

Blog G-Star

Fake Gstar available. Gstar. Bid now!

[Home](#) [About](#)

All Clothing Brand:

Loan growth seen as key test for Gulf ban - Billab

Posted July 9th, 2010 by admin and filed in [G-Star](#)

Tags: [Abercrombie sh](#), [Billabong](#)

Qatari lenders, usually among the first to report earnings in the region, are expected to show promising figures.

DUBAI (Reuters) – Investors are looking for signs of renewed lending growth from upcoming Gulf Arab bank results, where provisions for bad and doubtful debt will continue to weigh on second quarter profits.

However, the Gulf region's infrastructure and project funding needs favors plenty of borrowing opportunities in the near future though lending so far this year has been muted.

"I'm quite positive about banks' Q2 earnings, which should see an improvement in core and non-core performance, particularly fees and commission income, plus lower provisions," said Ajeev Gopinath, assistant vice-president for asset management at Gulf Baader Capital Markets.

"Outside of Dubai, Billabong, we are expecting signs of loan growth right across the rest of region."

Categories

[Abercrombie Fitch](#) (11)

[Affliction](#) (1)

[Burberry](#) (4)

[christian audigier](#) (6)

[Christian Dior](#) (5)

[Dsquared](#) (3)

[Ed Hardy](#) (22)

[Evisu](#) (5)

[G-Star](#) (3)

[Hollister](#) (7)

[Juicy Couture](#) (8)

[Lacoste](#) (7)

[Ralph Lauren](#) (3)

DUBAI WORLD WEIGHS

"Local banks are having a hard time just keeping pace with maturing loans in the 2007-2008 vintage," said Deepak Tolani, vice president for equity research at Al Mal Capital.

Tolani added however that lending for large infrastructure and transport projects in Saudi Arabia is already underway, and potential for major project financing in Abu Dhabi is also high.

A large part of the estimated \$15 billion exposure of UAE banks is thought to be carried by Dubai lender Emirates NBD (ENBD.DU) and Abu Dhabi Commercial Bank (ADCB.AD). Official figures are undisclosed.

"The problem loan ratio for our rated banks is about 4.9 percent. I expect another 4 percent to be added for Dubai World exposure," said John Tofarides, analyst at Moody's, adding lenders faced losses of 10 to 20 percent on their exposure.

Shares in Emirates NBD (ENBD.DU), until recently Dubai's largest lender by market value, have slipped over 15 percent this year. Dubai's banking index has fallen 10.2 percent.

Analysts polled by Reuters expect a drop of 13.7 percent in second quarter profit for ENBD.

"Dubai's banking sector is still struggling as banks face a pipeline of provisions in Q3 and Q4,Abercrombie shoes," Tolani said.

Some Gulf banks are preparing some capital-boosting bond issues which could come in the second half of the year if global volatility subsides.

Burgan Bank (BURG.KW), the commercial banking arm of Kuwait's largest investment firm Kuwait Projects Co (KIPCO) (KPRO.KW), plans to issue bonds worth up to \$477.5 million,

Other Gulf lenders such as Qatar's Doha Bank (DOBK.QA), and Bahrain's BBK (BBKB.BH) are also planning bond sales when market conditions are more favorable.

[Rock Republic](#) (4)

[Seven](#) (5)

[Smet](#) (1)

[true religion](#) (8)

[ugg](#) (4)

[Uncategorized](#) (36)

Tags

[Abercrombie ba](#) [Abercrombie Fitch](#) [Abercrombie je](#) [Abercrombie sh](#) [Affliction](#) [American eagle](#) [Canton](#) [Fair ho](#) [Chanel cheap](#) [abercrom](#) [Cheap](#) [Christia](#) [Cheap Ed](#) [Hardy](#) [cheap gucci sh](#) [Cheap True](#) [Rel christian](#) [audigier](#) [Christian](#) [Dior](#) [Discount](#) [Aberc](#) [Discount](#) [Chris](#) [Discount](#) [Ed Ha](#) [Dsquared](#) [Ed Hardy](#) [Ed hardy hoodi](#) [Ed hardy Shoes](#) [Ed hardy silk](#) [Evisu](#) [fake](#) [abercromb](#) [Hollister](#) [Juicy](#) [Couture](#) [Lacoste](#) [Laguna](#) [Beach](#) [Louis](#) [Vittion](#) [Primp](#) [Ralph](#) [Lauren](#) [Rock Republic](#) [Seven](#) [The North](#) [Face](#) [true religion](#) [Versace](#) [Victorias](#) [Secr](#) [Wholesale](#) [Aber](#) [Wholesale Amer](#) [w wholesale](#) [Colo w wholesale](#) [Ed H](#) [Wholesale](#) [Evis](#) [Wholesale](#) [Juic](#) [Wholesale](#) [Loui](#)

Meta

[Log in](#)

[Valid XHTML](#)

[XFN](#)

[WordPress](#)

(Reporting by Rachna Uppal; Editing by Andrew Callus)

Profit for Qatar National Bank (QNBK.QA), the state's largest lender by market value which is due to report on Tuesday, is expected to rise 20 percent according to a Reuters poll.

"NPLs will probably dominate the headline but we think attention should be put on loan book growth," said Daniel Broby, chief investment officer at Silk Invest fund.

Banks in the United Arab Emirates have suffered from substantial exposure to bad loans, particularly from the region-wide real estate slump which hit cities like Dubai hard.

Analysts also expect a good showing from Omani lenders in the second quarter.

Banks may have already booked impairments for exposure to the distressed debt of state-owned conglomerate Dubai World

(DBWLD.UL).

Thomson Reuters data showed that corporate lending in Europe, Middle East and Africa (EMEA) slumped 17 percent in the first half of the year.

Some banks booked record provisions in 2009 as a result.

MIXED PERFORMANCE AMONG GULF BANKS

Comments are closed.

[site map](#) copyright www.annywholesale.com