

Arzan Financial Group

Monthly Report

Kuwait Boursa Performance

For the month ended on 31 January 2018



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To run the report content,
please contact the
administrators

Alaa Alatilie
Portfolio Analyst
Assets Management
Tel: +965 222 03033
A.Alatilie@arzan.com.kw

Kuwait Boursa Performance Analysis

Market Indices

	28-Dec-17	31-Jan-18	%Chg MTD	% Chg YTD
Kuwait Price Index	6,408	6,688	4.4% ▲	4.4% ▲
Kuwait Wieghted Index	401	412	2.6% ▲	2.6% ▲
Kuwait 15	915	941	2.8% ▲	2.8% ▲

Note: Percentage change from the end of December 2017

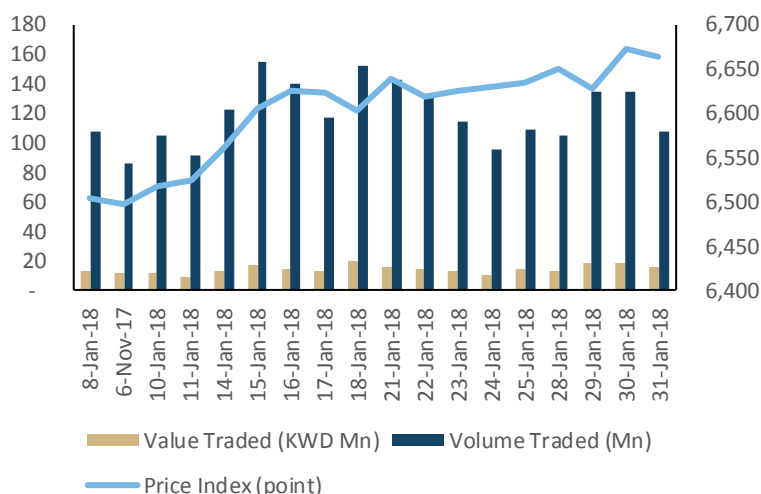
Highest and lowest indices level

	During the Peiord		Beg. of 2018	
	High	Low	High	Low
Kuwait Price Index	6,673	6,313	6,688	6,313
Kuwait Weighted Index	420	400	420	400
Kuwait 15	972	913	972	913

Market Indicators

	31-Jan-18	%Chg MTD
Market Cap KWD	32,805,717,951	3.5% ▲
Daily average volume traded (shares / day)	118,792,334	91.8% ▲
Daily average value traded (KWD/ day)	14,678,259	52.5% ▲

Note: Percentage change from the end of December 2017



The Kuwait Boursa indices close the first month In 2018 in the green zone. This was indicated by the increase in all the market indices (KWSE – KWSEW – KW15) by 4.4%, 2.6% and 2.8%, respectively.

The liquidity indicators also increased during the month of January 2018 driven by the increase in average daily traded volume by 91.8% to reach 118.8 million shares compared to the previous month. Additionally, the average daily value traded surged significantly by 52.5% to KD 14.7 million during the month compared to KD 9.6 million last month.

The performance of the Kuwait 15 index's components were in the green zone with exception for Kuwait project, Human soft and Viva which declined by 10.4%, 1.1% and 0.8%, respectively.

Additionally, Zain topped the best performing stocks among the Kuwait 15 components with 8.8% monthly increase followed by Agility and Boubyan bank with 7.6% and 5.5%, respectively during the month of January 2018.

The increase in Kuwait Boursa might be driven by the continuous increase in Oil Brent Price to reach a new peak during January 2018 and closed the month with 3.26% M-o-M gain at 69.05 USD.

The highly operational companies market value in the Kuwaiti Boursa began to announce its profits during the year 2017 successively in addition to the announcement of dividends and shares distribution. This could enhance the liquidity to be increase in the Kuwait Boursa as some funds and portfolios managers started to re-allocate their investments based on such positive announcements.

Last 12 Months Kuwait Indices Performance

Kuwait Price Index Movement LTM			
Month	Index (point)	Point Change	%Chg
Jan-17	6,832.2		
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%
Nov-17	6,196.5	(317.3)	-4.9%
Dec-17	6,408.0	211.5	3.4%
Jan-18	6,687.8	279.8	4.4%

Kuwait Weighted Index Movement LTM			
Month	Index (point)	Point Change	%Chg
Jan-17	427.4		
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%
Nov-17	398.8	(21.1)	-5.0%
Dec-17	401.4	2.6	0.7%
Jan-18	412.0	10.6	2.6%

LTM: last twelve months

Kuwait Boursa Monthly Value Traded			
Month	Value (KWD '000)	Chg (KWD '000)	%Chg
Jan-17	374,641		
Feb-17	301,851	(72,790)	-19.4%
Mar-17	200,893	(100,958)	-33.4%
Apr-17	148,539	(52,354)	-26.1%
May-17	128,305	(20,234)	-13.6%
Jun-17	87,433	(40,872)	-31.9%
Jul-17	139,913	52,480	60.0%
Aug-17	121,540	(18,373)	-13.1%
Sep-17	250,591	129,051	106.2%
Oct-17	291,896	41,305	16.5%
Nov-17	216,642	(75,253)	-25.8%
Dec-17	119,857	(96,785)	-44.7%
Jan-18	157,292	37,434	31.2%

Kuwait Boursa Monthly Volume Traded			
Month	(Volume '000)	(Chg '000)	%Chg
Jan-17	762,613		
Feb-17	647,611	(115,002)	-15.1%
Mar-17	420,040	(227,571)	-35.1%
Apr-17	326,933	(93,107)	-22.2%
May-17	265,966	(60,968)	-18.6%
Jun-17	152,031	(113,934)	-42.8%
Jul-17	239,736	87,705	57.7%
Aug-17	204,588	(35,148)	-14.7%
Sep-17	468,976	264,388	129.2%
Oct-17	569,968	100,992	21.5%
Nov-17	384,786	(185,182)	-32.5%
Dec-17	233,235	(151,551)	-39.4%
Jan-18	275,886	42,651	18.3%

LTM: last twelve months

- The Kuwait Price Index closed the year of 2017 with YTD of 11.5% as of 28 December 2017. Moreover, the index continued to increase in January 2018 with a monthly gain of 4.4% M-o-M.
- The weighted index for the Kuwaiti market had a growth in January 2018 by 2.6% M-o-M to close at 412 points. Additionally the Weighted Index closed the year of 2017 with YTD of 5.6% as of 28 December 2017.
- Trading activities for Kuwait Boursa both value and volume traded had increased significantly during the first of month of 2018 by 31.2% and 18.3%, respectively. The monthly value traded reached KWD 157.3 million compared to the previous month while the monthly volume traded reached 275.9 million shares compared to 233.2 million shares in December 2017.
- The average monthly traded value has increased during the month of January 2018 by 52.5% to reach Average Daily Traded Value of KWD 14.7 million compared to KWD 5.1 million in December 2018.

Kuwait Boursa Sectors' Indices Performance

Market sector Indices

Sector	Index		Price to Earning	Price to Book Value	Dividend Yield	ROE %
	31-Jan-2018	Pct Change %				
Oil and Gas	996.7	3.4% ▲	(161.7)	0.8	0.0%	-0.5%
Basic materials	1,303.0	3.9% ▲	17.8	1.2	3.7%	6.6%
Industrials	1,868.3	1.6% ▲	16.2	1.2	1.5%	7.3%
Consumer goods	820.8	-0.2% ▼	10.8	1.7	1.3%	15.8%
Health care	1,550.9	2.7% ▲	22.3	2.6	0.0%	11.6%
Consumer services	882.0	-2.1% ▼	29.4	1.4	3.5%	4.6%
Telecom	576.0	3.1% ▲	12.8	1.4	6.1%	11.3%
Banking	955.1	4.7% ▲	17.6	1.7	0.9%	9.9%
Insurance	1,033.7	-6.5% ▼	13.0	0.9	3.5%	7.1%
Real estate	1,063.1	13.9% ▲	20.0	0.8	1.7%	3.8%
Financial services	644.7	4.2% ▲	20.8	0.7	1.1%	3.5%
Technology	465.8	-2.7% ▼	6.5	0.9	0.0%	13.4%

Note: Percentage change from the end of December 2017

Market Indices activities

Sector	Value			Volume		
	31-Jan-2018	Pct Change %		31-Jan-2018	Pct Change %	
Oil and Gas	2,717,950	168.8% ▲		67,221,187	196.9% ▲	
Basic materials	7,169,966	21.0% ▲		15,834,234	23.2% ▲	
Industrials	17,304,826	0.0% ↔		321,844,767	434.8% ▲	
Consumer goods	4,048,462	-2.7% ▼		14,237,231	38.6% ▲	
Health care	-	-100.0% ▼		80,906	#N/A	→
Consumer services	8,984,378	99.2% ▲		79,044,380	49.9% ▲	
Telecom	29,892,566	-3.3% ▼		99,915,284	25.8% ▲	
Banking	137,939,810	74.6% ▲		638,101,940	122.5% ▲	
Insurance	156,246	7.4% ▲		956,834	28.1% ▲	
Real estate	32,676,930	136.9% ▲		684,358,834	160.1% ▲	
Financial services	53,086,752	48.9% ▲		690,998,096	53.7% ▲	
Technology	110,447	102.9% ▲		1,207,232	132.5% ▲	

Note: Percentage change from the end of December 2017

The sector indices among the Kuwait Boursa had a varied monthly performance in January 2018 compared to last month.

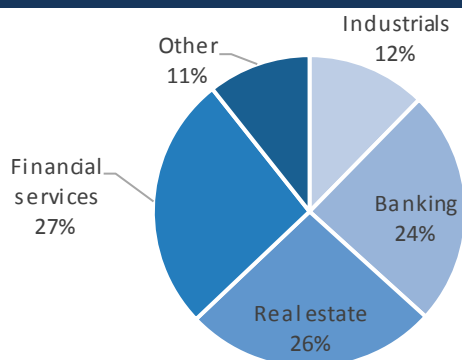
The Real estate sector was the best performing sector with a growth of 13.9% M-o-M, followed by the banking and the financial services sectors which went up by 4.7% and 4.2%, respectively. Insurance and Technology sectors were the worst performing indices with a loss of 6.5% and 2.7%, respectively.

In terms of value traded in the first month of 2018, most of the indices went up compared to the previous month with exception for Telecom and Consumer Goods which declined in order by 3.3% and 2.7%. The Oil & Gas sector topped the gainers chart with 168.8% increase followed by Real Estate and Technology sectors with 136.9%, and 102.9%.

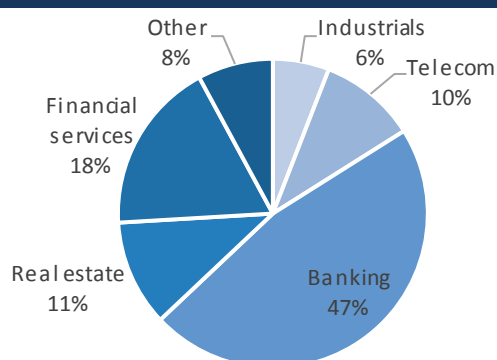
The banking sector was the most traded sector in term of value with 47% of the total value traded followed by the financial services and real estate by 18% and 11%, respectively.

Financial services, real estate and banking sectors were the most traded sectors based on monthly volume traded during the month with a share of 27%, 26% and 24%, respectively.

Traded Volume



Traded Value



Top Gainers and Losers

Companies' Top Gainers During The Period

Company	Close (fils)	%Chg		Value (KWD)	Volume	Monthly Turnover**
		MTD				
Amwal International Investment Company KSCP	59.9	77.7%		1,927,831	37,507,104	120.1%
Real Estate Asset Management Co KPSC	837.0	68.8%		91	140	-100.0%
Kuwait and Gulf Link Transport Co KPSC	109.0	66.7%		7,968,712	70,045,688	665.4%
Ithmaar Holding BSC	56.5	33.9%		19,116,826	359,868,684	79.9%
Tamkeen Holding Co	23.6	33.3%		104,201	4,540,570	-82.7%
Munshaat Real Estate Projects Co KSCP	86.0	23.2%		1,717,566	21,358,209	-30.8%
Al-Arabiya Real Estate Co KSCP	35.7	22.7%		1,214,923	35,014,963	-39.8%
Kuwait Remal Real Estate Co KPSC	46.7	20.1%		2,133,910	48,007,871	-56.7%
United Projects for Aviation Services Co KSCP	700.0	19.7%		5,986	10,270	-85.3%
Aqar Real Estate Investments Co KSCP	79.0	17.9%		143,232	1,954,529	122.0%

Note: Percentage change from the end of December 2017

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

Companies' Top Losers During The Period

Company	Close (fils)	%Chg		Value (KWD)	Volume	Monthly Turnover*
		MTD				
Kuwait Bahrain International Exchange Comp:	72.0	-54.4%		819	10,207	1055.5%
Hilal Cement Co KSCP	100.0	-35.9%		6,951	58,180	-13.4%
Amar Finance and Leasing Company KSCP	45.0	-18.2%		34,408	854,354	74.6%
Ajwan Gulf Real Estate Co KSCP	26.2	-17.1%		4,107,077	148,981,276	366.3%
Burgan for Well Drilling Trading and Maintena	70.0	-16.7%		13,502	191,933	-87.3%
Sharjah Cement and Industrial Development C	75.1	-16.6%		27,351	326,517	-84.7%
Gulf Insurance Group KSCP	700.0	-15.0%		9,288	14,229	-86.3%
Sanam Real Estate Company KSCP	30.0	-14.3%		6,599	189,847	-84.8%
Metal and Recycling Co KSCP	65.0	-13.3%		5,926	87,139	-75.9%
Wethaq Takaful Insurance Co KCSP	39.0	-13.3%		7,516	186,795	-91.2%

Note: Percentage change from the end of December 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		Value (KWD)	Volume	Monthly Turnover**
		MTD				
Kuwait Finance House KSCP	585.0	1.6%		44,192,660	73,667,154	3.8%
National Bank of Kuwait SAKP	740.0	1.6%		36,340,119	47,849,203	12.2%
Mobile Telecommunications Company KSCP	472.0	8.8%		27,875,711	57,840,731	-37.1%
Ithmaar Holding BSC	56.5	33.9%		19,116,826	359,868,684	79.9%
Alimtiiaz Investment Group Co KSCP	152.0	-3.8%		14,293,526	90,729,620	-49.5%
Agility Public Warehousing Co KSCP	863.0	7.6%		12,630,994	14,848,339	-34.5%
Ahli United Bank BSC	211.0	2.4%		12,272,674	58,549,112	-26.5%
Human Soft Holding Company KSCP	3,709.0	-0.8%		10,455,506	2,772,408	8.5%
Gulf Bank KSCP	248	4.2%		10,293,859	42,465,295	35.7%
National Industries Group Holding KPSC	162.0	8.0%		9,670,082	59,999,751	33.0%

Note: Percentage change from the end of December 2017

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

Amwal International Investment Company was the top gainer in January-18 with a monthly gain of 77.7% compared to last month's to close at 59.9 fils, (total trading values during the month went up by 120% compared to the average trading value of the last twelve months). Followed by Real Estate Asset Management Co. which surged by 68.8% to close the month at 837 fils (total trading values during the month dropped by 100% compared to the average trading value of the last twelve months).

Kuwait Bahrain International Exchange Company topped the losers chart as it went down by 54.4% to close at 72 fils, followed by Hilal Cement Company and Amar Finance and Leasing Company which declined 35.9% and 18.% during the month, closing at 100 fils and 45 fils respectively.

Kuwait Finance House "KFH" was the top performer in terms of value traded during the month with a trading value of KD 44.2 million (3.8% higher than the monthly average for the last twelve months), to end the month at 585 fils. National Bank of Kuwait came next with a traded value of KD 36.3 million (12.2% higher than the monthly average for the last twelve months), to close the month's trading at 740 fils. Mobile Telecommunications Company KSCP "Zain" followed with a value of KD 27.9 million (37% lower than the monthly average for the last twelve months), closing at a price of 472 fils.

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