

- NOUVELLES -

OUR WEEKLY CAPITAL MARKETS UPDATE

US Indices	Net			
	Closing	Change	% Change	YTD
DJIA	19,827.25	-63.75	-0.32%	0.33%
S&P 500	2,271.31	+87	0.04%	1.45%
NASDAQ Composite	5,555.33	+7.85	0.14%	3.20%

Europe Indices	Net			
	Closing	Change	% Change	YTD
UK - FTSE 100	7,198.44	-139.37	-1.90%	0.78%
Eurozone - STOXX 50	3,011.76	-35.27	-1.16%	0.04%
France - CAC 40	4,850.67	-71.82	-1.46%	-0.24%
Germany - DAX	11,630.13	+95	0.01%	1.30%
Netherlands - AEX	485.98	-2.11	-0.43%	0.58%
Switzerland - SMI	8,275.13	-177.06	-2.09%	0.67%

BRICS Indices	Net			
	Closing	Change	% Change	YTD
Brazil - Ibovespa	64,521.18	+869.66	1.37%	7.13%
Russia - MICEX	2,159.96	-35.23	-1.60%	-3.26%
India - SENSEX	27,034.50	-203.56	-0.75%	1.53%
China - Shanghai	3,123.14	+10.37	0.33%	0.63%
South Africa - JSE Africa	52,532.26	-262.55	-0.50%	3.71%

Asia-Pacific Indices	Net			
	Closing	Change	% Change	YTD
Japan - Nikkei 225	19,137.91	-149.37	-0.77%	0.12%
Hong Kong - Hang Sen	22,885.91	-51.47	-0.22%	4.02%
South Korea - KOSPI	2,065.61	-11.18	-0.54%	1.93%
Australia - ASX 200	5,654.75	-66.37	-1.16%	-0.20%

Commodities	Net			
	Closing	Change	% Change	YTD
Gold Spot	1,210.32	+12.98	1.08%	5.47%
Silver Spot	17.09	0.27	1.59%	7.30%
Platinum Spot	978.20	-6.65	-0.68%	8.32%
Palladium Spot	788.56	36.94	4.91%	15.80%
Crude Oil (WTI)	53.22	+2.1	0.40%	-0.93%
Crude Oil (Brent)	55.49	+0.4	0.07%	-2.34%
Baltic Dry Ind	925.00	+15.00	1.65%	-3.75%

Money Markets	Closing	Net		
		Change (5-D)	Change (6-M)	Change (YTD)
3M Libor	1.043	0.020	0.342	0.046
12M Libor	1.733	0.034	0.388	0.047
3M Euribor	(0.328)	(0.001)	(0.031)	(0.009)
12M Euribor	(0.100)	(0.006)	(0.044)	(0.018)
10Y US	2.467	0.070	0.887	0.023
10Y UK	1.431	0.067	0.596	0.192
10Y Germany	0.421	0.083	0.432	0.213
10Y Japan	0.066	0.016	0.298	0.020
10Y India	6.465	0.048	(0.807)	(0.050)

Currencies	Closing	
	USD	USD
GBP/USD	1.238	EUR/USD 1.070
USD/JPY	114.620	AUD/USD 0.756
USD/CHF	1.002	EUR/AED 3.931
USD/INR	68.178	EUR/INR 72.503
USD/CNY	6.877	EUR/CHF 1.072
USD/RUB	59.750	AED/INR 18.543

Source: Bloomberg

International Market News Update

U.S. stocks closed higher on Friday in a modest but broad-based advance as Donald Trump was sworn in as U.S. President, marking the first time in more than 50 years that a new commander-in-chief has been welcomed by a rising equity market on his first day in office. In his speech, Trump said U.S. policy will be to buy American and hire American, reiterating what he had said many times during this campaign for the White House. Some investors said the comments reinforced concerns about potential protectionist trade policies. Indexes pared gains during his speech and ended off the highest levels of the day. However, the rally in stocks since the Nov. 8 election had stalled in recent weeks as investors awaited clarity on his plans to boost the economy. All three major indexes ended with losses for the week. The S&P 500's 6.2-percent gain since the election is one of the best performances for the American stock market for any presidential transition period of the modern era.

European stocks dipped on Thursday, though Zodiac Aerospace's shares surged after a takeover offer by France's Safran and Moneysupermarket.com also jumped after it reported strong results. Zodiac Aerospace rocketed 22.8 percent after Safran offered \$9 billion to buy the aircraft seat manufacturer. The pan-European STOXX 600 index ended down 0.1 percent after a choppy day. Volatility was boosted by remarks from European Central Bank chief Mario Draghi following the bank's widely expected decision to keep rates and its assets purchase programme unchanged. Traders said they welcomed that the ECB stuck to its super-easy policy as growth improved and viewed as a relief the fact that the bank did not discuss a tapering of its asset purchases. Draghi also played down a recent rise in euro zone inflation.

Japanese stocks edged up on Friday as investors covered their short positions, but gains were tempered and volume was low as markets remained cautious before the inauguration of U.S. President-elect Donald Trump. The Nikkei ended 0.3 percent higher at 19,137.91. For the week, it dropped 0.8 percent. The broader Topix gained 0.4 percent to 1,533.46, with only 1.79 billion shares changing hands, compared to average trading volume of 2.06 billion shares in the past 30 days. The JPX-Nikkei Index 400 added 0.4 percent to 13,747.11.

Commodity in Focus

Gold prices rose on Friday as the inauguration of Donald Trump highlighted uncertainty about the path of U.S. policy in the coming weeks. Gold for February delivery settled up 0.3% at \$1,204.30 a troy ounce on the Comex division of the New York Mercantile Exchange.

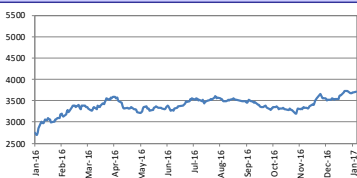
- NOUVELLES -

OUR WEEKLY CAPITAL MARKETS UPDATE

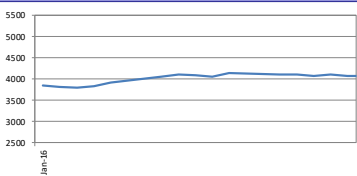
Key Indices

	Closing	Net Change	% Change	YTD
Dubai - DFM	3,716.98	+38.53	1.05%	5.27%
Abu Dhabi - ADX	4,698.78	+24.01	0.51%	3.35%
Saudi Arabia - TASI	6,898.93	-21.99	-0.46%	-4.32%
Qatar - QE	10,959.82	+217.79	2.03%	5.01%
Bahrain - BHSE	1,259.55	+44.34	3.65%	3.20%
Oman - MSM 30	5,750.91	+6.86	0.12%	-0.55%
Kuwait	6,641.78	+418.95	6.73%	15.55%

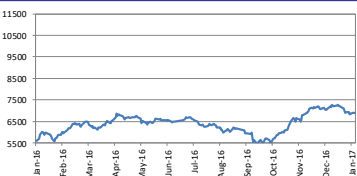
Dubai - DFM 52-Week Performance



Abu Dhabi - ADX 52-Week Performance



Saudi - TASI 52-Week Performance



Source: Bloomberg

Middle East Market News Update

Abraaj Group, a Dubai-based private-equity firm, plans to offload its stake in discount voucher business The Entertainer this year, and expects ride hailing app Careem to eventually go for a public listing, company chief executive said on Tuesday. The company acquired a 50 percent stake in The Entertainer in March 2012 through its \$650 million (AED2.38 billion) small and mid-cap investment platform, Riyadh Enterprise Development. It led a Series C investment of \$60m (AED220.38m) in Careem in November 2015

Qatar National Bank, the Gulf's largest lender, plans to increase its share capital by distributing bonus shares worth 10 percent of the current capital, it said in a statement on Wednesday. The bank's current capital amounts to 8.40 billion riyals (\$2.3 billion) and after the planned 10 percent rise it will be about 9.24 billion riyals.

En Bref..... Biggest Market News

Abu Dhabi's government merged two of its top investment funds on Saturday to strengthen their financial clout in an era of low oil prices, creating a company with assets totalling about \$125 billion (101.03 billion pounds). The new fund, Mubadala Investment Co, was formed by merging Mubadala Development Co and International Petroleum Investment Co, which own corporate stakes in the energy industry and other sectors across the world. The new firm's assets will total about \$125 billion, based on valuations at the end of 2015, make it the world's 14th largest sovereign fund. The new firm's large size should improve its ability to raise money from international markets, a source close to the merger told Reuters when the plan was originally announced last June.

Events in the week ahead

23 January – Euro-Zone Consumer Confidence Meeting.

27 January – US Gross Domestic Product (2016).

DISCLAIMER: This material was prepared by the Morgan Gatsby limited based out of Dubai International Financial Centre, United Arab Emirates ("U.A.E.") and regulated by the Dubai Financial Services Authority (DFSA). This material is provided for informational purposes and private circulation only and should not be construed as an offer to sell or a solicitation to buy any security or any other financial instrument or adopt any hedging, trading or investment strategy. The information, opinions, forecasts (if any), assumptions or estimates contained in this material are as of the date indicated and are subject to change at any time without prior notice. The stated price of any securities mentioned in this material is as of the date indicated and is not a representation that any transaction can be effected at this price. Past performance is no guarantee of current or future returns, and the investor may receive back less than he invested. The investments mentioned in this document may carry risks that are difficult to quantify and integrate into an investment assessment. In general, products such as equities, bonds, securities lending, forex, or money market instruments bear risks, which are higher in the case of derivative, structured and private equity products; these are aimed solely at sophisticated investors who are able to understand and accept the risks. The value of any investment in a currency other than the base currency of a portfolio is subject to foreign exchange rate risk. These rates may fluctuate and adversely affect the value of the investment when it is realized and converted back into the investor's base currency. The liquidity of an investment is subject to supply and demand. Some products may not have a well-established secondary market or in extreme market conditions may be difficult to value, resulting in price volatility and making it difficult to obtain a price to dispose of the asset. Neither Sidra Capital nor its officers, directors or shareholders or other persons shall be liable for any direct, indirect, incidental or other damages including loss of profits arising in any way from the information contained in this material. This material is intended solely for the use by a PROFESSIONAL CLIENT, as defined by the DFSA rulebook via COB section 2.3.2, Professional clients as defined by DFSA need to have net assets of USD 1,000,000/- and have sufficient experience and understanding of relevant financial markets, products or transactions and any associated risks. The contents shall not be reproduced, redistributed or copied in whole or in part for any purpose without Morgan Gatsby's prior express consent. This e-mail message may contain confidential, proprietary or legally privileged information. It should not be used by anyone who is not the original intended recipient. If you have erroneously received this message, please delete it immediately and notify the sender. The information in this emails has not been independently verified nor the Firm makes any representations or warranties (express or implied) in relation to the truth, accuracy or completeness of this document or as to any opinion expressed herein. While based on information believed to be reliable, we do not guarantee and make no express or implied representation as to the accuracy, reasonableness or achievability of such statements, estimates, targets and projections and nothing in this document is or should be relied on as a promise or representation as to the future.