

Arzan Financial Group

Monthly Market Report

Kuwait Boursa Performance

For the month ended on 31 March 2020



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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					
	31-Mar-20	24-Feb-20	31-Dec-19	%Chg MTD	% Chg YTD
All-Share Index (PR)	4,823	6,072	6,282	-20.6% ▼	-23.2% ▼
Premier Market Index (PR)	5,199	6,730	6,976	-22.8% ▼	-25.5% ▼
Main Market Index (PR)	4,083	4,769	4,911	-14.4% ▼	-16.9% ▼
All-Share Index (TR)	5,656	7,016	7,255	-19.4% ▼	-22.0% ▼
Premier Market Index (TR)	6,144	7,809	8,095	-21.3% ▼	-24.1% ▼
Main Market Index (TR)	4,688	5,442	5,588	-13.9% ▼	-16.1% ▼

Note: Percentage change from the end of February 2020

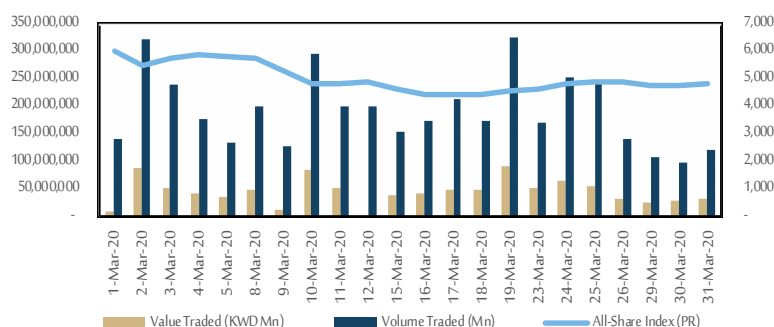
Highest and lowest indices level				
	During the Month		During 2020	
	High	Low	High	Low
All-Share Index (PR)	6,072	4,444	6,393	4,444
Premier Market Index (PR)	6,730	4,661	7,141	4,661
Main Market Index (PR)	4,769	4,010	4,929	4,010
All-Share Index (TR)	7,016	5,135	7,385	5,135
Premier Market Index (TR)	7,809	5,409	8,286	5,409
Main Market Index (TR)	5,511	4,580	5,624	4,580

Market Indicators			
	31-Mar-20	%Chg MTD	
Market Cap KWD	29,890,291,050	-20.2% ▼	
Daily average volume traded (shares / day)	192,521,468	-11.8% ▼	
Daily average value traded (KWD/ day)	46,991,207	53.0% ▲	

Note: Percentage change from the end of February 2020

Net profit for Companies in Kuwait Boursa		
KWD	LTM *	%Chg
Net profit of kuwait Boursa's Companies	2,542,002,495	-0.4% ▲

Note: Percentage change from the end of Last Twelve Month as end of February 2020



Kuwaiti Boursa Indices witnessed strong decline in March 2020 in line with all the global financial markets. The drop in the market was based in the three main indices which are (All-Share Index, Premier Market & Main Market) and it was driven mainly due to the drop in the Crude Oil price. All the market indices decreased broadly but it was highly focused on the large cap Index as the Premier Market index seeing the biggest drop of 22.8% while the main index saw a lower decline by 14.4%. The net impact on the All Share Market Index was a fall of 20.6%.

In fact, the drop in the Kuwaiti indices in March-2020 was in line with most of the GCC and global markets as the number of coronavirus cases surged are getting bigger and spread vastly between the global countries. The drop in the third month of 2020 increase the yearly losses of the Kuwait Boursa as it further lowered YTD-2020 performance with the Premier Market index declining by 25.5% and the All Share Index falling by 23.2%.

Average Daily Traded Value in March 2020 surged by 53% to KD 46.9 million compared to KD 30.7 million in the previous month. Also, the average daily traded volume declined by 11.8% in the same month to a daily average of 192 million compared to a daily average of 218 million shares.

Trading activity on the exchange improved as compared to the previous month. Accordingly, Value traded increased by 89% to KWD 987 Mn compared to KWD 522 Mn in Feb-20. Total traded volume went up at lower rate by 14% to reach an amount of 4.2 Bn shares compared to 3.7 Bn shares in February 2020.

Within the Premier Market index, most of the constituents 17 out of the 18 constituents ended the month of March 2020 in the red zone as topped by National Industries Group Holding KPSC leading the losers chart with a monthly loss of 33.6% followed by Burgan Bank KSCP and Qurain Petrochemical Industries Company KSCP by 29.8% and 28.7%, to reach 152 fils, 205 fils and 194 fils respectively. However, Mezzan Holding Company KSCP was the only gainer within the premier constituents with a monthly gain of 2.5% to close at 487 fils.

Kuwait Boursa Sectors' Indices Performance

Market sector Indices

Sector	Index			Price to Earning	Price to Book Value	Dividend Yield	ROE%
	31-Mar-2020	Pct Change %					
Oil and Gas	1,097.3	-16.0%	▼	19.7	0.83	0.00%	4.2%
Basic materials	636.3	-24.2%	▼	8.9	0.74	7.66%	8.4%
Industrials	680.5	-24.2%	▼	10.7	0.78	0.50%	7.3%
Consumer goods	624.7	2.2%	▲	19.0	1.20	0.00%	5.3%
Health care	851.3	0.0%	↔	123.4	4.39	0.41%	5.1%
Consumer services	723.3	-28.0%	▼	20.4	0.82	0.00%	3.4%
Telecom	966.2	-7.8%	▼	9.5	1.37	0.90%	14.4%
Banking	1,107.9	-23.0%	▼	13.5	1.41	3.03%	10.4%
Insurance	958.9	-1.9%	▼	8.0	0.78	0.00%	9.7%
Real estate	836.6	-19.1%	▼	48.1	0.62	0.23%	1.6%
Financial services	843.0	-19.3%	▼	10.4	0.59	2.50%	5.6%
Technology	443.8	-1.8%	▼	12.3	0.47	0.00%	3.8%

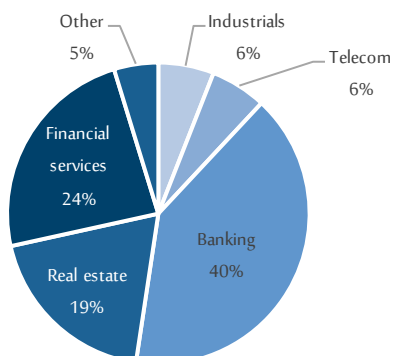
Note: Percentage change from the end of February 2020

Market Indices activities

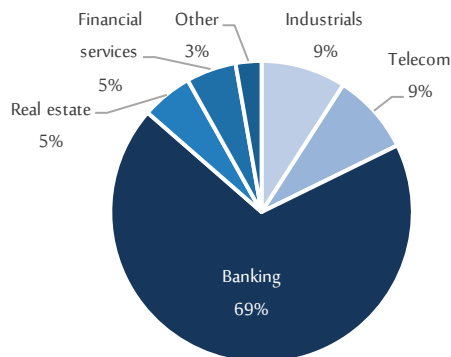
Sector	Value		Volume			
	31-Mar-2020	Pct Change %	31-Mar-2020	Pct Change %		
Oil and Gas	1,399,180	-66.2%	▼	85,772,250	-54.2%	▼
Basic materials	12,345,776	7.7%	▲	40,636,950	27.8%	▲
Industrials	89,712,261	91.2%	▲	252,194,539	14.0%	▲
Consumer goods	4,209,602	-2.0%	▼	27,453,105	-12.4%	▼
Health care	70	-36.4%	▼	100	-36.3%	▼
Consumer services	8,972,419	134.8%	▲	44,862,578	31.7%	▲
Telecom	85,337,185	124.8%	▲	253,819,750	-39.3%	▼
Banking	677,780,809	124.6%	▲	1,712,851,084	208.5%	▲
Insurance	292,961	95.5%	▲	1,318,083	-15.1%	▼
Real estate	53,878,521	28.0%	▲	811,864,260	-19.7%	▼
Financial services	52,882,303	-24.0%	▼	1,004,630,725	-17.7%	▼
Technology	33,573	11.8%	▲	523,994	18.9%	▲

Note: Percentage change from the end of February 2020

Traded Volume



Traded Value



In terms of sector performance, the sector performance chart were inline for with the market indices performance with exception for the Consumer Goods Index which grew during March 2020 by 2.2%, respectively. the Consumer Goods index was the only positive performing sector during the month with a monthly return of 2.2%

The Consumer Goods index was the only positive performing sector during the month with a monthly return of 2.2%. Their was a drop by 23% in one of the main constituents in the Consumer Goods Index named Danah Alsafat Foodstuff and this drop was offset by the increase in the three other constituents in the Consumer Goods Index to end the month by a gain of 2.2%

In opposite, Consumer Services sector recorded the steepest drop among th sector market indices during the month with a decline of 28% as all the three stock in the index ended the month in the red zone. The Basic Materials index was next with a decline of 24.2% followed by Industrials and Bank indices with declines of 24.2% and 23.0%, respectively.

Banking Index monthly loss was one of the worst among sector indices performance and this was on the back of the fact that all the 10 of the stocks in the banking index recorded losses in March 2020 with exception for CBK that closed flat in March 2020.

In terms of value traded in March-20, Consumer Services Index, Telecom & Banking indices were the main gainers which showed growth in liquidity by 134.8%, 124.8% and 124.6% respectively. Meanwhile, Oil & Gas, Health Care and Financial Services indices showed a decline its value traded levels by 66.2%, 36.4% and 24%, respectively

The banking sector was the most traded sector accounted for 69% of the total value traded followed by Industrial and Telecom by 9.1% and 8.6% respectively.

Banking Sector, Financial Services Sector and Real Estate Sector were the most traded sectors based on monthly traded volume during the month with a share of 40%, 24% and 19%, respectively.

Top Gainers and Losers

Companies' Top Gainers During The Period

Company	Close (fils)	%Chg MTD	Value (KWD '000)	Volume ('000)	Monthly Turnover**
Tamdeen Investment Co KSCP	387.0	29.0%	1	3	-99%
Credit Rating and Collection Company KSCP	24.0	20.0%	0	20	-50%
Warba Insurance Company KSCP	71.0	18.1%	25	413	-4%
Osoul Investment Co KSCP	90.0	9.8%	166	2,059	28%
Burgan for Well Drilling Trading and Maintenance KSCP	75.9	6.0%	1	12	-92%
Al Bareeq Holding KSCP	106.0	6.0%	520	4,940	14657973%
Kuwait Insurance Company SAKP	365.0	3.7%	48	149	-68%
Dar Al Thuraya Real Estate Co KPSC	60.0	3.6%	54	966	196%
Mezzan Holding Company KSCP	487.0	2.5%	3,992	8,671	188%
Livestock Transport and Trading Co KPSC	179.0	1.7%	19	114	-76%

** 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 '000)	Volume ('000)	Monthly Turnover**
Jazeera Airways Co KSCP	510.0	-49.3%	7,170	14,124	193%
ALAFCO Aviation Lease and Finance Company KSCI	155.0	-40.6%	2,557	14,454	-20%
Mena Real Estate Co KSCP	23.0	-37.3%	234	8,451	-83%
Noor Financial Investment Co KPSC	99.2	-35.6%	2,653	23,310	-21%
Gulf Petroleum Investment Company KSCP	12.9	-34.8%	1,098	72,028	-20%
Kuwait Investment Company KPSC	101.0	-34.4%	2,423	18,975	19%
Coast Investment and Development Co KSCP	27.0	-34.1%	605	18,812	1%
Al Salam Group Holding Co KSCP	19.8	-34.0%	673	30,202	-65%
National Industries Group Holding KPSC	152.0	-33.6%	17,074	104,934	-39%
First Dubai for Real Estate Development Co KSCP	32.2	-33.6%	1,074	25,367	34%

** 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 '000)	Volume ('000)	Monthly Turnover**
Kuwait Finance House KSC	632	-20.4%	231,882	365,326	98%
National Bank of Kuwait SAKP	720	-25.4%	199,626	256,852	96%
Ahli United Bank BSC	214	-27.3%	119,671	524,429	73%
Mobile Telecommunications Company KSCP	516	-7.9%	81,521	167,036	66%
Agility Public Warehousing Co KSCP	569	-28.4%	52,650	96,565	119%
Gulf Bank KSCP	208	-27.0%	44,407	204,593	-7%
Mabane Company KPSC	634	-25.3%	37,132	60,328	239%
Human Soft Holding Company KSCP	2,350	-26.3%	21,010	8,043	103%
Warba Bank KSCP	193	-28.3%	20,583	103,441	17%
Boubyan Bank KSCP	511	-19.8%	18,102	36,854	45%

Note: Percentage change from the end of February 2020

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

Tamdeen Investment Co KSCP was the top gainer in March 2020 with a monthly gain of 29% M-o-M to close at 387 fils, (total trading values during the month went down by 99% compared to the average trading value of the last twelve months). Followed by Credit Rating and Collection Company KSCP which surged by 20% to close the month at 24 fils (total trading values during the month went down by 50% compared to the average trading value of the last twelve months).

Jazeera Airways Co KSCP topped the losers chart during the third month of 2020 as it went down by 49.3% to close at 510 fils, followed by ALAFCO Aviation Lease and Finance Company KSCP and Mena Real Estate Co KSCP which decayed by 40.6% and 37.3% during the month, closing at 155 fils and 23 fils, respectively.

Kuwait Finance House KSC "KFH" was the top performer in terms of value traded during the month with a trading value of KD 231.9 million (98% higher than the monthly average for the last twelve months), to end the month at 632 fils. National Bank of Kuwait SAKP "NBK" came next with a traded value of KD 199.6 million (96% higher than the monthly average for the last twelve months), to close the month's trading at 720 fils. Ahli United Bank BSC "AUB-BH" came next with a traded value of KD 119.7 million (73% higher than the monthly average for the last twelve months), to close the month's trading at 214 fils.

Last 12 Months Kuwait Indices Performance

All-Share Index (PR)				Premier Market Index (PR)				Main Market Index (PR)			
Month	Index (Close)	Point Change	%Chg	Month	Index (point)	Point Change	%Chg	Month	Index (point)	Point Change	%Chg
Mar-19	5,618			Mar-19	5,987			Mar-19	4,917		
Apr-19	5,630	12.2	0.2%	Apr-19	6,047	60.5	1.0%	Apr-19	4,829	(88.5)	-1.8%
May-19	5,732	101.7	1.8%	May-19	6,242	194.9	3.2%	May-19	4,737	(92.2)	-1.9%
Jun-19	5,832	100.5	1.8%	Jun-19	6,377	134.8	2.2%	Jun-19	4,767	29.9	0.6%
Jul-19	6,117	284.5	4.9%	Jul-19	6,744	367.1	5.8%	Jul-19	4,882	115.1	2.4%
Aug-19	5,941	(175.5)	-2.9%	Aug-19	6,528	(216.3)	-3.2%	Aug-19	4,789	(92.3)	-1.9%
Sep-19	5,679	(262.4)	-4.4%	Sep-19	6,175	(353.0)	-5.4%	Sep-19	4,714	(75.5)	-1.6%
Oct-19	5,717	38.6	0.7%	Oct-19	6,211	36.4	0.6%	Oct-19	4,758	44.1	0.9%
Nov-19	5,928	210.9	3.7%	Nov-19	6,519	308.2	5.0%	Nov-19	4,767	9.1	0.2%
Dec-19	6,282	354.2	6.0%	Dec-19	6,976	456.6	7.0%	Dec-19	4,911	143.7	3.0%
Jan-20	6,325	42.5	0.7%	Jan-20	7,033	57.5	0.8%	Jan-20	4,922	11.7	0.2%
Feb-20	6,072	(252.9)	-4.0%	Feb-20	6,730	(303.3)	-4.3%	Feb-20	4,769	(153.0)	-3.1%
Mar-20	4,823	(1,249.3)	-20.6%	Mar-20	5,199	(1,531.5)	-22.8%	Mar-20	4,083	(686.2)	-14.4%

LTM: last twelve months

Monthly Value Traded				Monthly Volume Traded				Average Daily Traded Value			
Month	Value (KWD '000)	(Chg '000)	%Chg	Month	(Volume '000)	(Chg '000)	%Chg	Month	(KWD '000)	(Change Mn)	%Chg
Mar-19	817,153			Mar-19	3,650,166			Mar-19	38,912		
Apr-19	702,672	(114,481)	-14.0%	Apr-19	3,641,765	(8,400)	-0.2%	Apr-19	33,461	(5,451.5)	-14.0%
May-19	617,069	(85,603)	-12.2%	May-19	2,257,251	(1,384,514)	-38.0%	May-19	28,049	(5,412.0)	-16.2%
Jun-19	660,162	43,093	7.0%	Jun-19	2,623,166	365,915	16.2%	Jun-19	36,676	8,627.1	30.8%
Jul-19	978,903	318,741	48.3%	Jul-19	4,679,630	2,056,463	78.4%	Jul-19	42,561	5,885.3	16.0%
Aug-19	490,233	(488,670)	-49.9%	Aug-19	2,584,969	(2,094,660)	-44.8%	Aug-19	27,235	(15,325.8)	-36.0%
Sep-19	749,884	259,651	53.0%	Sep-19	3,112,774	527,805	20.4%	Sep-19	34,086	6,850.5	25.2%
Oct-19	503,743	(246,141)	-32.8%	Oct-19	2,923,385	(189,389)	-6.1%	Oct-19	21,902	(12,183.8)	-35.7%
Nov-19	514,818	11,075	2.2%	Nov-19	2,980,710	57,325	2.0%	Nov-19	25,741	3,839.0	17.5%
Dec-19	853,417	338,599	65.8%	Dec-19	4,096,903	1,116,193	37.4%	Dec-19	37,105	11,364.2	44.1%
Jan-20	869,449	16,032	1.9%	Jan-20	4,216,051	119,148	2.9%	Jan-20	48,303	11,197.6	30.2%
Feb-20	522,239	(347,210)	-39.9%	Feb-20	3,712,555	(503,496)	-11.9%	Feb-20	30,720	(17,582.8)	-36.4%
Mar-20	986,815	464,577	89.0%	Mar-20	4,235,472	522,917	14.1%	Mar-20	46,991	16,271.3	53.0%

LTM: last twelve months

- The All-Share Index (PR) closed the 3rd month of 2020 in the red zone with strong drop of 20.6% and YTD of -23.2% to close at a level of 4,823 points.
- The Premier Market Index (PR) closed the month of March 2020 with clear reduction at 22.8% M-o-M to close at 5,199 points. Additionally the Premier Market Index (PR) has a YTD of -25.5% in 2020.
- The Main Market Index (PR) ended the third month of 2020 with a decrease in the index records by 16.9% M-o-M to close at 4,083 points and YTD ended at a -16.9% record.
- Trading activity went up significantly during the month. This was evidence by the fact that the monthly traded volume increased by 14.1% compared to the previous month to reach 4.2 billion shares. Moreover, monthly value traded saw higher increase of 89% to reach KWD 987 million as compared to KWD 522.2 million during the previous month.
- The average monthly traded value went also up during the month of March 2020 by 53% to an average daily traded value of KWD 47 million compared to KWD 30.7 million in February 2020.

Disclaimer

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