

Arzan Financial Group

Monthly Report

Kuwait Boursa Performance

For the month ended 31 October 2017

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Assets Management





Content

Section Name	Page Number
Kuwait Boursa Performance Analysis	3
Kuwait Boursa Sector Indices	5
Top gainers and losers	6

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Kuwait Boursa Performance Analysis

Market Indices

	31-Oct-17	%Chg MTD		% Chg YTD	
Kuwait Price Index	6,514	-2.5%	▼	13.3%	▲
Kuwait Wiegthed Index	420	-2.5%	▼	10.5%	▲
Kuwait 15	968	-3.0%	▼	9.4%	▲

Note: Percentage change from the end of September 2017

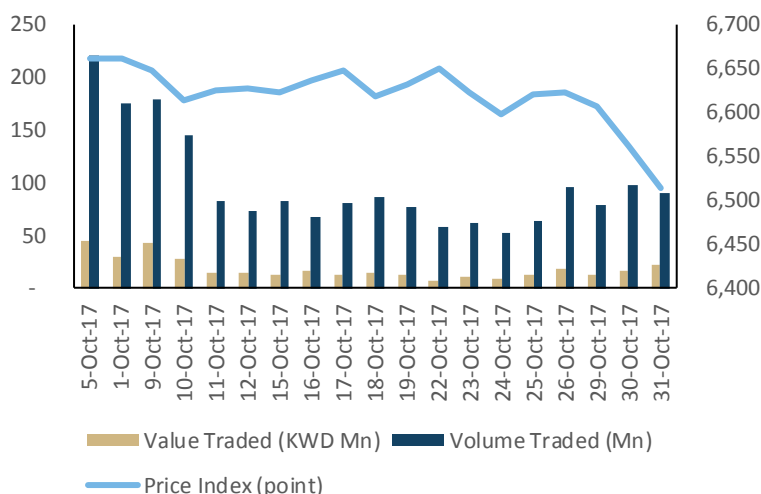
Highest and lowest indices level

	During the Peirod		Beg. of 2017	
	High	Low	High	Low
Kuwait Price Index	6,693	6,514	7,060	5,775
Kuwait Weighted Index	440	420	445	380
Kuwait 15	1,033	968	1,039	884

Market Indicators

	31-Oct-17	%Chg MTD
Market Cap KWD	28,602,324,204	-11.4% ▼
Daily average volume traded (shares / day)	107,759,780	-11.7% ▼
Daily average value traded (KWD/ day)	20,253,592	-19.2% ▼

Note: Percentage change from the end of September 2017



- The Kuwait Boursa closed its trading in October 2017 on a decline in performance compared to the previous month. This was indicated by the decline in all the indices (KWSE – KWSEW – KW15) by 2.5%, 2.5% and 3.0%, respectively.

- The average daily of traded volume went down by 11.4% to reach 107.8 million shares compared to the previous month. Additionally, the average daily value traded decreased by 19.2% to KD 20.3 million during the month compared to KD 25.1 million last month.

- The KSE price index suffered a consecutive decline since September 2017 as it declined by 2.5% during October 2017.

- The market weighted indices which are KSE weighted index “KSEW” and Kuwait 15 “KW15”, after its sufferance from the consecutive monthly increase since July 2017, it declined in Oct 2017 by 2.5% and 3.0% respectively.

- Majority of the Stock in the KSE-15 index closed in Oct 2017 in the red zone starting with agility with a decline of 12.5% followed by Americana by 11.6% and Zain by 9.0% compared to the close price of Sep 2017.

- Oil Brent Price broke the level of USD 61 Dollar for the first time since more than 2 years.

Last 12 Months Kuwait Indices Performance

Kuwait Price Index Movement LTM

Month	Index (point)	Point Change	%Chg
Nov-16	5,554.5	153.4	2.8%
Dec-16	5,748.1	193.6	3.5%
Jan-17	6,832.2	1,084.1	18.9%
Feb-17	6,783.1	(49.1)	-0.7%
Mar-17	7,029.4	246.4	3.6%
Apr-17	6,843.0	(186.4)	-2.7%
May-17	6,785.4	(57.6)	-0.8%
Jun-17	6,762.8	(22.6)	-0.3%
Jul-17	6,851.6	88.8	1.3%
Aug-17	6,892.1	40.5	0.6%
Sep-17	6,679.7	(212.4)	-3.1%
Oct-17	6,513.8	(165.9)	-2.5%

LTM: last twelve months

Kuwait Weighted Index Movement LTM

Month	Index (point)	Point Change	%Chg
Nov-16	367.1	13.1	3.7%
Dec-16	380.1	13.0	3.5%
Jan-17	427.4	47.3	12.4%
Feb-17	424.0	(3.4)	-0.8%
Mar-17	413.3	(10.8)	-2.5%
Apr-17	408.3	(5.0)	-1.2%
May-17	404.5	(3.9)	-0.9%
Jun-17	399.3	(5.1)	-1.3%
Jul-17	413.3	14.0	3.5%
Aug-17	430.6	17.3	4.2%
Sep-17	430.7	0.1	0.0%
Oct-17	419.9	(10.8)	-2.5%

LTM: last twelve months

Kuwait 15 Index Movement LTM

Month	Index (point)	Point Change	%Chg
Nov-16	855.2	28.7	3.5%
Dec-16	885.0	29.9	3.5%
Jan-17	985.4	100.4	11.3%
Feb-17	964.1	(21.3)	-2.2%
Mar-17	933.8	(30.2)	-3.1%
Apr-17	919.4	(14.5)	-1.5%
May-17	915.8	(3.6)	-0.4%
Jun-17	910.1	(5.7)	-0.6%
Jul-17	943.2	33.1	3.6%
Aug-17	984.9	41.7	4.4%
Sep-17	997.4	12.5	1.3%
Oct-17	967.8	(29.6)	-3.0%

Kuwait Boursa Monthly Value Traded

Month	Value (KWD '000)	Chg (KWD '000)	%Chg
Nov-16	165,167.8	(11,310.0)	-6.4%
Dec-16	142,842.7	(22,325.1)	-13.5%
Jan-17	374,641.3	231,798.6	162.3%
Feb-17	301,851.1	(72,790.2)	-19.4%
Mar-17	200,893.4	(100,957.7)	-33.4%
Apr-17	148,539.3	(52,354.1)	-26.1%
May-17	128,305.2	(20,234.1)	-13.6%
Jun-17	87,432.8	(40,872.5)	-31.9%
Jul-17	139,913.1	52,480.3	60.0%
Aug-17	121,539.8	(18,373.3)	-13.1%
Sep-17	250,590.7	129,050.9	106.2%
Oct-17	277,745.3	27,154.6	10.8%

- Although the price index decreased during the month of October 2017 by 2.5% M-o-M to close at 6513.8 points, but Kuwait Boursa continued to record a surplus in its yearly performance as the Price Index had a YTD of 13.3% by the end of the current month.
- The weighted index for the Kuwaiti market went down during the month of October 2017 by 10.5% M-o-M to close at 419.9 points. Nevertheless, Kuwait Weighted Index continued to record a gain in its yearly performance with a YTD of 10.5% by the end of the current month.
- Trading activities for Kuwait Boursa both value and volume traded increased during the month of October by 10.8% and 15.3%, respectively. The monthly value traded reached KWD 227.7 million compared to the previous month while the monthly volume traded reached 540.9 million shares compared to 469 million shares in Sep 2017. The average monthly value traded also declined by 19.2% to reach KWD 20.3 million compared to an average of KWD 25.1 million in Sep 2017.

Kuwait Boursa Sectors' Indices Performance

Market sector Indices

Sector	Index			Price to Earning	Price to Book Value	Dividend Yield	ROE %
	31-Oct-2017	Pct Change %					
Oil and Gas	996.0	1.1%	▲	(86.1)	0.9	0.0%	-1.0%
Basic materials	1,280.6	-2.2%	▼	16.8	1.1	2.6%	6.6%
Industrials	1,769.5	-1.2%	▼	17.1	1.2	1.8%	6.8%
Consumer goods	976.5	-7.1%	▼	15.1	2.4	0.8%	15.8%
Health care	1,510.5	0.0%	↔	22.0	2.3	0.0%	10.4%
Consumer services	932.8	0.0%	▼	36.5	1.7	2.8%	4.6%
Telecom	568.1	-7.4%	▼	13.0	1.5	6.0%	11.3%
Banking	938.4	-1.8%	▼	15.5	1.4	2.0%	9.4%
Insurance	1,077.7	-3.5%	▼	14.0	1.0	3.3%	7.1%
Real estate	923.2	-2.6%	▼	21.8	0.8	1.6%	3.6%
Financial services	672.9	-4.0%	▼	30.2	0.8	0.7%	2.5%
Technology	553.9	-3.4%	▼	7.3	1.0	0.0%	13.4%

Note: Percentage change from the end of September 2017

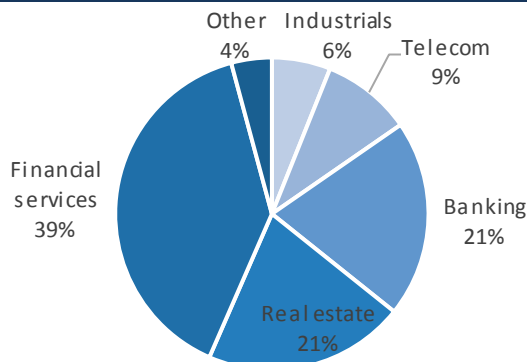
Market Indices activities

Sector	Value			Volume		
	31-Oct-2017	Pct Change %		31-Oct-2017	Pct Change %	
Oil and Gas	2,610,571	233.6%	▲	65,329,268	301.6%	▲
Basic materials	7,969,492	9.7%	▲	14,311,897	6.0%	▲
Industrials	41,860,592	0.0%	↔	150,603,815	55.8%	▲
Consumer goods	2,990,447	49.7%	▲	8,088,165	17.4%	▲
Health care	13,599	0.0%	↔	NA	NA	→
Consumer services	2,669,714	21.9%	▲	16,572,059	67.5%	▲
Telecom	114,387,180	65.0%	▲	244,020,768	48.2%	▲
Banking	169,479,538	-8.7%	▼	492,404,178	0.0%	▼
Insurance	195,929	-43.1%	▼	1,561,759	12.3%	▲
Real estate	30,585,342	-26.7%	▼	535,456,733	5.3%	▲
Financial services	89,261,760	19.3%	▲	949,769,591	24.7%	▲
Technology	173,265	-12.1%	▼	1,561,689	-8.9%	▼

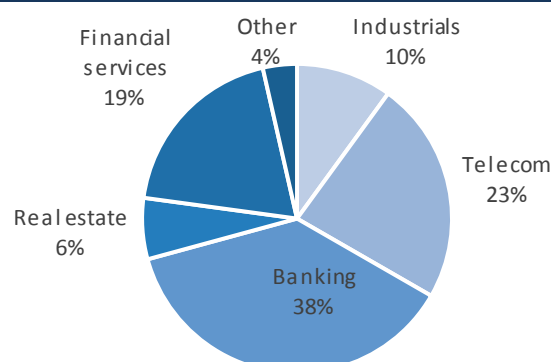
Note: Percentage change from the end of September 2017

- Most of the sector indices among the Kuwait Boursa had a drop in its monthly performance in Oct 2017 compared to last month. The telecom sector was the worst performing sector with a decline of 7.4% M-o-M, followed by the consumer goods sector which fall by 7.1% M-o-M during the same month, while the oil and gas sector was the only sector that increased by 1.1% M-o-M.
- In terms of value traded during October, the indices performance were varied compared to the last month. The oil and gas sector topped the gainers chart with 233.6% up followed by telecom sector with 65.0%, and consumer goods sector by 49.7%, while the insurance sector had felt in value traded by 43.1%.
- During the month of October 2017, the banking sector was the most traded sector in term terms of value with a share of 38% from the total market value traded followed by the telecom sector and financial services by 23% and 19%, respectively.
- Financial services, real estate and banking sectors were the most traded sectors based its monthly volume traded shares during October 2017 with a share of 39%, 21% and 21%, respectively.

Traded Volume



Traded Value



Top Gainers and Losers

Companies' Top Gainers During The Period

Company	Close (fils)	%Chg MTD	Value (KWD)	Volume	Monthly Turnover**
Munshaat Real Estate Projects Co KSCP	76.0	32.4%	4,733,040	69,186,322	34.5%
Egypt Kuwait Holding Co SAE	227.0	23.2%	787,649	3,538,314	82.7%
Kuwait Investment Company KPSC	125.0	17.9%	4,099,395	34,015,860	417.8%
Ajial Real Estate Entertainment Co KSCP	176.0	16.6%	50,730	306,350	-48.9%
Al Madar Finance and Investment Co KSCP	26.8	14.5%	276,263	10,751,178	111.6%
Gulf North Africa Holding Co KPSC	39.9	13.8%	812,960	21,377,994	-44.4%
KGL Logistics Company KPSC	56.6	13.3%	2,993,153	55,751,171	36.5%
Sokouk Holding Co KSCP	54.3	13.2%	2,866,640	56,371,777	-45.0%
Independent Petroleum Group KSCP	433.0	13.0%	195,161	531,073	60.7%
Real Estate Trade Centers Company KPSC	37.0	12.1%	22,681	615,697	-89.7%

Note: Percentage change from the end of September 2017

** Comparing total trading value for the current month with average last 12 months

Companies' Top Losers During The Period

Company	Close (fils)	%Chg MTD	Value (KWD)	Volume	Monthly Turnover*
Warba Insurance Company KSCP	70.0	-28.9%	33,871	417,227	37.3%
Kuwait Hotels Co KPSC	180.0	-28.0%	4	19	-99.5%
Al Argan International Real Estate Co KSCP	132.0	-26.7%	3,790	26,000	-98.9%
Investors Holding Group Company KSCP	16.8	-25.2%	2,400,329	122,837,461	-59.9%
Umm Al Qaiwain General Investment Co PSC	79.9	-19.2%	34,578	444,368	74.0%
Asiya Capital Investments Company KSCP	38.4	-18.0%	408,138	10,386,997	-20.7%
Real Estate Asset Management Co KPSC	250.0	-17.8%	3,586	13,242	-99.7%
United Real Estate Company SAKP	82.0	-17.2%	138,588	1,616,286	3.4%
Burgan for Well Drilling Trading and Maintena	65.0	-16.8%	50,350	732,257	-27.3%
Tamkeen Holding Co	25.0	-16.7%	128,101	5,009,388	-87.5%

Note: Percentage change from the end of September 2017

** Comparing total trading value for the current month with average last 12 months

Top 10 Companies Traded in Terms of Value

Company	Close (fils)	%Chg MTD	Value (KWD)	Volume	Monthly Turnover**
Mobile Telecommunications Company I	466.0	-9.0%	112,499,042	215,088,889	137.2%
National Bank of Kuwait SAKP	775.0	0.8%	44,593,075	56,833,128	39.3%
Kuwait Finance House KSCP	597.0	-1.7%	44,093,938	72,337,464	4.7%
Gulf Bank KSCP	253.0	7.1%	29,236,015	115,478,184	266.6%
National Industries Group Holding KPSC	150.0	0.0%	21,192,254	132,225,396	159.6%
Ahli United Bank BSC	208.0	-1.0%	20,808,514	100,060,055	39.8%
Alimtiiaz Investment Group Co KSCP	165.0	-5.7%	20,555,642	120,348,376	-33.2%
Agility Public Warehousing Co KSCP	793.0	-12.5%	14,379,003	16,951,597	-36.8%
National Investments Co KSCP	105	-5.5%	11,628,397	102,250,913	128.0%
Human Soft Holding Company KSCP	3,875.0	0.1%	10,480,142	2,608,084	-1.5%

Note: Percentage change from the end of September 2017

** Comparing total trading value for the current month with average last 12 months

- Munshaat Real Estate Projects Co KSCP was the top gainer in October 2017 with a monthly gain of 32.4% compared to last month's to close at 76 fils, (total trading values during the month increased by 34.5% compared to the average trading value of the last twelve months). Followed by Egypt Kuwait Holding Co SAE, which rose by 23.2% during the month to close at 227 fils (total trading values during the month increased by 82.7% compared to the average trading value of the last twelve months).

- Warba Insurance Company KSCP stock topped the losers chart as it went down by 28.9% to close at 70 fils, followed by Kuwait Hotels Co KPSC which fell 28% during the month, closing at 180 fils.

- Mobile Telecommunications Company KSCP "Zain" was the top performer in terms of value traded during the month with a trading value of KD 112.5 million (137.2% higher the monthly average for the last twelve months), to end the month at 466 fils. National Bank of Kuwait followed with a value of KD 44.6 million (39.3% higher the monthly average for the last twelve months), closing at a price of 775 fils. Kuwait Finance House KSCP was the third with a value of KD 44.1 million (4.7% higher than the monthly average for the last twelve months), to close the month's trading at 597 fils.

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