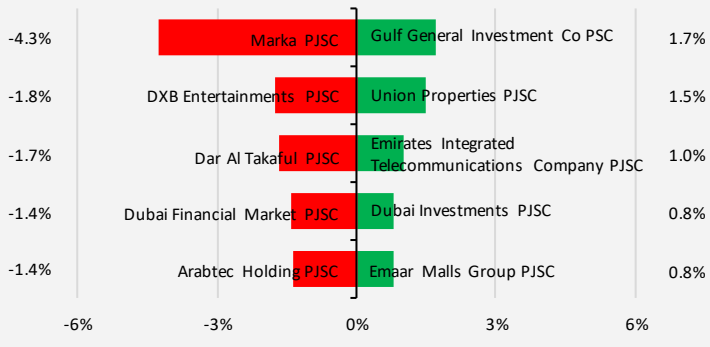


- The stock traded with a bearish tone in the last session and settled at AED3.88.
- Although the weekly stochastic oscillator is showing slight loss of upward potential, the MACD and RSI indicators are tranquil above their centrelines, suggesting that the room for an upside momentum exists. However, the daily RSI and stochastic oscillators are trading with a negative bias, reflecting at a weak technical picture.
- Crucial technical support is aligned at the AED3.86 level, followed by the 50day SMA (currently placed at AED3.84) and AED3.83 levels. A move back below the latter might lead to further weak momentum in the stock.
- On the contrary, key resistance is placed at the AED3.90 level, followed by the AED3.93 and daily upper Bollinger band (currently trading at AED3.95) levels. A break above the latter might trigger positivity in the stock.



Dubai

Top Gainers & Losers



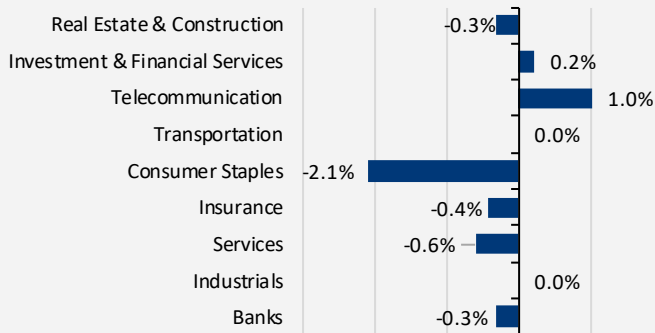
Top Volume

| Company | Volume |
|----------------------------------|------------|
| Union Properties PJSC | 17,272,204 |
| Drake & Scull International PJSC | 12,778,098 |
| Arabtec Holding PJSC | 10,632,568 |
| Dubai Financial Market PJSC | 7,312,113 |
| Deyaar Development PJSC | 6,883,800 |

Volume Gainers

| Company | Change (%) |
|-----------------------------|------------|
| Gulf General Investment Co | 262% |
| Union Properties PJSC | 188% |
| Amlak Finance PJSC | 50% |
| Dubai Financial Market PJSC | 33% |
| Emaar Properties PJSC | 18% |

Sector Performance



Market Overview

| | 27-Feb-17 | 26-Feb-17 | Change | % Change |
|----------------|-----------|-----------|----------|----------|
| Index (Last) | 3633.5 | 3642.5 | -9.1 | -0.2% |
| Volume (000's) | 160699.0 | 215414.0 | -54715.0 | -25.4% |
| Deals | 2443.0 | 3185.0 | -742.0 | -23.3% |
| Value (mill) | 293.9 | 405.2 | -111.3 | -27.5% |
| Company Traded | 33.0 | 33.0 | 0.0 | 0.0% |
| Gainers | 11.0 | 15.0 | -4.0 | -26.7% |
| Laggards | 15.0 | 11.0 | 4.0 | 36.4% |
| No Change | 7.0 | 7.0 | 0.0 | 0.0% |

52 Week High

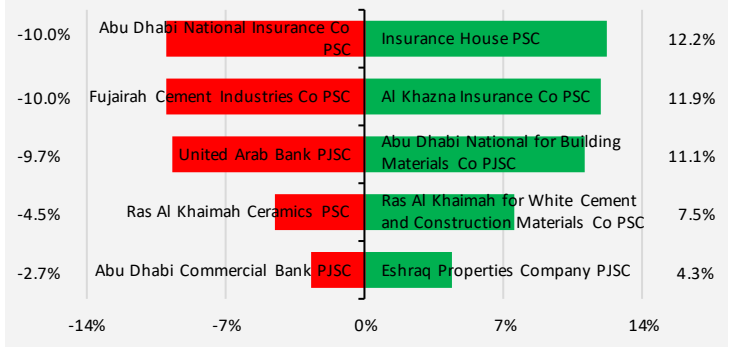
3738.7

52 Week Low

3156.5

Abu Dhabi

Top Gainers & Losers



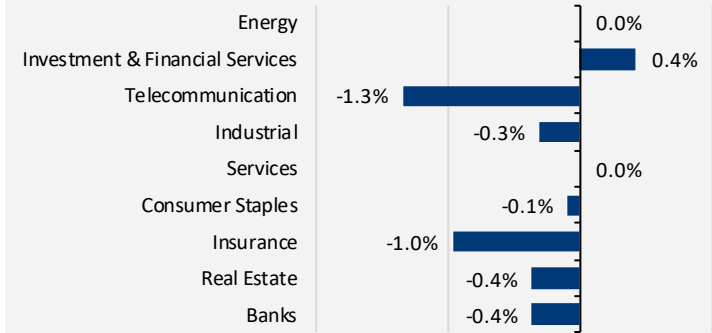
Top Volume

| Company | Volume |
|-----------------------------|------------|
| Eshraq Properties Co PJSC | 99,957,808 |
| Aldar Properties PJSC | 4,877,319 |
| Al Khazna Insurance Co PSC | 4,842,411 |
| Dana Gas PJSC | 4,548,999 |
| Arkan Building Materials Co | 3,241,282 |

Volume Gainers

| Company | Change (%) |
|-----------------------------|------------|
| Arkan Building Materials Co | 672% |
| Abu Dhabi Islamic Bank PJSC | 497% |
| Union National Bank PJSC | 481% |
| Eshraq Properties Co PJSC | 301% |
| Sharjah Islamic Bank | 261% |

Sector Performance



Market Overview

| | 27-Feb-17 | 26-Feb-17 | Change | % Change |
|----------------|-----------|-----------|---------|----------|
| Index (Last) | 4628.6 | 4656.7 | -28.2 | -0.6% |
| Volume (000's) | 137359.0 | 79579.0 | 57780.0 | 72.6% |
| Deals | 1729.0 | 1102.0 | 627.0 | 56.9% |
| Value (mill) | 210.4 | 132.7 | 77.7 | 58.6% |
| Company Traded | 32.0 | 30.0 | 2.0 | 6.7% |
| Gainers | 12.0 | 13.0 | -1.0 | -7.7% |
| Laggards | 11.0 | 11.0 | 0.0 | 0.0% |
| No Change | 9.0 | 6.0 | 3.0 | 50.0% |

52 Week High

4715.1

52 Week Low

4174.7

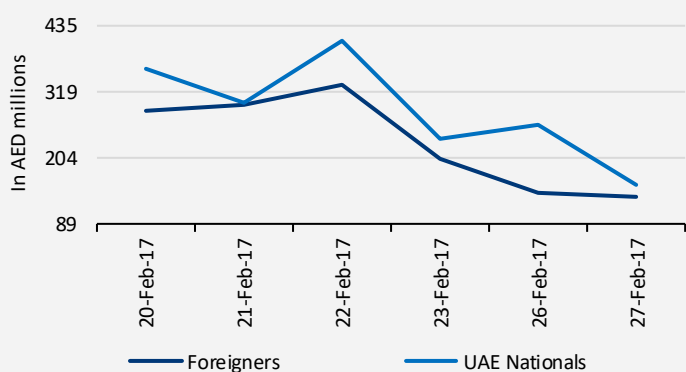
Abu Dhabi Foreign Ownership Limit

| Company Name | Allow Foreign Ownership | Allowed For Foreigners | Current Foreigner Share |
|-------------------------------|-------------------------|------------------------|-------------------------|
| NBAD OneShare MSCI UAE ETF | Yes | 100.00% | 40.15% |
| Al Buhaira Insurance | Yes | 25.00% | 10.80% |
| AD Aviation | No | 0.00% | 0.00% |
| AD Commercial Bank | Yes | 49.00% | 14.67% |
| Emirate of Abu Dhabi | No | 0.00% | 0.00% |
| AD Islamic Bank | No | 0.00% | 0.00% |
| ADIB Right Issue Shares 2015 | No | 0.00% | 0.00% |
| AD National Hotels | Yes | 25.00% | 1.16% |
| AD National Insurance | Yes | 25.00% | 0.18% |
| AD Ship Building | Yes | 25.00% | 0.68% |
| Fujairah National Insurance | No | 0.00% | 0.00% |
| AGTHIA GROUP PJSC | Yes | 25.00% | 13.59% |
| Al Khazna Insurance | Yes | 25.00% | 3.06% |
| Al Ain Al Ahlia Insurance | No | 0.00% | 0.00% |
| ALDAR Properties | Yes | 40.00% | 23.89% |
| Arkan Building Materials | No | 0.00% | 2.36% |
| International Fish Farming | Yes | 49.00% | 9.94% |
| Al Wathba Insurance | No | 0.00% | 1.17% |
| Green Crescent Insurance | Yes | 25.00% | 24.05% |
| AD for Building & M | Yes | 25.00% | 4.29% |
| Bank of Sharjah | Yes | 30.00% | 21.22% |
| Commercial Bank International | Yes | 49.00% | 48.90% |
| Dana Gas | Yes | 49.00% | 59.33% |
| Al Dhafra Insurance | No | 0.00% | 0.00% |
| Emirates Driving | No | 0.00% | 0.00% |
| Emirates Insurance | Yes | 0.00% | 0.24% |
| Eshraq properties Co. | Yes | 49.00% | 27.61% |
| Etisalat | Yes | 20.00% | 6.03% |
| Fujairah Building Industries | No | 0.00% | 0.00% |
| Fujairah Cement | Yes | 0.00% | 7.31% |
| First Gulf Bank | Yes | 25.00% | 16.24% |
| Finance House | Yes | 20.00% | 11.34% |
| Foodco Holding | No | - | 0.78% |
| Gulf Cement | Yes | 49.00% | 17.90% |
| Gulf Medical Projects | Yes | 49.00% | 7.89% |
| Insurance House P.S.C | Yes | 25.00% | 0.37% |

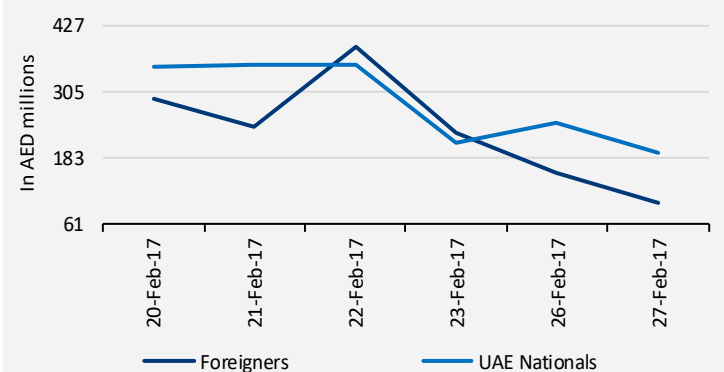
| Company Name | Allow Foreign Ownership | Allowed For Foreigners | Current Foreigner Share |
|--------------------------------|-------------------------|------------------------|-------------------------|
| Invest Bank | Yes | 20.00% | 1.53% |
| Gulf Pharmaceutical | Yes | 49.00% | 33.58% |
| Gulf Livestock Company | Yes | 49.00% | 67.12% |
| MANZEL Real Estate | Yes | - | 20.91% |
| Methaq Takaful Insurance | Yes | 25.00% | 20.45% |
| National Bank of AD | Yes | 25.00% | 5.48% |
| NBAD Convertible Notes | Yes | 100.00% | 0.00% |
| National Bank of Fujairah | No | 0.00% | 0.00% |
| National Bank of Um Al-Qaiwain | No | 0.00% | 0.00% |
| National for Tourism & Hotels | No | 0.00% | 0.00% |
| National Marine Dredging | Yes | 5.00% | 1.27% |
| Oman & Emirates Holding | Yes | 0.00% | 0.02% |
| Ooredoo | Yes | 100.00% | 87.57% |
| Umm Al-Qaiwain Cement | Yes | 49.00% | 7.46% |
| National Bank of RAK | Yes | 40.00% | 17.78% |
| RAK Cement | Yes | 49.00% | 28.42% |
| RAK Ceramic | Yes | 49.00% | 52.26% |
| RAK National Insurance | Yes | 25.00% | 0.00% |
| RAK Properties | Yes | 49.00% | 32.72% |
| RAK White Cement | Yes | 49.00% | 18.63% |
| RAK Poultry & Feeding | Yes | 14.00% | 15.91% |
| Sharjah Cement | Yes | 15.00% | 1.34% |
| Sharjah Group Company | Yes | 49.00% | 20.91% |
| Sharjah Islamic Bank | Yes | 0.00% | 20.21% |
| Sharjah Insurance | Yes | 0.00% | 0.00% |
| Sudatel | Yes | 100.00% | 79.67% |
| AD National Energy | No | 0.00% | 0.00% |
| AD National Takaful | No | 0.00% | 0.00% |
| The National Investor company | No | 0.00% | 0.00% |
| United Arab Bank | Yes | 49.00% | 47.20% |
| Union Cement | Yes | 49.00% | 2.97% |
| United Insurance | Yes | 25.00% | 0.00% |
| Union National Bank | Yes | 40.00% | 13.03% |
| Union Insurance | Yes | 25.00% | 0.31% |
| Waha Capital PJSC | Yes | 49.00% | 9.87% |
| National Takaful Company | Yes | 25.00% | 11.73% |

Dubai Foreign/Domestic Market Activity

Value of Stocks Bought



Value of Stocks Sold





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