

Arzan Financial Group

Monthly Report

Kuwait Boursa Performance

For the month ended on 28 June 2018



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Kuwait Boursa Performance Analysis

Market Indices

	28-Jun-18	31-May-18	%Chg MTD	% Chg YTD
All-Share Index (PR)	4,890	4,736	3.3% ▲	-1.5% ▼
Premier Market Index (PR)	4,905	4,691	4.6% ▲	-0.8% ▼
Main Market Index (PR)	4,864	4,816	1.0% ▲	-2.6% ▼
All-Share Index (TR)	5,439	5,261	3.4% ▲	0.9% ▲
Premier Market Index (TR)	5,489	5,242	4.7% ▲	1.3% ▲
Main Market Index (TR)	5,313	5,258	1.0% ▲	0.2% ▲

Note: Percentage change from the end of May 2018

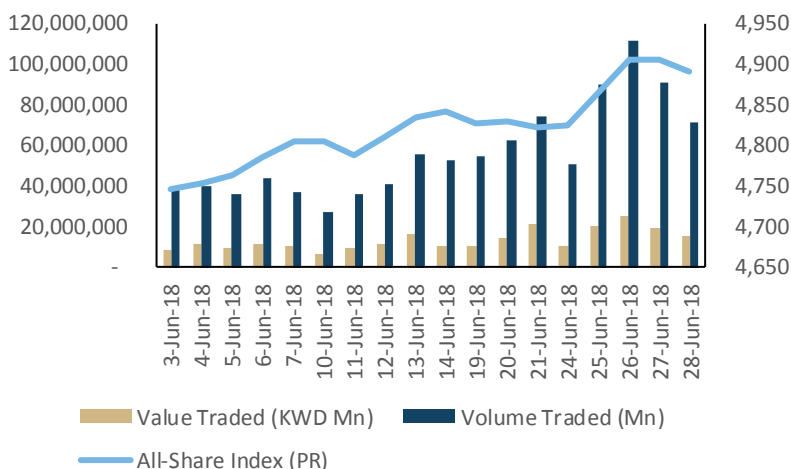
Highest and lowest indices level

	During the Month		Beg. of 2018	
	High	Low	High	Low
All-Share Index (PR)	4,906	4,747	5,055	4,731
Premier Market Index (PR)	4,926	4,710	5,072	4,684
Main Market Index (PR)	4,880	4,812	5,058	4,780
All-Share Index (TR)	5,456	5,274	5,489	5,235
Premier Market Index (TR)	5,512	5,264	5,553	5,234
Main Market Index (TR)	5,329	5,254	5,372	5,254

Market Indicators

	28-Jun-18	%Chg MTD
Market Cap KWD	27,363,208,504	1.5% ▲
Daily average volume traded (shares / day)	56,477,574	8.5% ▲
Daily average value traded (KWD / day)	13,448,400	51.1% ▲

Note: Percentage change from the end of May 2018



Kuwait's Boursa had positive news from the MSCI decision to include Kuwait in its next annual classification review as an Emerging Markets. Therefore, the headline indices increased in June-18 based on the three main shares indices which are (All-Share Index, Premier Market & Main Market). The Premier index surged the most during the month by 4.6% indicating relatively larger trades on the large-cap stocks. The All Share Index went up at a slightly slower pace of 3.3% while the Main Market Index increased by a marginal rate of 1.0%.

Trading activity augmented in June 2018, albeit significantly, as the average daily traded volume improved by 8.5% to reach 56.5 million shares compared to the previous month of 53.03 million shares. Additionally, the average daily traded value went up parallelly with the ADT Volume by 51.1% to KD 13.4 million during the month compared to KD 8.9 million in the previous month.

In terms trading activity, the market saw a spike in value traded during the month despite the month of Ramadan followed by Eid Holidays. Total monthly traded value increased significantly by 16.8% to reach KD 242.2 million compared to KD 207.3 million during the previous month. In opposite, total monthly traded shares fall by 15% to 1.017 billion shares compared to 1.1976 billion shares indicating most of the trades were focused on large-cap stocks.

The large-cap Premier Market Index surged 4.6% as 11 out of the sixteen constituents increased in June. Mobile telecommunication "Zain", Ahli United Bank "Bahrain", and Burgan Bank increased the most by MTD of 16%, 8.3% and 8.2% respectively. Gulf Bank deteriorated the most during the month by 9.2% mainly due to the sales execution for the Ministry of Justice, followed by Warba Bank and Boubyan Petrochemical Company by 8.9% and 1.9%, respectively

Kuwait Boursa Sectors' Indices Performance

Market sector Indices

Sector	Index		Price to Earning	Price to Book Value	Dividend Yield	ROE %
	28-Jun-2018	Pct Change %				
Oil and Gas	1,061.5	2.3% ▲	19.1	0.8	2.6%	4.2%
Basic materials	1,032.8	0.1% ▲	18.2	1.2	0.0%	6.8%
Industrials	970.9	2.5% ▲	14.6	1.2	0.7%	8.0%
Consumer goods	890.2	2.3% ▲	28.6	1.5	2.9%	5.3%
Health care	998.9	-0.1% ▼	119.2	5.3	0.0%	4.4%
Consumer services	1,072.6	0.8% ▲	25.4	1.2	3.2%	4.7%
Telecom	879.5	11.2% ▲	12.0	1.2	7.2%	10.2%
Banking	997.6	3.3% ▲	15.0	1.4	1.5%	9.4%
Insurance	924.2	-0.3% ▼	10.7	0.9	0.4%	8.4%
Real estate	955.0	0.5% ▲	21.7	0.7	0.3%	3.3%
Financial services	995.5	1.3% ▲	12.6	0.7	1.3%	5.2%
Technology	945.8	8.3% ▲	7.6	0.8	0.0%	10.1%

Note: Percentage change from the end of May 2018

Market Indices activities

Sector	Value		Volume	
	28-Jun-2018	Pct Change %	28-Jun-2018	Pct Change %
Oil and Gas	480,972	-63.4% ▼	10,872,935	-39.4% ▼
Basic materials	9,300,403	-16.2% ▼	17,279,223	-10.6% ▼
Industrials	23,618,720	-21.2% ▼	78,329,211	-30.0% ▼
Consumer goods	2,571,933	-28.7% ▼	8,809,145	-8.2% ▼
Health care	649	-93.6% ▼	5,100	-93.4% ▼
Consumer services	7,578,013	24.3% ▲	29,704,997	-31.3% ▼
Telecom	35,804,707	112.5% ▲	92,297,115	69.8% ▲
Banking	129,258,209	29.0% ▲	354,498,361	21.1% ▲
Insurance	3,497,895	862.1% ▲	9,352,133	422.1% ▲
Real estate	11,216,158	6.5% ▲	182,601,191	-11.8% ▼
Financial services	18,731,542	-31.2% ▼	232,751,375	-47.0% ▼
Technology	130,732	186.8% ▲	1,116,967	193.6% ▲

Note: Percentage change from the end of May 2018

In terms of sector performance, the majority of the Kuwaiti indices increased during the month of June-18.

The Telecom Index witnessed noticeable gains of 11.2% primarily on the back of a 16% increase in shares of Zain after its positive news that Zain KSA has refinanced USD 1.5 Billion.

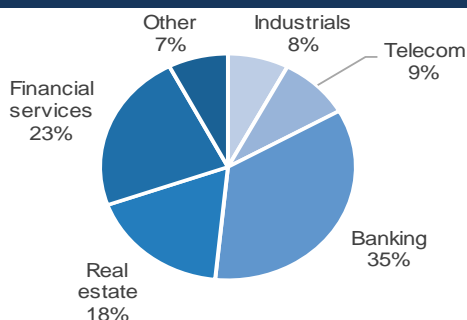
The Technology Index recorded the second best monthly performance of 8.3% followed by the Banking Index and the Industrial Index with an upsurge of 3.3% and 2.5%, respectively. In opposite, Insurance and Health Care Indices were the only two sectors recorded marginal decline during the month of June 2018.

In terms of value traded in June-18, the indices had a varied performance as the Insurance index was the best performing with an upsurge of 862% followed by Technology which increased by 186.8% compared to the previous month. In opposite, Health care index showed the steepest decline of 93.6% followed by Oil & Gas and consumer goods declined by 63% and 29%.

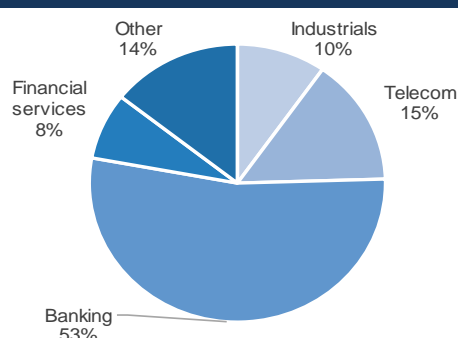
The banking sector was the most traded sector accounted for 53% of the total value traded followed by the Telecom and Industrial by 15% and 10%, respectively.

Banking Sector, Financial Services Sector, and Real Estate Sector were the most traded sectors based on monthly volume traded during the month with a share of 35%, 23% and 18%, 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**
Hilal Cement Company KSCP	110.0	27.9%	97	2,540	-97.2%
Tamkeen Holding Co	14.0	26.1%	709	75,576	-98.9%
Salbookh Trading Co KSCP	50.9	22.7%	61,767	1,728,466	15.8%
KAMCO Investment Co KSCP	77.0	19.0%	47,221	581,843	66.9%
Mobile Telecommunications Company KSCP	435.0	16.0%	35,116,235	91,970,638	-6.7%
Mena Real Estate Co KSCP	31.0	14.8%	21,631	763,854	-90.4%
Senergy Holding Company KSCP	30.0	13.6%	68,398	2,553,511	-11.5%
United Real Estate Company SAKP	63.9	10.6%	171,380	3,041,811	299.2%
Noor Financial Investment Co KPSC	54.4	9.9%	787,338	15,579,102	-8.7%
Umm Al Qaiwain General Investment Co PSC	77.4	9.8%	38,634	524,623	30.7%

Note: Percentage change from the end of May 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	8.0	-73.3%	3	363	-100.0%
Effect Real Estate Company KPSC	15.0	-30.9%	20	1,080	-99.8%
Hayat Communications Co KSCP	59.0	-26.3%	23,287	340,100	18.8%
Gulf Investment House KSCP	17.0	-17.1%	88,234	5,484,340	-56.0%
Gulf Franchising Holding Co KSCP	20.0	-16.7%	4,755	237,751	-98.0%
United Projects for Aviation Services Co KSCP	580.0	-15.9%	14,591	25,216	-74.1%
Credit Rating and Collection Company KSCP	19.1	-15.1%	90	4,532	-92.4%
Sharjah Cement and Industrial Development	76.0	-13.6%	50,924	632,778	-40.5%
Osoul Investment Co KSCP	52.0	-13.3%	326,893	5,951,857	671.1%
Fujairah Cement Industries Co PSC	66.0	-12.0%	387,241	5,667,881	36.1%

Note: Percentage change from the end of May 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**
National Bank of Kuwait SAKP	750.0	3.7%	35,554,495	51,387,781	1.3%
Mobile Telecommunications Company KSCP	435.0	16.0%	35,116,235	91,970,638	-6.7%
Kuwait Finance House KSCP	539.0	5.3%	34,097,515	71,283,114	-13.9%
Gulf Bank KSCP	237.0	-9.2%	14,766,997	69,964,457	71.5%
Boubyan Bank KSCP	500.0	0.0%	12,529,328	30,538,704	143.3%
Agility Public Warehousing Co KSCP	788.0	7.9%	10,205,362	14,323,645	-30.3%
Kuwait International Bank KSCP	225.0	2.7%	10,203,475	45,756,900	109.0%
Human Soft Holding Company KSCP	3,502.0	5.5%	6,522,028	1,817,058	-22.2%
Ahli United Bank BSC	182	8.3%	6,156,641	37,072,071	-56.7%
Boubyan Petrochemical Company KSCP	839.0	-1.9%	6,072,324	7,514,874	20.8%

Note: Percentage change from the end of May 2018

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

Hilal Cement Company was the top gainer in June 2018 with a monthly gain of 27.9% M-o-M to close at 110 fils, (total trading values during the month declined by 97% compared to the average trading value of the last twelve months). Followed by Tamkeen Holdin Company which surged by 26% to close the month at 14 fils (total trading values during the month dropped by 98.9% compared to the average trading value of the last twelve months).

Kuwait Cable Vision Company topped the losers chart as it went down by 73% to close at 8 fils, followed by Effect Real Estate Company and Hayat Communications Co which decayed by 31% and 26% during the month, closing at 15 fils and 59 fils respectively.

National Bank of Kuwait "NBK" was the top performer in terms of value traded during the month with a trading value of KD 35.6 million (1.3% higher than the monthly average for the last twelve months), to end the month at 750 fils. Mobile Telecommunications Company KSCP "Zain" came next with a traded value of KD 35.1 million (6.7% lower than the monthly average for the last twelve months), to close the month's trading at 435 fils. Kuwait Finance House "KFH" followed with a value of KD 34.1 million (13.9% lower than the monthly average for the last twelve months), closing at a price of 539 fils.

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