

# Arzan Financial Group

**Monthly Report**

**Kuwait Boursa Performance**

**For the month ended on 30 August 2018**



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# Kuwait Boursa Performance Analysis

## Market Indices

	30-Aug-18	31-Jul-18	%Chg MTD	% Chg YTD
All-Share Index (PR)	5,132	5,168	-0.68% ▼	6.3% ▲
Premier Market Index (PR)	5,262	5,297	-0.66% ▼	9.8% ▲
Main Market Index (PR)	4,897	4,933	-0.72% ▼	1.4% ▲
All-Share Index (TR)	5,711	5,750	-0.67% ▼	8.9% ▲
Premier Market Index (TR)	5,888	5,928	-0.66% ▼	12.2% ▲
Main Market Index (TR)	5,359	5,397	-0.69% ▼	4.5% ▲

Note: Percentage change from the end of August 2018

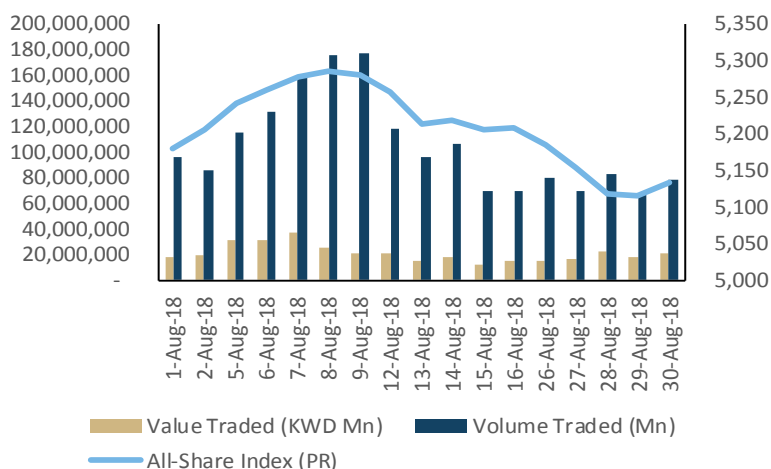
## Highest and lowest indices level

	During the Month		Beg. of 2018	
	High	Low	High	Low
All-Share Index (PR)	5,287	5,116	5,287	4,731
Premier Market Index (PR)	5,466	5,253	5,466	4,684
Main Market Index (PR)	4,963	4,861	5,058	4,780
All-Share Index (TR)	5,883	5,693	5,883	5,235
Premier Market Index (TR)	6,117	5,878	6,117	5,234
Main Market Index (TR)	5,429	5,319	5,441	5,319

## Market Indicators

	30-Aug-18	%Chg MTD
Market Cap KWD	29,288,557,257	-0.7% ▼
Daily average volume traded (shares / day)	103,269,081	-17.9% ▼
Daily average value traded (KWD/day)	20,938,225	-21.4% ▼

Note: Percentage change from the end of August 2018



Kuwait Boursa's indices posted Negative performance for month August-2018. The decline were similar in the market indices. This was evident by the fact that the All-share index (PR), Premier Market Index (PR) and Main Market Index (PR) declined by 0.68%, 0.66% and 0.72%, respectively. Thereby, the decline pushed down the YTD-18 gains as the Premier market index closed at 5,262 points with a YTD 2018 gain of 9.8%, while that of the Main Market Index and the All Share Index stood at 1.4% and 6.3%, respectively

Trading activity recorded a steep drop in August 2018 due to the Eid holidays. The average daily traded volume went down by 17.9% to reach 103.3 million shares compared to the previous month of 125.7 million shares. Additionally, the average daily traded value dropped parallelly with the ADT Volume by 21.4% to KD 20.9 million during the month compared to KD 26.6 million in the previous month.

In terms trading activity, the market saw spike in value traded during the month as the traded value declined significantly by 41.8% to reach KD 356.4 million compared to KD 612.6 million during the previous month. In addition, total monthly traded shares dropped parallelly by 38.4% to 1.8 billion shares compared to 2.9 billion shares. Finally, we found out that more than 75% of traded value were focused on large-cap stocks.

Within the Premier Market index, 5 out of the 17 constituents reported positive performance during the month with Boubyan Petrochemical leading the gains at 7.1% followed by Boubyan Bank at 2.5% and National Industries Group Holding at 1.9%. The majority of the Premier's constituents reported negative performance topped by Burgan Bank with a drop of 8.3% followed by KIPCO & KIB by 5.0% and 3.9%, respectively.

# Kuwait Boursa Sectors' Indices Performance

## Market sector Indices

Sector	Index			Price to Earning	Price to Book Value	Dividend Yield	ROE %
	30-Aug-2018	Pct Change %					
Oil and Gas	1,097.2	3.9%	▲	19.6	0.8	2.5%	4.2%
Basic materials	1,118.2	4.5%	▲	19.5	1.3	1.5%	6.8%
Industrials	1,006.8	-0.6%	▼	14.8	1.2	1.9%	8.4%
Consumer goods	890.4	0.5%	▲	28.4	1.5	2.9%	5.3%
Health care	996.3	0.0%	↔	119.0	5.2	0.6%	4.4%
Consumer services	1,057.0	0.0%	▼	25.0	1.2	3.2%	4.7%
Telecom	931.6	-1.4%	▼	12.3	1.3	7.0%	10.2%
Banking	1,062.2	-1.2%	▼	15.7	1.5	2.9%	9.4%
Insurance	932.9	-0.8%	▼	10.7	0.9	3.7%	8.4%
Real estate	986.8	0.2%	▲	22.3	0.7	0.8%	3.3%
Financial services	995.3	-0.1%	▼	12.6	0.7	2.3%	5.2%
Technology	865.7	-10.5%	▼	7.9	0.8	0.0%	10.1%

Note: Percentage change from the end of August 2018

## Market Indices activities

Sector	Value		Volume	
	30-Aug-2018	Pct Change %	30-Aug-2018	Pct Change %
Oil and Gas	514,585	-57.3%	10,972,486	-69.9%
Basic materials	7,249,262	-47.1%	12,421,082	-54.1%
Industrials	70,769,488	-20.8%	164,948,592	-41.4%
Consumer goods	1,537,735	-38.2%	4,395,650	-32.6%
Health care	488,000	-0.9%	400,000	-8.2%
Consumer services	4,932,102	-37.5%	61,047,323	-2.3%
Telecom	36,390,515	-22.8%	80,548,688	-25.0%
Banking	175,277,229	-51.4%	517,981,262	-51.1%
Insurance	461,715	-36.8%	2,232,503	-45.1%
Real estate	16,914,510	-46.5%	291,455,508	-49.6%
Financial services	41,858,479	-27.0%	634,461,577	-13.0%
Technology	47,928	-65.7%	365,077	-69.6%

Note: Percentage change from the end of August 2018

In terms of sector performance, most of the sectoral indices witnessed marginal declines during the month. The Technology index observed the steepest decline by 10.5% mainly on the back of an equivalent decline in shares of ASC led by a decline in Q2-18 profits.

The seconded sectoral decline were accounted by Large-cap sectors which are Telecoms and Banks by 1.4% and 1.2%, respectively. In the Telecom sector, Viva Kuwait showed positive performance with a gain of 1.2% after reporting healthy growth in net profits. On the other hand, shares of Zain and Ooredoo Kuwait. In addition, most of the banks in the banking sector closed in the red zone with exception for KFH, Boubayan and AUB-Kuwait.

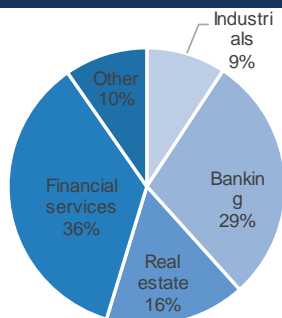
On the other hand, the Basic Material sector topped the gainers list during the month of August-18 with a gain of 4.5% followed by Oil and Gas Sector which turned up by 3.9% during the month.

In terms of value traded in August 2018, all indices had a negative performance as the Technology Index was the worst performing with a down-surge of 65.7% followed by the Oil and Gas Index which decayed by 57.3% and the large-cap the banking index which dropped by 51.4% compared to previous month.

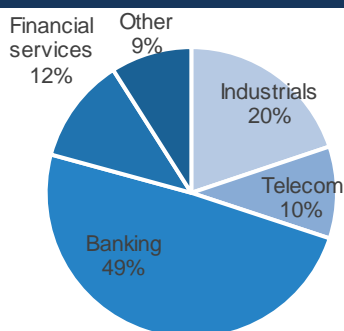
The banking sector was the most traded sector accounted for 49% of the total value traded followed by the Industrial and Financial Services by 20% and 12%, respectively.

Financial Services Sector, Banking Sector and Real Estate Sector were the most traded sectors based on monthly volume traded during the month with a share of 36%, 29% and 16%, 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**
Sanam Real Estate Company KSCP	60.0	57.5%	3,128	262,741	-53.3%
Metal and Recycling Co KSCP	68.0	25.9%	16,286	262,460	101.8%
Kuwait and Middle East Financial Investment	24.8	24.0%	1,323,846	3,185,684	-24.1%
Aayan Leasing and Investment Co KSCP	39.1	23.7%	10,199,193	278,002,547	326.7%
Kuwait Syrian Holding Co KSC	34.5	21.1%	534,617	16,205,470	2.8%
Al Eid Food Company KSCP	66.0	20.0%	9,213	157,958	675.6%
Real Estate Trade Centers Company KPSC	25.0	17.4%	-	1,295,100	-100.0%
Warba Insurance Company KSCP	74.3	16.8%	30,326	431,914	1.2%
Kuwait Real Estate Holding Co KPSC	31.0	15.2%	22,013	747,283	-15.5%
Heavy Engineering Industries and Shipbuilding	490.0	14.5%	12,843,162	27,612,073	764.4%

Note: Percentage change from the end of August 2018

\*\* 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**
Kuwait Cable Vision Company KPSC	11.0	-63.3%	386,470	26,313	22.1%
National Consumer Holding Company KSCP	44.0	-37.1%	25	565	-98.6%
Amar Finance and Leasing Company KSCP	32.8	-21.7%	6,282	174,668	-56.6%
Tamkeen Holding Co	11.0	-21.4%	70,163	8,098,798	29.0%
Effect Real Estate Company KPSC	16.1	-19.9%	1,288	80,650	-86.8%
Umm Al Qaiwain General Investment Co PSC	58.3	-17.9%	97	1,664	-99.7%
Al Ahli Bank of Kuwait KSCP	290.0	-12.1%	1,609,063	5,584,687	65.1%
Al Mazaya Holding Company KSCP	78.7	-11.6%	968,991	12,238,484	-64.4%
Al Mal Investment Company KPSC	16.9	-11.1%	243,159	14,218,083	-34.2%
Asiya Capital Investments Company KSCP	34.5	-10.9%	75,420	2,317,793	-62.8%

Note: Percentage change from the end of August 2018

\*\* 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**
Kuwait Finance House KSCP	587	0.7%	54,421,183	102,558,989	12.8%
National Bank of Kuwait SAKP	803	-0.9%	40,610,458	50,906,446	2.0%
Mobile Telecommunications Company KSCP	477	-1.9%	35,576,234	75,935,477	-14.2%
Agility Public Warehousing Co KSCP	841	-0.2%	23,766,958	27,628,556	66.3%
Gulf Bank KSCP	252	-3.8%	22,988,597	93,616,118	86.5%
Ahli United Bank BSC	204	-1.9%	19,798,819	106,508,011	20.7%
Integrated Holding Co KSCP	903	-0.2%	15,838,339	17,853,847	261.8%
Kuwait International Bank KSCP	249	-3.9%	14,577,691	67,163,818	79.5%
Heavy Engineering Industries and Shipbuilding	490	14.5%	12,843,162	27,612,073	764.4%
National Industries Group Holding KPSC	164	1.9%	11,222,069	69,407,742	37.4%

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

Sanam Real Estate Company was the top gainer in August 2018 with a monthly gain of 57.5% M-o-M to close at 60 fils, (total trading values during the month dropped by 53% compared to the average trading value of the last twelve months). Followed by Metal and Recycling Co which surged by 25.9% to close the month at 68 fils (total trading values during the month increased by 102% compared to the average trading value of the last twelve months).

Kuwait Cable Vision Company topped the losers chart as it went down by 63% to close at 11 fils, followed by National Consumer Holding Company and Amar Finance and Leasing Company which decayed by 37.1% and 21.7% during the month, closing at 44 fils and 32.8 fils, respectively.

Kuwait Finance House "KFH" was the top performer in terms of value traded during the month with a trading value of KD 54.4 million (12.8% higher than the monthly average for the last twelve months), to end the month at 587 fils. National Bank of Kuwait KSCP "NBK" came next with a traded value of KD 40.6 million (2% higher than the monthly average for the last twelve months), to close the month's trading at 803 fils. Mobile Telecommunication Company "Zain" came next with a traded value of KD 35.6 million (14.2% lower than the monthly average for the last twelve months), to close the month's trading at 477 fils.

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