

Arzan Financial Group

Monthly Report

Kuwait Boursa Performance

For the month ended on 28 December 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

	29-Dec-16	29-Nov-17	28-Dec-17	%Chg MTD	% Chg YTD
Kuwait Price Index	5,748	6,197	6,408	3.4% ▲	11.5% ▲
Kuwait Wieghted Index	380	399	401	0.7% ▲	5.6% ▲
Kuwait 15	885	909	915	0.7% ▲	3.4% ▲

Note: Percentage change from the end of November 2017

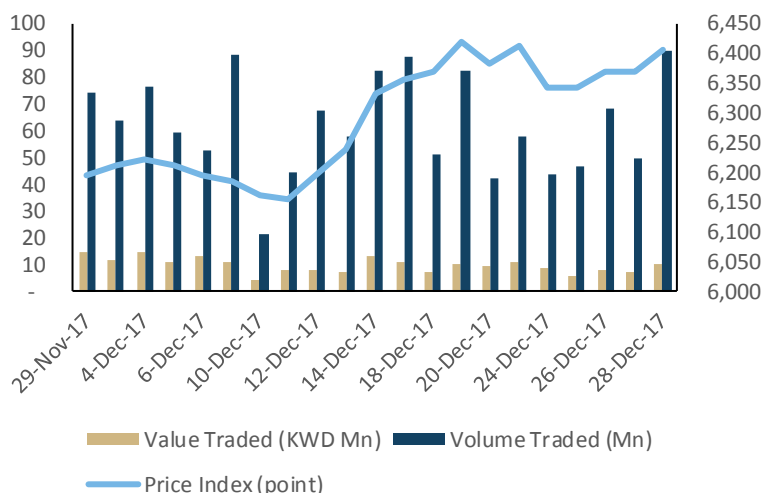
Highest and lowest indices level

	During the month		During 2017	
	High	Low	High	Low
Kuwait Price Index	6,421	6,156	7,060	5,775
Kuwait Weighted Index	401	390	445	380
Kuwait 15	915	883	1,039	876

Market Indicators

	28-Dec-17	%Chg MTD
Market Cap KWD	31,706,423,586	0.4% ▲
Daily average volume traded (shares / day)	58,989,310	-26.3% ▼
Daily average value traded (KWD/day)	9,166,898	-41.2% ▼

Note: Percentage change from the end of November 2017



The Kuwait Boursa closed its trading in December 2017 on a surge in its performance compared to the previous month. This was indicated by the increase in all the market indices (KWSE – KWSEW – KW15) by 3.4%, 0.7% and 0.7%, respectively.

The average daily of traded volume went down by 26.3% to reach 58.9 million shares compared to the previous month. Additionally, the average daily value traded decreased by 41.2% to KD 9.2 million during the month compared to KD 15.6 million last month. Also, the Kuwaiti Price Index in December showed its first increase after its consecutive deteriorations since September 2017.

The performance of the Kuwait 15 index's components were varied in December 2017. Kuwait Project and Viva topped the growth chart with an increase of 13.9% and 9.3%, respectively. On the other hand, Mabanees's stock were the largest loser among other components with a loss of 4.1% followed by Zain which had a marginal decline of 1.8% in Dec 2017.

Oil Brent Price reached a new peak during November 2017 and closed the month with 3.58% M-o-M at 63.57 USD. Continuously, the Oil Brent price continued to increase in December 2017 by 5.19% driven by the close of the production lines in UK for maintenance and Production line in Libya due to the conflict there. Additionally, the peak point of December 2017 were not reach since November 2014 as the Oil Brent price close the month at that time 70.15 USD.

Last 12 Months Kuwait Indices Performance

Kuwait Price Index Movement LTM

Month	Index (point)	Point Change	%Chg
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%
Nov-17	6,196.5	(317.3)	-4.9%
Dec-17	6,408.0	211.5	3.4%

LTM: last twelve months

Kuwait Weighted Index Movement LTM

Month	Index (point)	Point Change	%Chg
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%
Nov-17	398.8	(21.1)	-5.0%
Dec-17	401.4	2.6	0.7%

LTM: last twelve months

Kuwait Bursa Monthly Value Traded

Month	Value (KWD '000)	Chg (KWD '000)	%Chg
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	291,895.8	41,305.0	16.5%
Nov-17	216,642.5	(75,253.3)	-25.8%
Dec-17	119,857.3	(96,785.1)	-44.7%

Kuwait Bursa Monthly Volume Traded

Month	(Volume '000)	(Chg '000)	%Chg
Jan-17	762,613.1	448,728.8	143.0%
Feb-17	647,611.4	(115,001.6)	-15.1%
Mar-17	420,040.2	(227,571.2)	-35.1%
Apr-17	326,933.5	(93,106.8)	-22.2%
May-17	265,965.5	(60,967.9)	-18.6%
Jun-17	152,031.4	(113,934.1)	-42.8%
Jul-17	239,736.4	87,705.0	57.7%
Aug-17	204,588.0	(35,148.4)	-14.7%
Sep-17	468,976.4	264,388.4	129.2%
Oct-17	569,968.0	100,991.6	21.5%
Nov-17	384,785.5	(185,182.5)	-32.5%
Dec-17	233,235.0	(151,550.5)	-39.4%

The Kuwait Price Index increased during the month by 3.4% M-o-M to close at 6408 points. Additionally, the index closed the year of 2017 with YTD of 11.5% as of 28 December 2017.

The weighted index for the Kuwaiti market had a marginal growth in December 2017 by 0.7% M-o-M to close at 401.4 points. Additionally the Weighted Index closed the year of 2017 with YTD of 5.6% increase as of 28 December 2017.

Trading activities for Kuwait Bursa both value and volume traded dropped during the month of December 2017 by 44.7% and 39.4%, respectively. The monthly value traded reached KWD 119.9 million compared to the previous month while the monthly volume traded reached 233.2 million shares compared to 384.8 million shares in NOV 2017. The average monthly value traded also declined by 41.2% to reach KWD 9.2 million compared to an average of KWD 15.6 million in Nov 2017.

Kuwait Boursa Sectors' Indices Performance

Market sector Indices

Sector	Index			Price to Earning	Price to Book Value	Dividend Yield	ROE %
	28-Dec-2017	Pct Change %					
Oil and Gas	963.6	2.3%	▲	(81.9)	0.8	0.0%	-1.0%
Basic materials	1,254.4	1.4%	▲	17.0	1.1	2.5%	6.6%
Industrials	1,839.4	7.9%	▲	15.5	1.1	1.6%	7.4%
Consumer goods	822.4	-6.3%	▼	11.1	1.8	1.3%	15.8%
Health care	1,510.5	0.0%	↔	22.0	2.6	0.0%	11.6%
Consumer services	901.1	-2.0%	▼	33.4	1.5	3.1%	4.6%
Telecom	558.4	2.1%	▲	12.0	1.4	6.5%	11.3%
Banking	912.6	4.1%	▲	14.8	1.4	2.1%	9.4%
Insurance	1,106.0	10.2%	▲	14.1	1.0	3.3%	7.1%
Real estate	933.1	6.2%	▲	20.9	0.7	1.8%	3.6%
Financial services	618.9	-2.2%	▼	24.3	0.7	1.1%	3.0%
Technology	478.6	-4.1%	▼	6.1	0.8	0.0%	13.4%

Note: Percentage change from the end of November 2017

Market Indices activities

Sector	Value			Volume		
	28-Dec-2017	Pct Change %		28-Dec-2017	Pct Change %	
Oil and Gas	1,011,014	46.9%	▲	22,644,227	28.7%	▲
Basic materials	5,925,861	-10.4%	▼	12,849,398	-3.7%	▼
Industrials	39,317,144	0.0%	↔	60,180,685	-32.3%	▼
Consumer goods	4,160,436	40.5%	▲	10,273,516	-10.0%	▼
Health care	#N/A	#N/A	→	#N/A	#N/A	→
Consumer services	4,510,990	-11.4%	▼	52,730,739	-7.9%	▼
Telecom	30,922,186	-33.0%	▼	79,417,312	-35.5%	▼
Banking	79,013,542	-46.6%	▼	286,749,995	-28.9%	▼
Insurance	145,446	-19.5%	▼	746,977	-53.6%	▼
Real estate	13,792,870	-34.7%	▼	263,076,730	-19.6%	▼
Financial services	35,658,820	-38.0%	▼	449,496,861	-29.4%	▼
Technology	70,710	-49.6%	▼	700,896	-45.9%	▼

Note: Percentage change from the end of November 2017

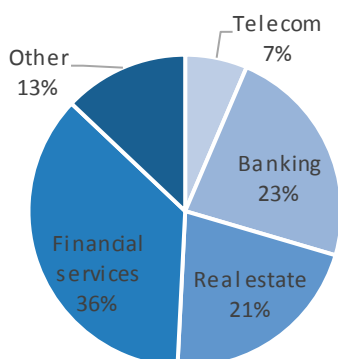
The sector indices among the Kuwait Boursa had a varied monthly performance in December 2017 compared to last month. The Insurance sector was the best performing sector with a growth of 10.2% M-o-M, followed by the Industrial and Real Estate sectors which went up by 7.9% and 6.2%, respectively. Consumers goods and Technology sectors were the worst performing indices with a loss of 6.3% and 4.1%, respectively.

In terms of value traded in December, most of the indices went down compared to the previous month with exception for Oil & Gas and Consumer Goods which increased in order by 46.9% and 40.5%. The technology sector topped the losers chart with 49.6% down followed by Banking and financial services with 46.6%, and 38.0%.

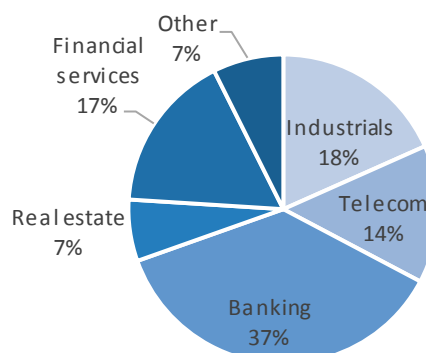
The banking sector was the most traded sector in term terms of value with 37% of the total value traded followed by the industrial and financial services by 18% and 17%, respectively.

Financial services, banking and real estate sectors were the most traded sectors based on monthly volume traded during the month with a share of 36%, 23% 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**
Real Estate Asset Management Co KPSC	496.0	98.4%	228	1,014	-100.0%
Nafais Holding Company KSCP	879.0	75.8%	540,816	980,696	127.3%
Burgan for Well Drilling	84.0	64.7%	450,371	5,626,336	418.5%
Kuwait Hotels Co KPSC	246.0	40.6%	129,664	580,782	16867.1%
Ithmaar Holding BSC	42.2	39.3%	4,120,667	110,777,756	-65.0%
Jiyad Holding Co KSCP	87.0	33.0%	3,588,542	48,547,438	83.8%
Wethaq Takaful Insurance Co KCSP	45.0	28.2%	3,325	83,775	-97.7%
National Ranges Co KPSC	22.0	21.5%	66,251	3,278,051	-96.6%
Palms Agro Production Co KSCP	84.0	20.0%	76	914	-98.8%
United Real Estate Company SAKP	80.0	17.3%	98,807	1,301,880	-17.9%

Note: Percentage change from the end of November 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*
IFA Hotels and Resorts Co KSCP	180.0	-39.8%	5,056	27,001	804.1%
Kuwait Cable Vision Company KPSC	19.0	-29.6%	12,427	712,133	9.9%
National International Holding Co KSCP	54.4	-22.0%	323,821	6,205,558	-37.7%
Kuwait Food Company KSCP	1,112.0	-20.6%	26,020	21,158	-98.7%
Inovest BSC	80.0	-18.4%	8,419,442	101,807,288	308.4%
GFH Financial Group BSC	120.0	-10.4%	1,527,143	12,016,019	-50.9%
KGL Logistics Company KPSC	45.9	-10.2%	603,597	12,570,516	-70.8%
Mubarrad Holding Co KSCP	64.0	-9.9%	106,095	1,599,988	-91.4%
Kuwait Syrian Holding Co KSC	27.1	-9.7%	250,627	8,967,318	-86.4%
Shuaiba Industrial Company KPSC	241.0	-9.1%	63,633	254,651	-65.9%

Note: Percentage change from the end of November 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**
Kuwait Finance House KSCP	576.0	3.8%	30,353,575	53,162,953	-33.1%
Mobile Telecommunications Company KSCP	434.0	-1.8%	28,694,808	66,169,689	-41.0%
National Bank of Kuwait SAKP	728.0	1.0%	22,529,108	31,242,826	-34.0%
Agility Public Warehousing Co KSCP	802.0	1.5%	8,502,304	10,700,325	-62.5%
Inovest BSC	80.0	-18.4%	8,419,442	101,807,288	308.4%
National Industries Group Holding KPSC	150.0	2.0%	6,901,079	46,043,599	-16.3%
Ahli United Bank BSC	206.0	-1.0%	6,726,000	32,958,101	-61.5%
Alimtiyah Investment Group Co KSCP	158.0	-0.6%	6,253,764	39,016,124	-81.5%
Kuwait International Bank KSCP	228	2.2%	5,955,694	26,466,689	-20.4%
Mabaneer Company KPSC	705.0	-4.1%	4,316,690	6,097,791	-23.5%

Note: Percentage change from the end of November 2017

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

Real Estate Asset Management Co KPSC was the top gainer in Dec 2017 with a monthly gain of 98.4% compared to last month's to close at 496 fils, (total trading values during the month decreased by 100% compared to the average trading value of the last twelve months). Followed by Nafais Holding Company KSCP, which surged by 75.8% to close the month at 879 fils (total trading values during the month surged by 127.3% compared to the average trading value of the last twelve months).

IFA Hotels and Resorts Co KSCP's stock topped the losers chart as it went down by 39.8% to close at 180 fils, followed by Kuwait Cable Vision Company KPSC which declined 29.6% during the month, closing at 19 fils.

Kuwait Finance House "KFH" was the top performer in terms of value traded during the month with a trading value of KD 30.3 million (33.1% lower the monthly average for the last twelve months), to end the month at 576 fils. Mobile Telecommunications Company KSCP "Zain" followed with a traded value of KD 28.7 million (41% lower than the monthly average for the last twelve months), to close the month's trading at 434 fils. National Bank of Kuwait followed with a value of KD 22.5 million (34% lower than the monthly average for the last twelve months), closing at a price of 728 fils.

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