



هيئة الأوراق المالية والسلع  
SECURITIES & COMMODITIES AUTHORITY



# Annual Report

Emirates Securities Market Performance  
& Summary of SCA Achievements

# 2014





# هيئة الأوراق المالية والسلع SECURITIES & COMMODITIES AUTHORITY



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License Renewal for Financial Consultancy and Financial Analysis Company

Commodities Brokerage Company License Renewal

Approval to Suspend Trading in Shares of Listed Public Joint-Stock Company

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# Introduction

This report reflects the performance of the Emirates Securities Market (ESM) and that of the Dubai Gold and Commodities Exchange (DGCX) over the course of 2014 and highlights the major achievements of the Securities and Commodities Authority (SCA) during the same period.

During the past year, the ESM performance was characterized by a marked surge in the value of trades, which stood at around AED525,96 billion, with an increase of 115,11% compared to last year, and the same year saw a remarkable activity in the initial public offering (IPO) market with the offering of the shares of 4 companies, which were later registered and listed on the second market. As to the commodities contract market, a record number of 7 new contracts had been listed.

Perhaps one of the major achievements of 2014 was the launching of the UAE second market by H.H. Sheikh Mohammed bin Rashid Al Maktoum, Vice President, Prime Minister and Ruler of Dubai, who opened trading on the market in the past year following the listing of shares of some private joint-stock companies.

In 2014, SCA made every effort to implement all of the initiatives and the first year activities of its new strategic plan (2014-2016) and gave special priority for the implementation and development of its electronic and smart services, in response to the call by H.H. Sheikh Mohammed bin Rashid Al Maktoum, Vice-President, Prime Minister and Ruler of Dubai, to shift to a smart government.

In the context of achievements, the legislative system of the financial markets was reinforced by the issuance of 11 new regulations and decisions, paving the way for the introduction of new investment tools to financial markets, such as covered warrants, deposit certificates, bonds, sukuk, debt securities, as well as the listing and trading of the shares of private joint-stock companies. This adds depth to the markets and diversifies the financial options open to investors.

The SCA sustained efforts made the UAE rank first for effective corporate boards, according to the annual World Competitiveness Yearbook released by the Swiss-based International Institute for Management Development (IMD).

Undoubtedly, the SCA achievements made during the past year constitute an added value to its record of achievements and a step on the road to bigger ambitions to create a model investment environment with the highest standards of transparency, integrity, and competitiveness; to be at the forefront of developed financial markets under the wise leadership of the UAE; and to achieve the UAE Vision 2021 to be among the best worldwide.

## The Emirate Securities Market (ESM) has witnessed many developments in 2014. Following is an overview of the major developments:

- The Emirates Securities Market (ESM) index increased 6.18% in 2014 to close at 4580.13 points.
- Throughout the year, the ESM index hit its highest level at 5535.33 points and plunged to its lowest level at 3881.58 points.
- The market capitalization of local listed companies was valued at nearly AED728 billion by the end of 2014, rising 12.7% as opposed to the year before.
- In 2014, the total trading volume reached around 217.9 billion shares, worth almost AED525.96 billion, as opposed to about 178.6 billion shares, worth AED244.5 billion, traded in 2013. The trading volume and value increased by 21.95% and 115.11% respectively.
- There had been a disparity in the performance of sector indexes: three recorded strong performance and seven recorded weak performance.
- The banking sector led the performance list by the end of the year, with a rise of 19.6223% to settle at 3483.67 points compared to 2912.22 points in 2013, followed by the real estate sector, with a rise of 10.0% to settle at 5819.32 points compared to 5287.33 points recorded in 2013; the services sector, with a surge of 3.88% to settle at 1554.19 points compared to 1496.06 points in 2013; the consumer staples sector, with a drop of -0.6% to settle at 1473.78 points as opposed to 1482.74 points in 2013; the transportation sector, with a decline of -5.2% to settle at 3462.18 points as opposed to 3653.37 points in 2013; the industry sector, with a drop of -6.0% to settle at 1043.05 points compared with 1109.93 points in 2013; the insurance sector, with a decline of -6.1% to settle at 1498.28 points compared to 1597.00 points in 2013; the investment and financial services sector, with a fall of -7.8% to settle at 4893.55 points compared to 5311.47 points in 2013; the telecommunications sector, with a decline of -10.06% to settle at 2150.42 points as opposed to 2412.04 points in 2013; and the energy sector, with a drop of -45.38% to settle at 93.0418 points compared with 170.355 points in 2013.
- Four public joint-stock companies and two local private joint-stock companies were listed while one private joint-stock company (Tamweel) was delisted, thereby increasing the number of listed companies from 120 by the end of 2013 to 125 by the end of December 2014.

**Table No. (1)**

### Companies listed on ESM in 2014

S. No.	Sector	Company's Name	Company's Nationality
1	Fin/Investment	National Investor - PVT	UAE
2	Services	MARKA PJSC	UAE
3	Services	Amanat Holding	UAE
4	Consumer staples	Dubai Parks & Resorts PJSC	UAE
5	Real estate	Emaar Malls Group	UAE
6	Real estate	Manazel Real Estate - PVT	UAE

Source: Securities and Commodities Authority

## ESM performance from 2001 to 2014

Table No. (2) below shows the advancement of the ESM index, market value (capitalization), trading volume, trading value, number of trades and number of listed companies from 2001 to 2014.

**Table No. (2)**  
**ESM performance from 2001 to 2014**

Year	ESM Index	Market Cap. (AED)	Traded Volume (Share)	Traded Value (AED)	No. of Trades	No. of Listed Co.
2001	1,116.68	50,130,930,613	77,253,923	1,515,071,809	19,334	27
2002	1,253.36	109,784,090,882	209,230,202	3,861,378,020	36,341	37
2003	1,657.24	145,631,820,623	561,439,842	7,457,778,820	50,712	44
2004	3,251.57	305,803,235,070	6,069,276,451	66,786,465,772	299,280	53
2005	6,839.97	839,683,136,512	33,811,933,303	509,868,016,048	2,300,452	89
2006	4,031.01	514,697,464,200	50,939,871,239	418,149,306,407	3,138,749	106
2007	6,016.21	824,629,199,856	157,318,141,814	554,333,583,214	3,354,617	120
2008	2,552.23	363,872,030,000	126,439,280,603	537,134,415,081	3,257,450	130
2009	2,771.56	404,702,513,093	148,297,352,509	243,489,889,472	2,728,964	133
2010	2,655.32	385,429,934,198	56,003,360,875	103,804,933,675	1,158,505	129
2011	2,341.42	346,135,787,877	40,995,866,992	56,819,194,126	728,097	128
2012	2,561.21	379,062,031,092	56,858,376,402	70,705,517,247	880,087	123
2013	4,313.56	646,270,799,980	178,682,361,983	244,504,710,417	1,894,030	120
2014	4,580.13	728,367,040,778	217,895,212,945	525,955,281,277	3,272,329	125

Source: Securities and Commodities Authority

## Summary of ESM performance in previous years up to the end of December 2014

**Chart No. (1)**  
**Market Capitalization in AED from 2001 to 2014**

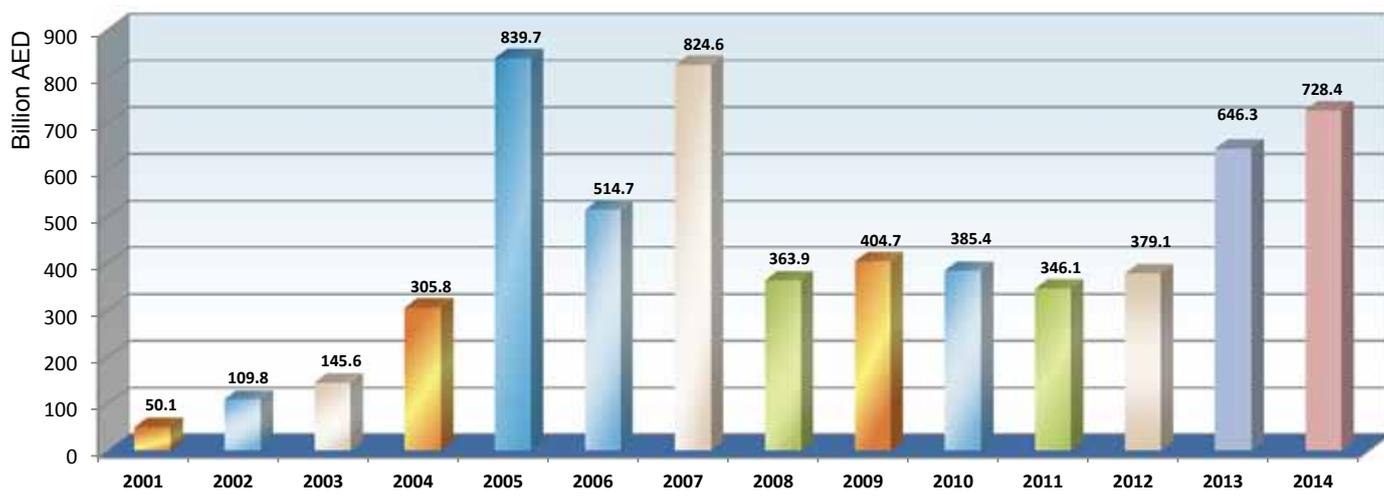


Chart No. (2)

Annual development of ESM index movement since inception up to 2014

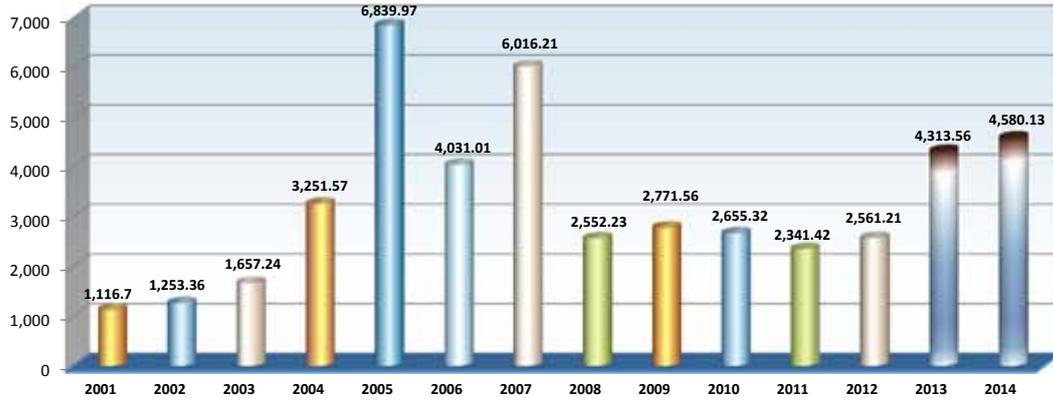


Chart No. (3)

Index movement in 2014 on a monthly basis

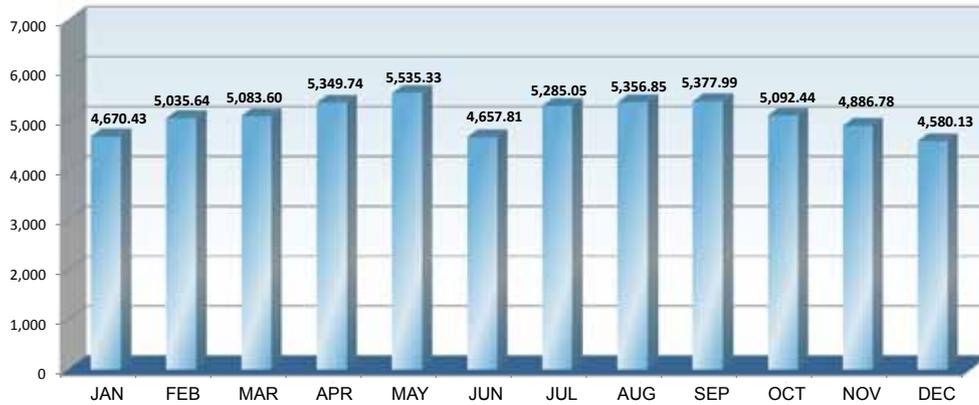


Chart No. (4)

Index monthly growth rate in 2014



## Foreign Investment in 2014

The UAE markets have witnessed remarkable activity by foreign investors in 2014. The total value of shares bought by foreigners reached about AED220.78 billion whereas the total value of shares sold amounted to about AED212.30 billion. As a consequence, the net foreign investment reached AED8.5 billion, which is more than double the amount recorded in 2013 (i.e. around AED3.7 billion).

**Table No. (3)**

### Total trades by foreign investors in 2014

Market	Foreigners Total Purchase Value (AED)	Foreigners Total Sale Value (AED)	Net Foreign Investment (AED)	Foreigners Trading Rate %
ADX	61,535,636,621	57,947,593,780	3,588,042,841	41.17%
DFM	159,246,465,456	154,348,105,987	4,898,359,469	42.66%
<b>Total</b>	<b>220,782,102,077</b>	<b>212,295,699,767</b>	<b>8,486,402,310</b>	<b>42.24%</b>

Source: SCA, ADX & DFM

## Net Foreign Investment on UAE Markets

**Table No. (4)**

### Comparison of net foreign investment from 2009 to 2014

year	2009	2010	2011	2012	2013	2014
Net foreign investment (AED) Million	2,636	-54	224	1,456	3,701	8,486

Source: SCA, ADX & DFM

The table below shows an increase in foreign investment inflows: the net inflows amounted to AED8.5 billion in 2014 compared to AED3.7 billion recorded in 2013. Trades by foreign investors accounted for 42.24% of the total trading value 2014.

**Table No. (5)**

### Net foreign investment on ADX and DFM in 2014 compared to 2013

Market	Net Foreign Investment 2013	Net Foreign Investment 2014	Change
ADX	2,007,175,531	3,588,042,841	1,580,867,311
DFM	1,693,422,838	4,898,359,469	3,204,936,631
<b>Total</b>	<b>3,700,598,369</b>	<b>8,486,402,310</b>	<b>4,785,803,942</b>

Source: SCA, ADX & DFM

## Detailed Statistical Bulletin of ESM Performance in 2014

There had been a price disparity in the shares of listed companies by the end of the year. Out of 121 companies, 50 closed with a rise in share price, 66 closed with a fall in share price, 9 maintained a stable share price, and the shares of 4 companies had not been traded, as opposed to the year before. The total number of listed companies amounted to 120 by the end of 2013, as Table No. 5 shows; however, it rose to 125 by the end of 2014, after the delisting of one company and the listing of 6 local companies, 2 of which are private joint-stock.

On the other hand, the number of local and foreign listed companies amounted to 110 and 15 respectively and this year saw the listing of two private joint-stock companies.

Table No. (6)

Companies	Numbers
Increased	50
Decreased	66
No change	9
Traded	121
Non-traded	4
Listed in 2014	6
De-listed	1
Listed as on 2014	125
Listed as on 2013	120
Local	110
Foreign	15
Public	123
Private	2

## Benchmark Indices

The banking sector led the performance list by the end of the year, with a rise of 19.6223% to settle at 3483.67 points compared to 2912.22 points in the year before, followed by the real estate sector, with a rise of 10.0% to settle at 5819.32 points compared to 5287.33 points in 2013; the services sector, with a surge of 3.88% to settle at 1554.19 points compared to 1496.06 points in 2013; the consumer staples sector, with a drop of -0.6% to settle at 1473.78 points as opposed to 1482.74 points in 2013; the transportation sector, with a decline of -5.2% to settle at 3462.18 points as opposed to 3653.37 points in 2013; the industry sector, with a drop of -6.0% to settle at 1043.05 points compared to 1109.93 points in 2013; the insurance sector, with a decline of -6.1% to settle at 1498.28 points compared to 1597.00 points in 2013; the investment and financial services sector, with a fall of -7.8% to settle at 4893.55 points compared to 5311.47 points in 2013; the telecommunications sector, with a decline of -10.06% to settle at 2150.42 points as opposed to 2412.04 points in 2013; and the energy sector, with a drop of -45.38% to settle at 93.0418 points compared to 170.355 points in 2013.

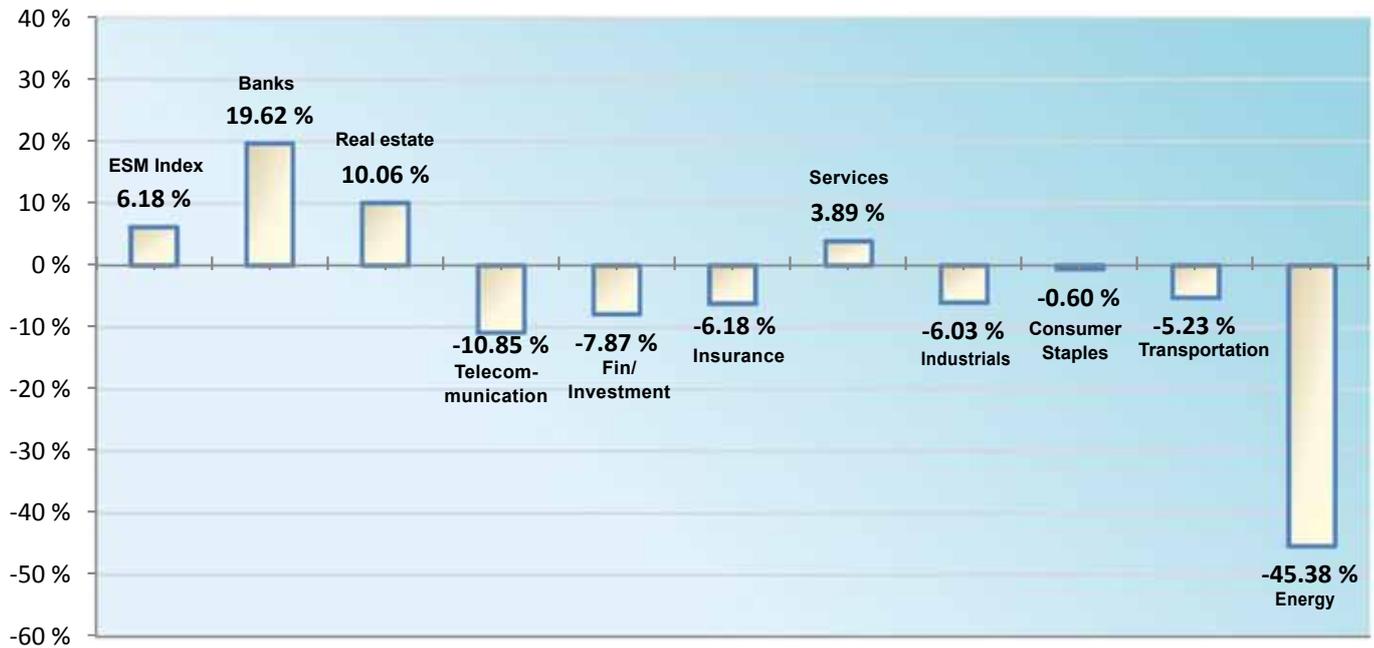
Table No. (7)

Sector	Closing by End of 2013	Closing by End of 2014	% of Annual Change	Annual Trading Value (AED)	Market Capitalization (AED)
<b>ESM Index</b>	<b>4,313.56</b>	<b>4,580.13</b>	<b>% 6.18</b>	<b>525,955,281,277</b>	<b>728,367,040,778</b>
Banks	2,912.23	3,483.67	% 19.62	91,303,960,572	376,876,420,188
Real estate	5,287.34	5,819.33	% 10.06	324,564,932,968	131,961,897,609
Telecommunication	2,412.04	2,150.42	% -10.85	10,411,303,287	109,612,232,998
Fin/Investment	5,311.48	4,893.56	% -7.87	59,169,819,550	32,684,387,009
Insurance	1,597.00	1,498.28	% -6.18	6,148,446,760	15,301,715,923
Services	1,496.07	1,554.19	% 3.89	5,406,380,279	15,197,509,267
Industrials	1,109.93	1,043.05	% -6.03	6,668,520,045	14,470,811,630
Consumer staples	1,482.75	1,473.78	% -0.60	1,286,705,290	12,046,562,227
Transportation	3,653.38	3,462.18	% -5.23	13,638,505,521	11,755,013,333
Energy	170.36	93.04	% -45.38	7,356,707,004	8,460,490,594

Source: Securities and Commodities Authority

Chart No. (5) illustrates the performance indexes of the sectors represented on the ESM in 2014. As evidently clear in the chart, the indices of all sectors, with the exception of the insurance sector, have appreciated during the period.

**Chart No. (5)**  
**Performance of sector indexes in 2014**



## Market Trading Activity

The total value of shares traded in 2014 amounted to around AED525 billion whereas the number of trades completed stood at about 3.27 million and the number of traded shares increased to roughly 217 billion at the same period.

Table No. (8) shows a comparison of 2014 quarterly and semiannual trading activity.

**Table No. (8)**

Period in 2014	Value (AED)	Volume (Shares)	Trades	%
1 <sup>st</sup> quarter	162,077,431,446.30	80,089,906,060	927,644	31%
2 <sup>nd</sup> quarter	180,073,972,524.50	60,833,143,877	1,004,306	34%
<b>1<sup>st</sup> half</b>	<b>342,151,403,971</b>	<b>140,923,049,937</b>	<b>1,931,950</b>	<b>65%</b>
3 <sup>rd</sup> quarter	96,989,660,985	38,844,955,031	667,206	18%
4 <sup>th</sup> quarter	86,814,216,321	38,127,207,977	673,173	17%
<b>2<sup>nd</sup> half</b>	<b>183,803,877,306</b>	<b>76,972,163,008</b>	<b>1,340,379</b>	<b>35%</b>
<b>Total</b>	<b>525,955,281,277</b>	<b>217,895,212,945</b>	<b>3,272,329</b>	<b>100%</b>

Source: Securities and Commodities Authority

## ADX and DFM Trading Activity Comparison

The number of trades completed at the ADX in 2014 amounted to roughly 859,000 as 57 billion shares, worth AED144 billion, had been traded whereas the number of those completed at the DFM stood at around 2.4 million by trading 160 billion shares, worth about AED381 billion.

Table No. (9)

Period 2014	ADX			DFM		
	Value (AED)	Volume (Shares)	Trades	Value (AED)	Volume (Shares)	Trades
1 <sup>st</sup> Quarter	51,909,163,407	21,677,999,645	267,958	110,168,268,041	58,411,906,415	659,686
2 <sup>nd</sup> Quarter	53,178,917,323	18,929,216,228	281,755	126,895,055,202	41,903,927,649	722,551
<b>1<sup>st</sup> Half</b>	<b>105,088,080,730</b>	<b>40,607,215,873</b>	<b>549,713</b>	<b>237,063,323,243</b>	<b>100,315,834,064</b>	<b>1,382,237</b>
3 <sup>rd</sup> Quarter	18,549,428,088	7,004,348,809	144,808	78,440,232,897	31,840,606,222	522,398
4 <sup>th</sup> Quarter	20,811,252,933	9,750,962,714	164,968	66,002,963,389	28,376,245,263	508,205
<b>2<sup>nd</sup> Half</b>	<b>39,360,681,021</b>	<b>16,755,311,523</b>	<b>309,776</b>	<b>144,443,196,286</b>	<b>60,216,851,485</b>	<b>1,030,603</b>
<b>Total in 2014</b>	<b>144,448,761,751</b>	<b>57,362,527,396</b>	<b>859,489</b>	<b>381,506,519,529</b>	<b>160,532,685,549</b>	<b>2,412,840</b>

Source: Securities and Commodities Authority

## Monthly Traded Value of the ESM in 2014

Table No. (10)

Month	ADX			DFM			Total		
	Trades	Volume	Value	Trades	Volume	Value	Trades	Volume	Value
1	114,266	10,697,223,601	22,923,182,028	231,321	22,821,496,970	36,454,757,018	345,587	33,518,720,571	59,377,939,045
2	86,214	6,233,305,533	16,719,575,632	233,760	20,779,073,412	41,718,742,824	319,974	27,012,378,945	58,438,318,455
3	67,478	4,747,470,511	12,266,405,747	194,605	14,811,336,033	31,994,768,199	262,083	19,558,806,544	44,261,173,946
4	105,998	8,599,591,860	22,768,696,855	234,516	16,871,581,882	44,770,735,209	340,514	25,471,173,742	67,539,432,064
5	94,134	5,399,817,413	17,731,890,378	253,669	12,625,764,375	46,502,876,201	347,803	18,025,581,788	64,234,766,579
6	81,623	4,929,806,955	12,678,330,090	234,366	12,406,581,392	35,621,443,792	315,989	17,336,388,347	48,299,773,881
7	62,307	3,460,467,940	7,520,806,307	252,568	16,683,385,920	35,725,096,278	314,875	20,143,853,860	43,245,902,585
8	37,015	1,483,070,618	4,259,439,788	121,556	7,060,985,218	17,320,219,938	158,571	8,544,055,836	21,579,659,725
9	45,486	2,060,810,251	6,769,181,993	148,274	8,096,235,084	25,394,916,681	193,760	10,157,045,335	32,164,098,675
10	43,162	1,815,815,977	5,273,926,254	167,490	8,801,070,303	23,267,185,532	210,652	10,616,886,280	28,541,111,786
11	49,180	2,737,864,923	6,860,373,864	130,554	7,242,519,866	19,573,888,190	179,734	9,980,384,789	26,434,262,054
12	72,626	5,197,281,814	8,676,952,815	210,161	12,332,655,094	23,161,889,667	282,787	17,529,936,908	31,838,842,482
<b>Total 2014</b>	<b>859,489</b>	<b>57,362,527,396</b>	<b>144,448,761,751</b>	<b>2,412,840</b>	<b>160,532,685,549</b>	<b>381,506,519,529</b>	<b>3,272,329</b>	<b>217,895,212,945</b>	<b>525,955,281,277</b>

Source: Securities and Commodities Authority

The following charts illustrate a number of inputs pertaining to trading activities on the ESM

Chart No. (6)

Distribution of trading activities between ADX and DFM in 2014

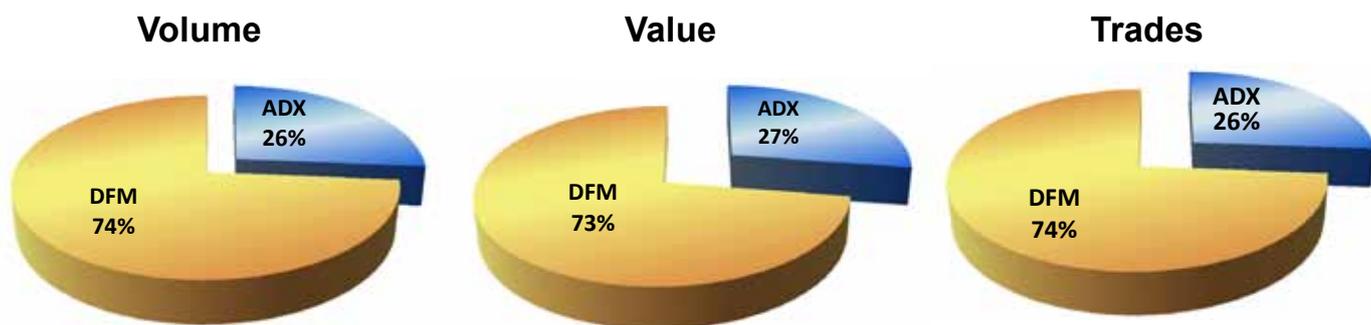


Chart No. (7)

Monthly traded value (in AED) on ESM in 2014



Chart No. (8)

Monthly traded volume on ESM in 2014



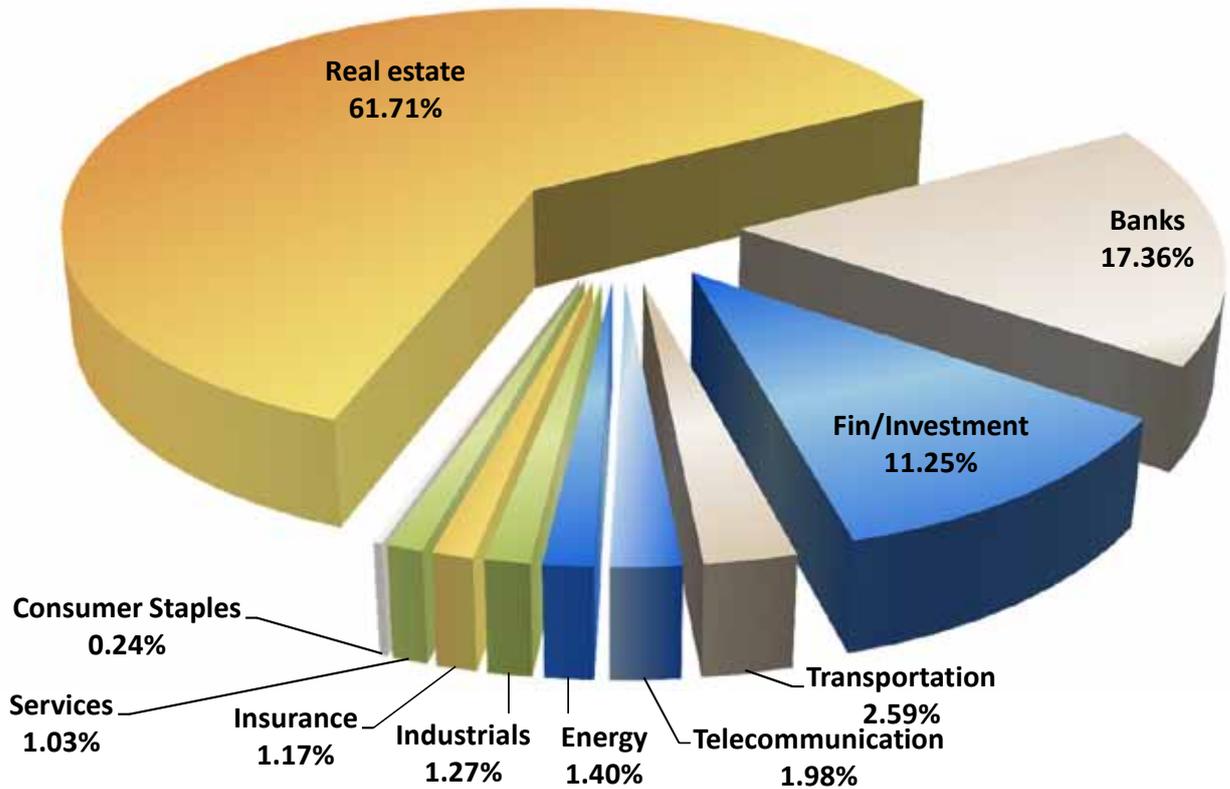
Chart No. (9)

Monthly number of trades on ESM in 2014



Chart No. (10)

Percentage of trading value by sector in 2014



## Trading Activity by Sector in 2014

The real estate sector topped the list in the value of trades completed in 2014, accounting for 61.71% of the total trading value, followed by the banking sector, accounting for 17.36%; the investment and financial services sector, accounting for 11.25%; the transportation sector, accounting for 2.59%; the telecommunications sector, accounting for 1.98%; the energy sector, accounting for 1.4%; the industry sector, accounting for 1.27%; the insurance sector, accounting for 1.17%; the services sector, accounting for 1.03%, and the consumer staples sector, accounting for 0.24%.

Table No. (11) shows trading activity by sector in 2014

Table No. (11)

Sector	Trades	Volume (Shares)	Value (AED)	%
Real estate	1,739,198	111,725,733,956	324,564,932,968	61.71%
Banks	616,067	46,975,889,470	91,303,960,572	17.36%
Fin/Investment	420,352	22,899,637,016	59,169,819,550	11.25%
Transportation	133,130	13,012,154,691	13,638,505,521	2.59%
Telecommunication	101,113	2,538,138,764	10,411,303,287	1.98%
Energy	69,304	8,644,796,377	7,356,707,004	1.40%
Industrials	49,965	3,428,850,637	6,668,520,045	1.27%
Insurance	88,550	5,205,011,766	6,148,446,760	1.17%
Services	41,696	2,656,826,193	5,406,380,279	1.03%
Consumer staples	12,954	808,174,075	1,286,705,290	0.24%
<b>ESM Index Total</b>	<b>3,272,329</b>	<b>217,895,212,945</b>	<b>525,955,281,276</b>	<b>100%</b>

Source: Securities and Commodities Authority

Table No. (12) shows trading value in AED by sector and financial market and percentage to the gross total in 2014

Table No. (12)

Sector	ADX		DFM		ESM	
	Value (AED)	%	Value (AED)	%	Value (AED)	%
Banks	30,423,091,373	5.78%	60,880,869,199	11.58%	91,303,960,572	17.36%
Insurance	1,425,400,523	0.27%	4,723,046,237	0.90%	6,148,446,760	1.17%
Industrials	6,655,853,091	1.27%	12,666,954	0.00%	6,668,520,045	1.27%
Services	601,175,814	0.11%	4,805,204,465	0.91%	5,406,380,279	1.03%
Real estate	81,288,859,019	15.46%	243,276,073,949	46.25%	324,564,932,968	61.71%
Telecommunication	6,978,946,584	1.33%	3,432,356,702	0.65%	10,411,303,287	1.98%
Transportation	-	0.00%	13,638,505,521	2.59%	13,638,505,521	2.59%
Fin/Investment	9,018,305,467	1.71%	50,151,514,083	9.54%	59,169,819,550	11.25%
Energy	7,356,707,004	1.40%	-	0.00%	7,356,707,004	1.40%
Consumer Staples	700,422,874	0.13%	586,282,416	0.11%	1,286,705,290	0.24%
<b>Total</b>	<b>144,448,761,749</b>	<b>43.52%</b>	<b>381,506,519,527</b>	<b>72.54%</b>	<b>525,955,281,277</b>	<b>100.00%</b>

Source: Securities and Commodities Authority

## Trading Activity in Shares of Listed Companies

There had been a price disparity in the shares of listed companies in 2014. Out of 121 companies, 50 closed with a rise in share price, 66 closed with a fall in share price, and 9 maintained a stable share price.

The shares of Arabtec Holding and Emaar Properties scored the highest trading activity. The trading volume of Arabtec Holding amounted to around AED102 billion, accounting for 19.39% of the total trades, whereas that of Emaar Properties stood at around AED60.7 billion, accounting for 11.54% of the total trades. The shares of both United Kaipara Dairies and Emirates Islamic Bank appreciated the most in price, amounting to 74.76% and 73.53% respectively. However, the shares of Gulf Navigation Holding and Al Salam Holding Group depreciated the most by 69.96% and 63.44% respectively.

**Table No. (13) shows the top traded companies on ESM**

**Table No. (13)**

### Top traded companies value-wise in 2014

Company	Closing Price (AED)	% of change	Value of change	Trading Value	% of Total Trading
Arabtec Holding Company	2.930	42.93%	0.880	102,007,581,251.48	19.39%
Emaar Properties	7.260	4.53%	0.315	60,704,474,735.41	11.54%
AL Dar Properties	2.650	-3.99%	-0.110	43,955,109,919.99	8.36%
Union Properties	1.210	6.76%	0.077	42,473,502,102.16	8.08%
Eshraq Properties	0.790	-55.47%	-0.984	28,412,564,118.17	5.40%

Source: Securities and Commodities Authority

**Table (14) shows companies with the highest increase in share price on ESM.**

**Table No. (14)**

### Highest increase in share price in 2014

Company	Closing Price (AED)	% of change	Value of change	Trading Value	% of Total Trading
Kaipara Dairies	520.000	74.76%	222.45	12,608.20	0.000%
Emirates Islamic Bank	1.510	73.53%	0.64	31,175.49	0.000%
National Corporation of Tourism	4.970	69.91%	2.05	141,931,458.10	0.027%
Dubai Refreshments	20.500	68.72%	8.35	52,577,714.65	0.010%
Agility	14.050	53.05%	4.87	3,281,176.67	0.001%

Source: Securities and Commodities Authority

**Table (15) shows companies with the highest decline in share price on ESM.**

**Table No. (15)**

### Highest decline in share prices in 2014

Company	Closing Price (AED)	% of change	Value of change	Trading Value	% of Total Trading
Gulf Navigation Holding	0.392	-69.96%	-0.91	2,728,120,244.74	0.519%
Al Salam Group Holding	0.680	-63.44%	-1.18	227,994,763.57	0.043%
Methaq	0.730	-61.58%	-1.17	1,201,218,737.85	0.228%
Gulf Livestock	2.700	-61.32%	-4.28	232,425.34	0.000%
National Industries Group	2.060	-59.05%	-2.97	11,718,519.31	0.002%

Source: Securities and Commodities Authority

## Trading Activity by Sector and Company Capitalization

Table No. (16)

Company	Close 2014/12/31	Close 2013/12/31	Change	Change%	Transactions	Value Traded	Market Cap.
<b>Banks</b>							
Abu Dhabi Commercial Bank	7.030	6.500	0.530	8.15 %	38,466	6,119,518,743.65	39,337,049,588
Abu Dhabi Islamic Bank	5.700	4.572	1.128	24.68 %	13,376	2,778,726,970.26	17,100,000,000
Bank Of Ajman	2.800	2.480	0.320	12.90 %	8,594	1,490,572,026.68	2,800,000,000
Al Salam Bank - Sudan	1.850	2.040	-0.190	-9.31 %	15,519	977,044,399.45	0
Amlak Finance Company	1.020	1.020	0.000	0.00 %			1,530,000,000
Bank of Sharjah	1.950	1.790	0.160	8.94 %	2,564	412,010,881.03	4,095,000,000
Commercial Bank of Dubai	6.500	4.309	2.191	50.84 %	364	155,663,480.28	14,574,216,625
Commercial Bank International	1.750	1.800	-0.050	-2.78 %	157	97,037,327.68	2,895,638,417
Dubai Islamic Bank	6.900	5.360	1.540	28.73 %	125,280	20,901,600,067.29	27,280,880,637
Emirates Islamic Bank	1.510	0.870	0.640	73.53 %	7	31,175.49	5,934,937,031
Emirates Investment Bank	590.000	656.780	-66.780	-10.17 %	4	3,780,823.00	383,500,000
Emirates National Bank of Dubai	8.890	6.350	2.540	40.00 %	7,093	1,742,374,239.33	49,408,617,296
First Gulf Bank	17.000	14.462	2.538	17.55 %	59,335	12,178,659,379.55	66,300,000,000
Finance House	3.510	3.750	-0.240	-6.40 %	252	19,536,904.85	1,061,775,000
Gulf Finance House	0.299	0.660	-0.361	-54.70 %	218,742	19,791,283,863.83	0
Invest Bank	2.830	2.445	0.385	15.72 %	423	209,577,973.21	4,085,812,500
Mashreq Bank	122.000	89.500	32.500	36.31 %	345	174,528,043.30	20,627,390,950
National Bank of Abu Dhabi	14.000	12.636	1.364	10.79 %	17,794	3,452,326,740.30	66,305,561,224
National Bank of Fujairah	4.850	4.750	0.100	2.11 %	223	295,054,236.00	5,335,000,000
National Bank of Umm Al Qaiwain	3.750	3.143	0.607	19.32 %	53	73,997,767.26	6,300,000,056
Sharjah Islamic Bank	1.760	1.540	0.220	14.29 %	6,461	1,342,068,894.28	4,268,880,000
RAK Bank	8.260	7.140	1.120	15.69 %	3,018	754,592,036.43	13,845,787,235
Al Salam Bank - Bahrain	1.230	1.370	-0.140	-10.22 %	85,321	15,643,991,080.70	0
United Arab Bank	6.500	5.609	0.891	15.89 %	241	230,073,276.32	7,448,099,568
Union National Bank	5.800	5.590	0.210	3.75 %	12,435	2,459,910,241.83	15,958,274,060
<b>Total</b>					<b>616,067</b>	<b>91,303,960,572.00</b>	<b>376,876,420,188</b>
<b>Consumer Staples and Luxuries</b>							
Agthia Group	6.200	4.420	1.780	40.27 %	4,919	462,280,658.94	3,720,000,000
International Fish Farming Company	5.990	13.550	-7.560	-55.79 %	1,395	56,457,148.31	509,150,000
Dubai Refreshments	20.500	12.150	8.350	68.72 %	92	52,577,714.65	1,845,000,000
Dubai Parks & Resorts PJSC	0.73	1.000	-0.270	-27.00 %	6,386	532,847,870.38	4,614,934,227
Emirates Refreshments (Jeema)	4.890	5.450	-0.560	-10.28 %	5	101,516.00	146,700,000
Foodco Holding	4.320	3.000	1.320	44.00 %	59	179,897,599.18	432,000,000
Gulf LiveStock	2.700	6.980	-4.280	-61.32 %	15	232,425.34	270,000,000
GULFA Mineral Water	2.520	2.870	-0.350	-12.20 %	35	559,508.75	63,000,000
RAK Poultry & Feeding	1.270	1.800	-0.530	-29.44 %	38	1,555,042.53	109,728,000
United Foods	6.500	6.500	0.000	0.00 %	5	183,197.88	178,750,000

Continued..

## Trading Activity by Sector and Company Capitalization

Company	Close 2014/12/31	Close 2013/12/31	Change	Change%	Transactions	Value Traded	Market Cap.
Kaipara Dairies	520.000	297.550	222.450	74.76 %	5	12,608.20	157,300,000
<b>Total</b>					<b>12,954</b>	<b>1,286,705,290.16</b>	<b>12,046,562,227</b>
<b>Energy</b>							
DANA Gas	0.500	0.910	-0.410	-45.05 %	64,273	6,955,966,756.13	3,480,490,594
Abu Dhabi National Energy-TAQA	0.800	1.470	-0.670	-45.58 %	5,031	400,740,248.11	4,980,000,000
<b>Total</b>					<b>69,304</b>	<b>7,356,707,004.24</b>	<b>8,460,490,594</b>
<b>Industrials</b>							
Abu Dhabi Ships Building	1.900	2.730	-0.830	-30.40 %	4,235	226,739,964.12	402,784,800
Arkan Building Material	1.200	1.200	0.000	0.00 %	6,931	679,957,817.25	2,100,000,000
Abu Dhabi National Building - BILDCO	0.800	1.780	-0.980	-55.06 %	4,233	268,336,548.32	240,000,000
Fujairah Building Industries	1.450	1.180	0.270	22.88 %	25	1,897,423.63	183,425,000
Fujairah Cement	1.350	1.190	0.160	13.45 %	53	3,139,532.16	480,418,181
Gulf Cement Co	1.200	1.440	-0.240	-16.67 %	9,737	970,773,933.16	985,316,184
Gulf Pharmaceutical - JULPHAR	2.890	2.973	-0.083	-2.78 %	966	232,592,866.14	2,890,000,000
National Cement	4.500	3.830	0.670	17.49 %	21	948,434.61	1,614,600,000
National Industries Group	2.060	5.030	-2.970	-59.05 %	647	11,718,519.31	0
Umm Al Qaiwain Cement	1.310	1.220	0.090	7.38 %	725	197,137,111.54	475,530,000
RAK Cement	1.000	1.036	-0.036	-3.51 %	16,884	2,233,233,758.88	559,020,000
RAK Ceramics	3.000	2.855	0.145	5.10 %	3,095	1,630,358,670.30	2,452,568,115
RAK White Cement	1.500	1.571	-0.071	-4.55 %	296	48,571,625.22	735,525,000
Sharjah Cement	1.040	1.270	-0.230	-18.11 %	1,787	146,138,193.61	575,076,270
Union Cement Co	1.160	1.890	-0.730	-38.62 %	330	16,975,647.13	776,548,080
<b>Total</b>					<b>49,965</b>	<b>6,668,520,045.38</b>	<b>14,470,811,630</b>
<b>Insurance</b>							
Al-Ain Ahlia Insurance Co	55.000	38.600	16.400	42.49 %	37	13,848,742.50	825,000,000
Al Buhaira National Insurance	2.430	3.100	-0.670	-21.61 %	18	15,636,630.00	607,500,000
Abu Dhabi National Insurance	6.050	5.900	0.150	2.54 %	123	50,257,242.70	2,268,750,000
Al Fujairah National Insurance	300.000	300.000	0.000	0.00 %	1	6,000.00	300,000,000
Al Khazna Insurance Co	0.440	0.880	-0.440	-50.00 %	215	4,266,112.18	184,800,000
Alliance Insurance	383.500	383.500	0.000	0.00 %			383,500,000
AMAN Insurance	0.699	1.140	-0.441	-38.68 %	12,447	774,282,476.58	157,799,250
Arab Insurance - ARIG	1.550	1.750	-0.200	-11.43 %	76	8,002,240.65	0
Scandinavian Insurance	2.050	2.090	-0.040	-1.91 %	35	5,322,492.40	287,000,000
Al Saqr National Insurance	4.550	4.550	0.000	0.00 %	1	680,225.00	1,046,500,000
Al Whathba Insurance	5.350	4.348	1.002	23.05 %	26	8,693,835.22	1,107,450,000
Takaful House	0.599	1.250	-0.651	-52.08 %	9,273	423,576,762.44	59,900,000
Al Dharfra Insurance Co	7.700	6.300	1.400	22.22 %	16	19,444,366.40	770,000,000
Dubai Insurance Company	2.900	2.750	0.150	5.45 %	1	806,780.00	290,000,000

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## Trading Activity by Sector and Company Capitalization

Company	Close 2014/12/31	Close 2013/12/31	Change	Change%	Transactions	Value Traded	Market Cap.
Dubai National Insurance	3.500	2.520	0.980	38.89 %	154	91,259,603.45	404,250,000
Emirates Insurance Co	6.800	6.950	-0.150	-2.16 %	59	25,599,722.70	918,000,000
Green Crescent Insurance Company	0.740	1.300	-0.560	-43.08 %	447	11,375,828.53	74,000,000
Insurance House	1.000	1.420	-0.420	-29.58 %	45	1,808,140.60	120,000,000
Methaq	0.730	1.900	-1.170	-61.58 %	15,061	1,201,218,737.85	109,500,000
National General Insurance	4.000	5.600	-1.600	-28.57 %	70	3,147,266.39	599,816,448
Oman Insurance Company	2.750	3.600	-0.850	-23.61 %	40	20,524,824.83	1,270,148,344
Arab Orient Insurance	66.263	66.263	0.000	0.00 %			441,750,000
RAK National Insurance	3.780	3.182	0.598	18.80 %	11	243,119.30	415,800,000
Islamic Arabic Insurance	0.535	0.939	-0.404	-43.02 %	37,887	2,748,105,645.06	647,350,000
Sharjah Insurance	3.900	5.000	-1.100	-22.00 %	7	131,961.90	536,250,000
Takaful Emarat	0.800	0.820	-0.020	-2.44 %	11,261	647,337,920.59	120,000,000
Takaful	6.300	5.750	0.550	9.57 %	65	15,063,665.54	630,000,000
United Insurance Company	2.000	2.000	0.000	0.00 %	3	20,666.00	200,000,000
Union Insurance Company	1.120	1.050	0.070	6.67 %	48	22,610,456.97	370,651,882
National Takaful	1.040	1.140	-0.100	-8.77 %	1,123	35,175,294.44	156,000,000
<b>Total</b>					<b>88,550</b>	<b>6,148,446,760.22</b>	<b>15,301,715,923</b>
<b>Financial Services and Investments</b>							
Al Madina For Finance	0.361	0.566	-0.205	-36.22 %	19,650	819,461,807.35	0
Al Salam Group Holding	0.680	1.860	-1.180	-63.44 %	4,925	227,994,763.57	0
Dubai Financial Market	2.010	2.470	-0.460	-18.62 %	146,105	21,125,478,613.53	16,080,000,000
Dubai Investment	2.380	2.327	0.053	2.27 %	119,885	19,080,716,186.90	9,092,368,926
Ektitab Holding	0.492	0.964	-0.472	-48.96 %	12,526	761,970,281.65	0
Gulf General Investment Co.	0.740	0.868	-0.128	-14.75 %	51,484	7,138,340,327.30	1,325,586,666
Financial Advisors	0.850	1.350	-0.500	-37.04 %	1,482	41,341,217.49	0
Oman & Emirates Investment Holding	1.170	1.450	-0.280	-19.31 %	55	790,452.64	0
Oasis Capital	2.820	2.146	0.674	31.39 %	47,098	9,017,486,264.44	5,483,531,417
SHUAA Capital	0.660	1.030	-0.370	-35.92 %	17,138	956,210,885.04	702,900,000
National Investor - PVT	0.800	1.000	-0.200	-20.00 %	4	28,750.00	0
<b>Total</b>					<b>420,352</b>	<b>59,169,819,549.91</b>	<b>32,684,387,009</b>
<b>Real estate</b>							
AL Dar Properties	2.650	2.760	-0.110	-3.99 %	216,918	43,799,367,101.00	20,835,968,448
Arabtec Holding Company	2.930	2.050	0.880	42.93 %	490,770	102,073,588,327.90	12,878,229,000
Dubai Development	2.400	2.240	0.160	7.14 %	3	32,700.00	24,000,000
Deyaar Development	0.850	1.010	-0.160	-15.84 %	138,295	19,074,916,882.84	4,911,300,000
Drake & Scull	0.895	1.440	-0.545	-37.85 %	97,505	14,377,546,733.91	2,046,566,667
Emaar Properties	7.260	6.945	0.315	4.53 %	259,416	60,683,343,478.03	48,793,972,331
Emaar Malls Group	2.680	2.9	-0.220	-7.59 %	35,475	4,680,259,180.59	34,877,520,000
Eshraq Properties	0.790	1.774	-0.984	-55.47 %	158,764	28,236,059,086.26	1,836,750,000

Continued..

## Trading Activity by Sector and Company Capitalization

Company	Close 2014/12/31	Close 2013/12/31	Change	Change%	Transactions	Value Traded	Market Cap.
Manazel Real Estate - PVT	0.670	1.000	-0.330	-33.00%	1,104	60,188,273.53	0
Al Mazaya Holding	1.500	1.320	0.180	13.64 %	12	246,135.34	0
RAK Properties	0.740	0.980	-0.240	-24.49 %	70,841	9,193,244,558.35	1,480,000,000
Union Properties	1.210	1.133	0.077	6.76 %	270,095	42,386,140,510.66	4,277,591,163
<b>Total</b>					<b>1,739,198</b>	<b>324,564,932,968.41</b>	<b>131,961,897,609</b>
<b>Services</b>							
Abu Dhabi Aviation Co	3.000	3.182	-0.182	-5.71 %	278	44,268,853.56	1,334,361,600
Abu Dhabi National Hotels	4.000	3.100	0.900	29.03 %	350	294,588,211.06	4,000,000,000
Al Firdous Holding	0.700	0.700	0.000	0.00 %			420,000,000
Amanat Holding	0.817	1.000	-0.183	-18.30 %	3,734	268,897,582.85	2,042,500,000
Emirates Driving Company	5.500	4.150	1.350	32.53 %	63	10,814,831.04	493,825,200
Gulf Medical	2.000	2.229	-0.229	-10.26 %	57	93,201,018.25	1,331,268,750
MARKA PJSC	1.320	1.000	0.320	32.00%	4,937	454,516,973.49	660,000,000
National Corporation of Tourism	4.970	2.925	2.045	69.91 %	153	141,931,458.10	2,385,600,000
National Marine Dredging Co	6.900	8.600	-1.700	-19.77 %	191	16,371,441.56	1,725,000,000
TABREED	1.090	2.400	-1.310	-54.58 %	31,933	4,081,789,909.00	804,953,717
<b>Total</b>					<b>41,696</b>	<b>5,406,380,278.91</b>	<b>15,197,509,267</b>
<b>Telecommunication</b>							
Integrated Telecom -du	5.040	6.660	-1.620	-24.32 %	18,177	2,517,001,151.05	23,039,999,998
Emirates Telecom - ETISALAT	10.950	11.700	-0.750	-6.41 %	57,850	6,266,760,562.30	86,572,233,000
Hits Telecom Holding	0.404	0.880	-0.476	-54.09 %	16,453	915,355,551.29	0
Ooredoo Q.S.C.	143.500	140.000	3.500	2.50 %	207	88,458,448.10	0
Sudan Telecom - SUDATEL	0.690	1.276	-0.586	-45.93 %	8,426	623,727,573.80	0
<b>Total</b>					<b>101,113</b>	<b>10,411,303,286.54</b>	<b>109,612,232,998</b>
<b>Transportation</b>							
Agility	14.050	9.180	4.870	53.05 %	186	3,281,176.67	0
Air Arabia	1.500	1.550	-0.050	-3.23 %	74,749	9,618,822,367.27	7,000,050,000
ARAMEX	3.100	3.040	0.060	1.97 %	9,470	1,288,281,732.05	4,538,710,000
Gulf Navigation Holding	0.392	1.305	-0.913	-69.96 %	48,725	2,728,120,244.74	216,253,333
<b>Total</b>					<b>133,130</b>	<b>13,638,505,520.73</b>	<b>11,755,013,333</b>
<b>Grand Total</b>					<b>3,272,329</b>	<b>525,955,281,276.50</b>	<b>728,367,040,778</b>

Source: Securities and Commodities Authority

## Comparing ESM with some International Markets

The table shows the annual index performance of the ESM and some GCC and International markets in 2014. The performance of the ADX, the DFM, and a number of GCC and International markets was positive.

Table No. (17)

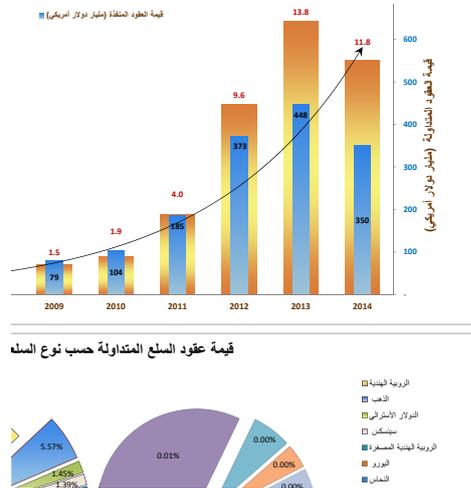
Performance of GCC and international markets indexes in 2014

Country	Index Performance
Qatar	18%
Bahrain	14%
<b>UAE - DFM</b>	<b>12%</b>
US SnP	11%
US Dow Jones	8%
Japan	7%
<b>UAE - ADX</b>	<b>6%</b>
Germany	3%
France	-1%
Saudi Arabia	-2%
Oman	-7%
Kuwait	-13%

Source: GCC stock markets/ bloomberg websites

Chart No. (11)

Comparing annual performance of securities indices in many countries in 2014



## Comparing the rates of change in the volume of trading

The UAE markets witnessed a significant increase in the value of shares traded, which doubled in 2014.

Table No. (18) shows the rates of change in the volume of trading on some GCC and international markets from 2007 to 2014

Table No. (18)

Market	% change 2007-2008	% change 2008-2009	% change 2009-2010	% change 2010-2011	% change 2011-2012	% change 2012-2013	% change 2013-2014
Saudi Arabia	-58.10%	-50.80%	50.10%	45.30%	74.51%	-28.42%	56.72%
UAE	-52.50%	-21.90%	-57.70%	-44.80%	21.55%	241.39%	113.37%
Kuwait	-20.10%	-57.90%	-12.60%	-51.40%	20.85%	54.82%	-45.17%
Qatar	11.50%	-76.40%	138.00%	14.30%	-43.48%	61.68%	137.07%
USA Dow Jones	-20.10%	-22.70%	-24.70%	-7.40%	-23.26%	7.36%	2.90%

Source: GCC stock markets/ bloomberg websites

The 2008 global crisis had a considerable impact on investor appetite for securities investment in markets across the world, and in the GCC in particular, as trading volumes decreased markedly.

## Commodities Markets

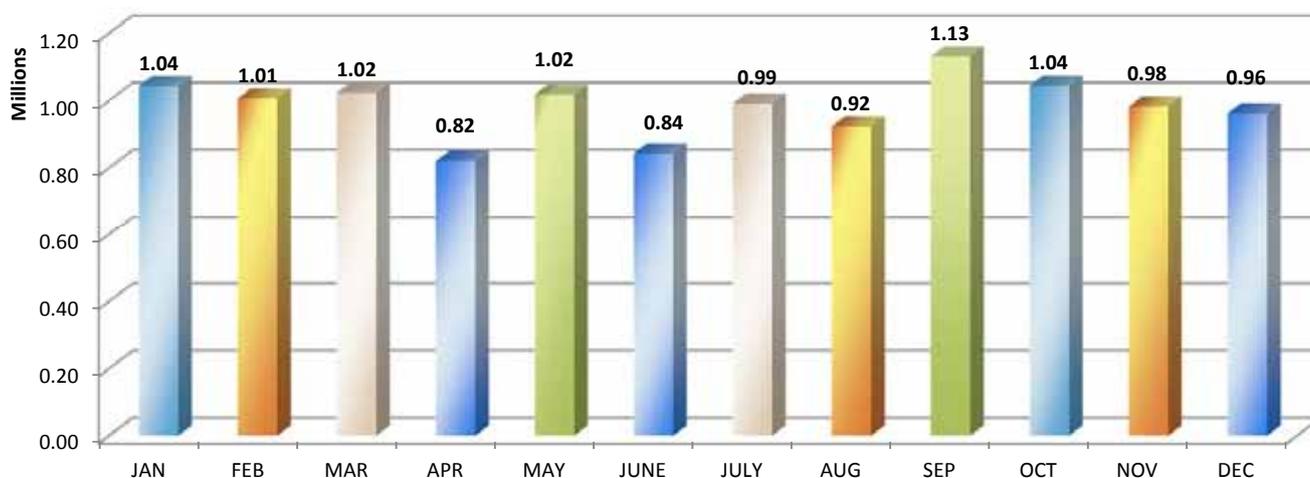
The Securities and Commodities Authority (SCA) has an oversight responsibility over the Dubai Gold and Commodities Exchange (DGCX) under the power vested in the SCA to supervise and monitor the UAE securities and commodities markets. A memorandum of understanding (MoU) was signed in 2006 between the SCA and the DGCX with the aim of promoting disclosure and transparency standards and levels with the ultimate objective of protecting the interest of investors.

DGCX is the first electronic state-of-the-art commodities market for the trading of commodity and currency based derivatives in the Middle East.

Pursuant to the SCA Decision No. 157 of 2005, the DGCX was established and SCA granted it a license to start its operations on November 15th of the same year. The first transactions in DGCX took place on November 22 of the same year. The DGCX internal by-laws and its updates are continuously reviewed by SCA.

Following are the most significant achievements recorded on the UAE commodities market in 2014:

**Chart No. (12)**  
**Monthly Traded Contracts in 2014**



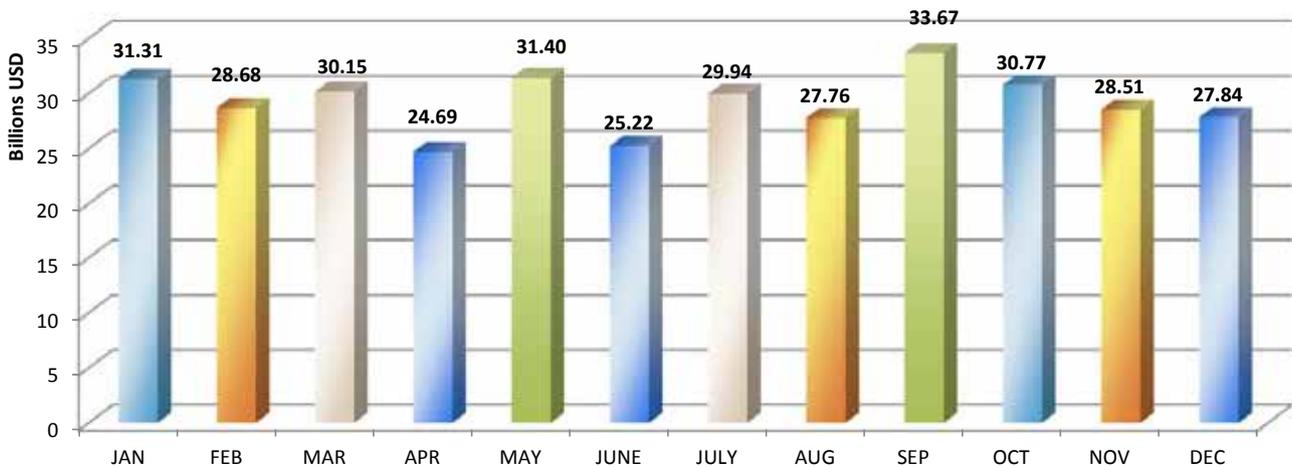
## Achievements of the Commodities Sector for 2014:

- SCA constituted a Joint Working Team between members of SCA Licensing Team and DGCX for achieving better efficiency in the regulatory process. As a result of which, 3 new applications for commodities brokers license were cleared on fast track thereby contributing to the increase in the business of DGCX.
- This year saw the maximum clearances being granted for the listing of new contracts. SCA reviewed the listing proposals for seven new futures contracts and approvals were given to all of them. These include the futures contract based on the Morgan Stanley Capital Index for India (MSCI, India). This futures contract is now listed in two currencies; the INR and the USD to enable investors to hedge their Indian equity positions in either currency.
- In 2014, the regions first ever futures contract based on Plastics (polypropylene) was approved for listing on DGCX.
- The other contracts approved by SCA for listing are the Mini INR-EUR, Mini INR-GBP, South African Rand (ZAR) vs. USD, Korean WON vs. USD, Russian Ruble (RUB) vs. USD and a futures contract based on Soy Oil. All except the SOY Oil Futures contract have been listed.



- Due to the efficiency of trading, DGCX’s Annual Global INR Futures Market share increased in 2014 by 5.22% from 29.13% in 2013 to 34.35% in 2014.
- As part of SCA’s continuous efforts at training and development of its staff, both national and expat staff were sent to DGCX to gain better understanding of the trading, clearing and settlement mechanisms in derivatives contracts.
- Acceptance and confirmation of completeness has been received from the European Securities Market Authority (ESMA) for the application by DGCX’s clearing company, Dubai Commodities Clearing Corporation (DCCC) to become a recognized third country-clearing counterparty (TC-CCP) to be at par with European CCPs in terms of the safety, efficiency and risk management of clearing and settlement mechanisms.
- The technology of the trading platform at the Exchange was upgraded to provide additional functionalities and enhanced efficiencies to the investor community. The upgrade also made it possible for DGCX to offer trading, clearing and settlements in different currencies, including UAE Dirhams, as well as facilitated listing of options.
- Due to all of the above, DGCX received global recognition for its growth and product innovation and was named ‘Exchange of the year 2014’ in the Middle East and Australia, for the second year in a row by the Futures and Options World (FOW).

**Chart No. (13)**  
**Value of monthly traded commodities contracts in 2014**



## Performance and achievements of the commodities market in 2014

- The Exchange succeeded in 2014 to curb the decline in trading volume witnessed by all world derivatives exchanges in 2014, which was an average of 25%. Where DGCX ended the year down 14%
- DGCX volumes dropped 14% in 2014 from 2013, recording total volume of 11,789,063 contracts valued at US\$ 349.9 billion.
- Indian Rupee Futures volumes dropped 20% in 2014 with 9,428,978 contracts traded.
- The precious metals segment grew 13% from 2013
- The Copper futures recorded 2014 volume of 34,031 contracts, growing 11% year on year
- The currency segment dropped 16% in 2014, with 10,968,846 contracts traded in 2014
- DGCX’s Sensex futures traded 204,732 contracts growing 329% from 2013 level
- DGCX WTI futures volume grew 23% to 24,317 contracts

- DGCX re-introduced the Indian Rupee Options contract on July 18
- The highest-ever Average Daily Open Interest was achieved in July 2014 with 54,718 contracts
- In August DGCX moved to new offices in Jumeirah Lakes Towers in Dubai.
- DGCX received the FOW Emerging Exchange of the year 2017 from FOW Asia
- On December 2, the Exchange introduced new settlement and collateral deposit facilities in UAE Dirhams via its clearing company, the Dubai Commodities Clearing Corporation (DCCC).
- On December 8, DGCX signed an MoU with China Financial Futures Exchange (CFFEX)
- DGCX's Annual INR Futures Market share increased in 2014 by 5.22% from 29.13% in the year 2013 to 34.35% in the year 2014.

**Table No. (19)**

**Number and value of annually traded contracts**

Year	Value in \$ Billions	Number of Contracts	Percentage Increase in Contracts
2005 - 2006	15,453	615,898	
2007	34,678	907,439	47%
2008	57,429	1,142,493	26%
2009	78,714	1,503,905	32%
2010	104,183	1,925,463	28%
2011	185,128	4,044,138	110%
2012	372,832	9,601,553	137%
2013	448,246	13,759,255	43%
2014	349,934	11,789,063	-14%

**Chart No. (14)**

**Number and value of annually traded contracts**

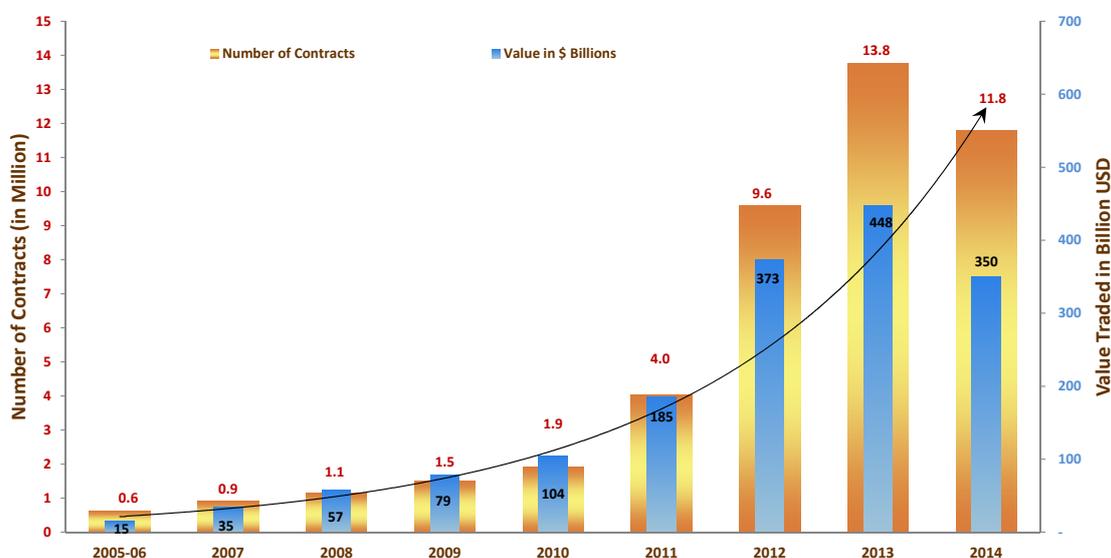


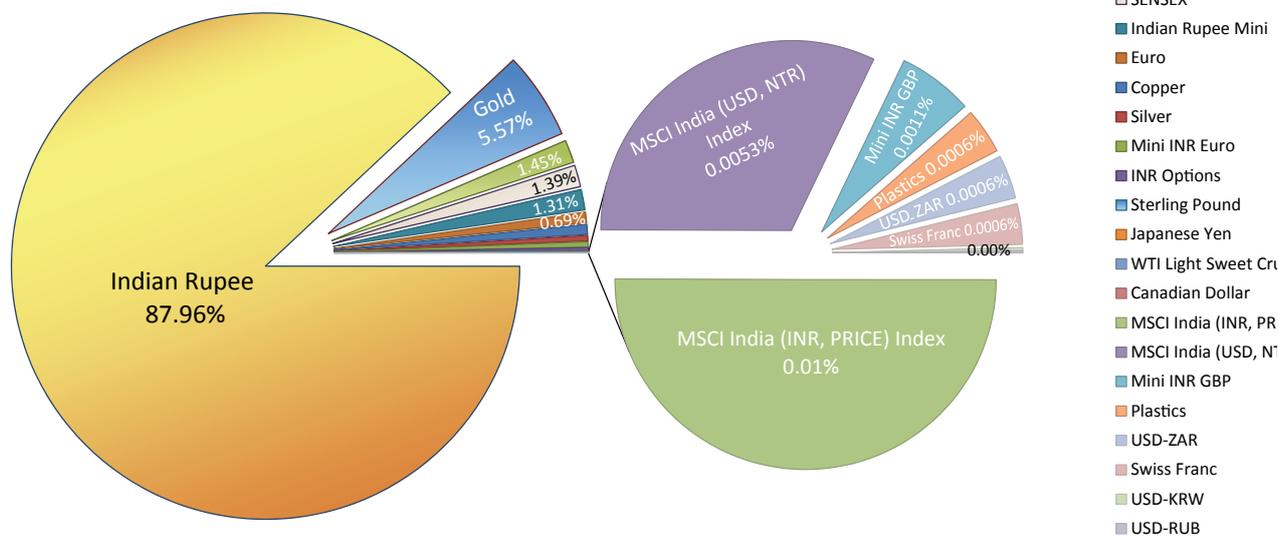
Table No. (20)

Trade statistics comparison between 2013 and 2014

Commodity	Volume		% of change	Value (USD mn)		% of change	No of Trades		% of change
	2014	2013		2014	2013		2014	2013	
Indian Rupee	9,428,978	11,783,685	-20%	307,814.04	405,666.65	-24%	6,149,732	8,305,651	-26%
Indian Rupee Mini	1,401,306	1,198,476	17%	4,577.01	4,005.92	14%	742,598	435,724	70%
Gold	481,250	464,800	4%	19,494.11	21,229.12	-8%	268,400	290,406	-8%
Euro	72,908	142,143	-49%	4,847.41	9,421.70	-49%	19,259	28,633	-33%
Pound Sterling	29,102	25,211	15%	2,404.05	1,962.37	23%	16,005	13,252	21%
Silver	63,448	18,491	243.1%	1,222.68	433.19	182%	21,420	9,945	115%
WTI Crude	24,317	19,717	23.3%	2,222.57	1,935.09	15%	15,517	11,850	31%
Australian Dollar	4,446	5,581	-20%	197.00	275.79	-29%	4,220	3,876	9%
Swiss Franc	1,586	3,220	-51%	87.37	173.30	-50%	1,570	2,102	-25%
Japanese Yen	12,214	18,030	-32%	573.41	929.21	-38%	6,995	9,388	-25%
Canadian Dollar	3,588	1,681	113%	160.77	82.61	95%	3,211	938	242%
Rupee Options	14,718	-	NA	2.26	-	NA	8,503	-	NA
Copper	34,031	30,533	11%	1,151.87	1,166.14	-1%	22,106	23,999	-8%
Sensex	204,732	47,687	329%	5,089.53	965.39	427%	128,196	32,708	292%
Plastic	4,737	-	NA	34.36	-	NA	1,666	-	NA
MSCI INR	148	-	NA	3.73	-	NA	83	-	NA
MSCI USD	72	-	NA	2.01	-	NA	33	-	NA
INR Euro	4,534	-	NA	29.16	-	NA	1,661	-	NA
INR GBP	2,901	-	NA	18.67	-	NA	1,243	-	NA
USD KRW	2	-	NA	0.10	-	NA	2	-	NA
USD RUB	42	-	NA	2.17	-	NA	41	-	NA
USD ZAR	3	-	NA	0.15	-	NA	3	-	NA
<b>Total</b>	<b>11,789,063</b>	<b>13,759,255</b>	<b>-14%</b>	<b>349,934.45</b>	<b>448,246.48</b>	<b>-22%</b>	<b>7,412,464</b>	<b>9,168,472</b>	<b>-19%</b>

Chart No. (15)

Total percentage of trading volume by commodity in 2014





## The Major Achievements of 2014

SCA had many achievements over the course of 2014 at the legislative, regulatory, and supervisory levels, as well as in the areas of awareness, supporting and institutional affairs, international relations, and local partnerships. Following is an overview of these achievements:

### At the regulatory level:

- His Highness Sheikh Mohammed bin Rashid Al Maktoum, Vice President, Prime Minister, and Ruler of Dubai launched the second market in the UAE financial markets and opened it for trading following the listing of shares of 2 private joint-stock companies on the ADX.
- The UAE was ranked first for effective corporate boards, according to the annual World Competitiveness Yearbook released by the Swiss-based International Institute for Management Development (IMD) on May 22, 2014. SCA focused on this area in its aim to raise the UAE ranking to first on global competitiveness indexes.
- The UAE topped Arab and Middle Eastern countries on the investor protection index and leapt 59 ranks internationally, making the list of the ten most improved economies across the world, according to the World Bank's Doing Business annual report.
- The UAE IPO market rebounded with the registration and listing of the following companies on the ADX and the DFM: Marka, Amanat Holdings, Emaar Malls Group, and Dubai Parks and Resorts. Two other companies were registered in the second market: Manazel Real Estate and the National Investor.
- Rights issues have been traded for the first time in the capital increase of Eshraq Properties.
- The Emaar Malls IPO was priced according to the book-building process for the first time.
- For the first time across the UAE, the "eIPO" platform was utilized in the IPOs of these local companies (Marka, Emaar Malls, Amanat Holding, and Dubai Parks).
- The National Bank of Abu Dhabi (NBAD) became the first licensed market maker in the UAE.
- A number of new financial service companies was licensed:
  - 13 companies to practice margin trading activities.
  - 9 new brokerage companies to conduct Direct Market Access (DMA).
  - 7 companies to practice financial consultancy and financial analysis activities.
  - 1 company to practice own-account trading activities.
  - 3 companies to practice commodities trading activities.
- Approval was given to the: incorporation of 2 local mutual funds, with a total asset value of over a billion dirhams; registration of 2 local mutual funds; promotion of 44 foreign mutual funds inside the UAE.

## SCA's major achievements in 2014

- The implementation of the Extensible Business Reporting Language (XBRL) became mandatory for public joint-stock companies, thereby enabling the electronic disclosure of financial statements during 2014. The average disclosure rate of local joint-stock companies stood at 88.3%.
- Listed companies were required to establish an Investor Relations Department.

### At the legislative level:

- The markets legislative infrastructure was reinforced with the issuance of these regulations and decisions :

- The Authority's Board of Directors' Decision No. (1) of 2014 concerning the Regulations on Investment Management.
- The Authority's Board of Directors' Decision No. (2) of 2014 concerning the Regulations on Covered Warrants.
- The Authority's Board of Directors' Decision No. (5) of 2014 concerning the Fees for the Market Maker Activity.
- The Authority's Board of Directors' Decision No. (6) of 2014 concerning the Fees for the Securities Lending and Borrowing Agent Activity.
- The Authority's Board of Directors' Decision No.

(10) of 2014 concerning the Regulations on Listing and Trading of Shares of Private Joint-Stock Companies.

- The Authority's Board of Directors' Decision No. (11) of 2014 concerning the Fees for Listing and Trading of Shares of Private-Joint Stock Companies.

- The Authority's Board of Directors' Decision No. (16) of 2014 concerning the Regulations on Sukuk.

- The Authority's Board of Directors' Decision No. (17) of 2014 concerning the Regulations on Debt Securities.

- The Authority's Board of Directors' Decision No. (19) of 2014 concerning the Fees Due for Listing and Trading Rights Issue for Shares Increasing the Capital of Public Joint-Stock Companies.

- The Authority's Board of Directors' Decision No. (27) of 2014 concerning Brokerage in Securities.

- The Authority's Board of Directors' Decision No. (32) of 2014 concerning Depository Receipts.

### At the supervisory level:

- SCA spared no effort in promoting its regulatory role through an integrated regulatory system (both electronic and physical). The SCA team conducted a total of 122 inspection visits detailed as follows:



Periodic inspections (brokerage and commodities)	53
Surprise inspections "spot checks"	30
Periodic inspections (financial consultancy and financial analysis)	13
Periodic inspections (securities custody)	4
Periodic inspections (mutual funds)	18
Periodic inspections of markets	2
Joint inspections with the Dubai Financial Services Authority (DFSA)	2

- A number of violations has been detected, notably:

Front-running operations	4
Market manipulations	18
Insider-trading cases	27

- The total actions taken were:
  - Warnings against 91 violators.
  - Suspension of 2 broker representatives.
  - Warnings and notices against 9 investors.
  - Suspension of 4 investors.
  - Referral of 7 cases to public prosecution.

### Institutional and Supporting affairs:

- The SCA Human Resources and Financial Affairs Department won two awards at the MENA HR Excellence Awards ceremony, namely "Distinction in Healthy Workplace Strategies—Corporate Wellness" and "HR Professional of the Year—Public Sector".
- The total Emiratization percentage at SCA surged to around 70 percent. It reached 100 percent in leading positions, 81 percent in supervisory positions, 80 percent in executive positions, and 60 percent in specialized positions.
- The SCA Training Center (SCATC) qualified a record number of 107 graduates, who completed the brokers professional qualification program.
- In response to the directives of the wise leadership of the UAE to shift to a "smart government", SCA launched its smart device applications available on Apple, Android, Blackberry, and Windows, with a total of 11 services to process transactions round the clock from anywhere.

- SCA organized its Sixth Annual Conference titled "Global Standards: The Pathway to Deep and Liquid Markets" and co-organized another titled the "First Arab Capital Markets Conference" in cooperation with the Union of Arab Securities Authorities (UASA).

### International Relations and Local Partnerships:

- As part of its efforts to promote strategic partnerships, SCA signed a number of memoranda of understanding with these authorities and bodies, including:
  - Capital Markets Authority (CMA), Kuwait.
  - Securities Industry Development Corporation (SIDC), Malaysia.
  - Financial Supervisory Authority (FSA), Romania.
  - Jersey Financial Services Commission.
  - General Council for Islamic Banks and Financial Institutions (CIBAFI), Bahrain.
  - Ministry of Interior (MOI) (on training, service quality, and institutional excellence).
  - Paris-Sorbonne University, Abu Dhabi, UAE.
- SCA participated in a number of international events and conferences, notably:
  - The meetings of the 39th Annual Conference of the International Organization of Securities Commissions (IOSCO) where it introduced an integrated initiative to promote the IOSCO role in developing emerging markets.
  - The meeting of the Ministerial Committee of the GCC securities markets.
  - The 8th meeting of the UASA.





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