

Arzan Financial Group

Monthly Report

Kuwait Boursa Performance

For the month ended on 29 March 2018



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Kuwait Boursa Performance Analysis

Market Indices

	29-Mar-18	%Chg MTD	% Chg YTD
Kuwait Price Index	6,633	-2.1% ▼	3.5% ▲
Kuwait Wieghted Index	416	0.4% ▲	3.6% ▲
Kuwait 15	971	1.4% ▲	6.1% ▲

Note: Percentage change from the end of March 2018

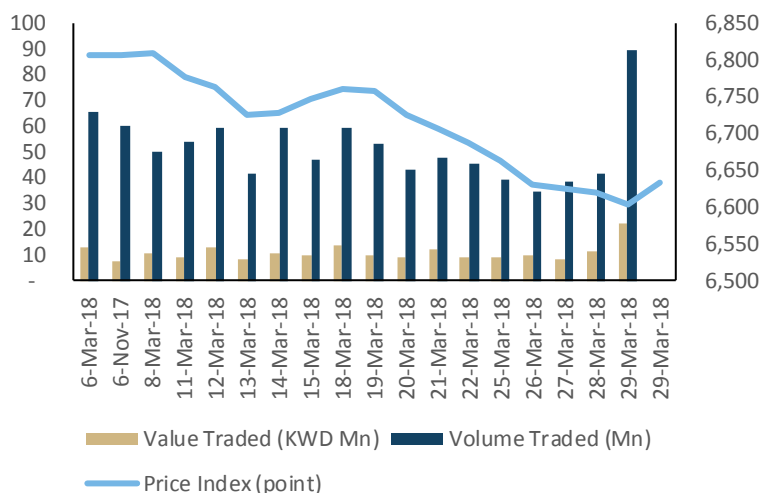
Highest and lowest indices level

	During the Peiroad		Beg. of 2018	
	High	Low	High	Low
Kuwait Price Index	6,808	6,604	6,808	6,313
Kuwait Weighted Index	416	407	420	400
Kuwait 15	971	949	972	913

Market Indicators

	29-Mar-18	%Chg MTD
Market Cap KWD	35,127,583,017	0.3% ▲
Daily average volume traded (shares / day)	52,561,821	-28.1% ▼
Daily average value traded (KWD/ day)	10,332,993	-10.3% ▼

Note: Percentage change from the end of March 2018



Kuwait Boursa has a varied performance on a monthly basis in March 2018 as its market indices had mix performance. Kuwait Boursa indices showed during March an increase in the weighted indices (KWSEW – KW15) by 0.4% and 1.4%, respectively. On the other hand the price index declined by 2.1% during the month of march 2018.

The liquidity indicators showed a decline during the March 2018 as the average daily traded volume dropped by 28.1% to reach 52.6 million shares compared to the previous month. Additionally, the average daily value traded went down by 10.3% to KD 10.3 million during the month compared to KD 11.5 million in the previous month.

The performance of the Kuwait 15 index's components were mixed in March as some constituents like Human Soft went up during the month by 5.8%, followed by NBK and Agility with an increase of 2.3% and 2.4% in order. On the other hand, the worst performing stocks during March 2018 accounted for Kuwait Projects and mabaneer with a modest decline of 5.9%, and 2.6% respectively.

Most of the Kuwaiti companies announced their net results for 2017. Investors of the Kuwait Boursa are getting ready to receive the companies' distribution - (cash and bonus shares) – and this could be one of the main reasons for lower liquidity. Also, investors have lower trading activities due to their fear about the market segmentation as it will take place by the beginning of April 2018.

Last 12 Months Kuwait Indices Performance

Kuwait Price Index Movement LTM			
Month	Index (point)	Point Change	%Chg
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%
Feb-18	6,772.8	85.0	1.3%
Mar-18	6,633.4	(139.4)	-2.1%

Kuwait Weighted Index Movement LTM			
Month	Index (point)	Point Change	%Chg
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%
Feb-18	414.0	2.0	0.5%
Mar-18	415.8	1.8	0.4%

LTM: last twelve months

Kuwait Bursa Monthly Value Traded			
Month	Value (KWD '000)	Chg (KWD '000)	%Chg
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%
Jan-18	157,291.6	37,434.2	31.2%
Feb-18	113,881.6	(43,410.0)	-27.6%
Mar-18	149,434.7	35,553.1	31.2%

Kuwait Bursa Monthly Volume Traded			
Month	(Volume '000)	(Chg '000)	%Chg
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%
Jan-18	275,885.7	42,650.7	18.3%
Feb-18	207,535.2	(68,350.5)	-24.8%
Mar-18	251,667.2	44,132.0	21.3%

LTM: last twelve months

- The Kuwait Price Index ended the third month of 2018 in the red zone with monthly decline of 2.1% and YTD of 3.5% to close at a level of 6633 points.
- The weighted index for the Kuwaiti market had a modest growth in March 2018 by 0.4% M-o-M to close at 415.8 points. Additionally the Weighted Index has a YTD of 3.6% in 2018.
- Trading activities for Kuwait Bursa both value and volume traded had increase significantly during the third month of 2018 by 31% and 21%, respectively. The monthly value traded reached KWD 149.4 million compared to the previous month while the monthly volume traded reached 251.7 million shares compared to 207.5 million shares in March 2018.
- On the other Hand, the average monthly traded value went down during the month of March 2018 by 10.3% to reach average daily traded value of KWD 10.3 million compared to KWD 11.5 million in March 2018.

Kuwait Boursa Sectors' Indices Performance

Market sector Indices

Sector	Index			Price to Earning	Price to Book Value	Dividend Yield	ROE %
	29-Mar-2018	Pct Change %					
Oil and Gas	969.6	0.1%	▲	12.7	0.8	0.0%	6.0%
Basic materials	1,299.6	-1.1%	▼	15.8	1.2	3.6%	7.7%
Industrials	1,876.5	1.7%	▲	15.4	1.1	0.2%	7.4%
Consumer goods	814.7	-0.2%	▼	12.0	3.4	0.9%	28.4%
Health care	1,391.8	-10.3%	▼	75.1	2.6	0.0%	3.5%
Consumer services	864.3	0.1%	▲	14.6	1.1	2.9%	7.5%
Telecom	537.1	-2.8%	▼	12.2	1.3	0.5%	10.2%
Banking	939.8	0.7%	▲	14.3	1.4	0.9%	9.5%
Insurance	1,033.9	0.1%	▲	11.0	0.9	0.4%	8.4%
Real estate	1,189.8	0.0%	▼	19.5	0.7	0.5%	3.7%
Financial services	625.9	0.7%	▲	16.9	0.7	1.4%	3.9%
Technology	542.3	0.0%	↔	11.2	0.9	0.0%	8.1%

The Kuwaiti indices have a mixed performance during the third month of 2018. The Health Care and the Telecom sectors topped the decliners during the month by a drop of 10.3% and 2.8% respectively.

Gainers charts have indices that increased modestly during the months of March 2018 starting by Industrial sector and followed by financial services sector and banking sector by and increase of 1.7%, 0.7%, and 0.7% respectively.

In terms of value traded in the third month of 2018, most of the indices showed lower levels of liquidity in March compared to March. Health Care and the Technology sectors went down the most based on its value traded during the month by 99% and 78% in order.

Consumer Services sector topped the gainers chart with 142% surplus and followed by Consumer Goods and Basic Material with 123%, and 110%.

The banking sector was the most traded sector in term of value with 48% of the total value traded followed by the Industrial and Financial Services by 17% and 9%, respectively.

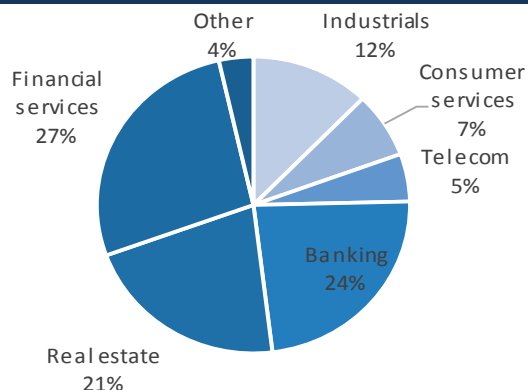
Financial Services Sector, Banking Sector and Real Estate Sector were the most traded sectors based on monthly volume traded during the month with a share of 27%, 24% and 21%, respectively.

Market Indices activities

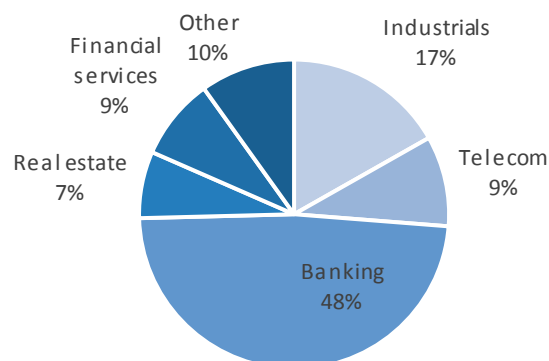
Sector	Value			Volume		
	29-Mar-2018	Pct Change %		29-Mar-2018	Pct Change %	
Oil and Gas	766,013	-17.4%	▼	11,905,418	-8.2%	▼
Basic materials	9,761,744	109.5%	▲	19,535,419	107.2%	▲
Industrials	38,149,401	81.4%	▲	141,989,568	19.7%	▲
Consumer goods	3,320,683	122.8%	▲	7,395,504	55.1%	▲
Health care	387	-98.9%	▼	3,050	-99.6%	▼
Consumer services	8,337,511	142.3%	▲	82,621,569	216.7%	▲
Telecom	21,519,504	20.8%	▲	60,152,820	-2.4%	▼
Banking	109,900,095	-2.2%	▼	270,966,588	-41.2%	▼
Insurance	109,368	-18.4%	▼	690,836	-20.3%	▼
Real estate	15,873,364	-16.2%	▼	247,740,538	-20.1%	▼
Financial services	19,416,246	-24.1%	▼	311,806,897	3.3%	▲
Technology	171,529	-78.0%	▼	1,551,857	-81.5%	▼

Note: Percentage change from the end of March 2018

Traded Volume



Traded Value



Top Gainers and Losers

Companies' Top Gainers During The Period

Company	Close (fils)	%Chg MTD	Value (KWD)	Volume	Monthly Turnover**
19.6 Co KSCP	44.5	19.6%	97,568	2,579,948	-80.7%
Mena Real Estate Co KSCP	27.0	16.9%	26,688	986,106	-89.5%
Al Salam Group Holding Co KSCP	34.8	12.3%	93,487	2,595,906	-90.1%
International Resorts Company KPSC	28.0	12.0%	170,001	5,820,399	-33.8%
National Cleaning Co KSCP	57.9	10.9%	873,757	13,665,788	134.8%
Ekttitab Holding Co KSCP	29.7	10.0%	21,294	1,093,686	-94.1%
Boubyan International Industries Holding Compan	27.3	9.2%	56,111	1,973,000	-63.7%
AAN Digital Services Co KSCP	21.8	9.0%	324,474	15,834,047	-80.2%
Automated Systems Co KPSC	158.0	9.0%	57,801	376,441	129.2%
Bayan Investment Company KSCP	33.6	8.7%	154,616	4,587,465	-88.7%

Note: Percentage change from the end of March 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 Telecommunications Company KSCP	800.0	-15.8%	679,963	943,598	-39.5%
National Mobile Telecommunications Co KSCF	851.0	-13.1%	385,290	398,586	58.5%
United Real Estate Company SAKP	60.0	-11.6%	33,989	541,442	-41.4%
Aayan Real Estate Company KSCP	55.8	-10.0%	49,274	760,916	-74.8%
Amar Finance and Leasing Company KSCP	44.1	-10.0%	72,898	1,986,164	213.0%
Umm Al Qaiwain General Investment Co PSC	73.8	-10.0%	7,879	218,172	-70.3%
Ras Al Khaimah for White Cement and Constru	73.1	-10.0%	63,714	802,266	115.4%
Kuwait Portland Cement Co KPSC	1,081.0	-9.2%	1,245,594	1,192,092	315.9%
Arzan Financial Group for Financing and Invest	28.0	-9.1%	120,997	4,264,413	-8.5%
Al Ahli Bank of Kuwait KSCP	305.0	-9.0%	1,747,519	5,376,694	167.8%

Note: Percentage change from the end of March 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	720.0	-4.0%	44,321,018	61,346,285	38.0%
Kuwait Finance House KSCP	587.0	-1.0%	32,255,719	57,439,944	-19.8%
Mobile Telecommunications Company I	467.0	-2.7%	20,129,778	47,151,528	-48.7%
Agility Public Warehousing Co KSCP	855.0	-1.2%	13,667,350	16,476,374	-8.0%
Human Soft Holding Company KSCP	3,800.0	-2.6%	12,703,472	3,231,858	36.2%
Gulf Bank KSCP	254.0	-0.8%	8,207,123	38,138,096	10.7%
Ahli United Bank BSC	188.0	-5.6%	6,676,767	40,195,984	-54.1%
Boubyan Petrochemical Company KSCP	769.0	0.1%	6,113,388	8,461,066	51.3%
Boubyan Bank KSCP	477	-1.2%	5,258,334	11,171,583	25.1%
Jiyad Holding Co KSCP	104.0	4.0%	4,838,241	52,649,321	117.6%

Note: Percentage change from the end of March 2018

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

First Dubai for Real Estate Development Company was the top gainer in March 2018 with a monthly gain of 19% compared to last month's to close at 44.5 fils, (total trading values during the month went down by 80.7% compared to the average trading value of the last twelve months). Followed by Mena Real Estate Company which surged by 16.9% to close the month at 27 fils (total trading values during the month dropped by 89% compared to the average trading value of the last twelve months).

Kuwait Telecommunications Company topped the losers chart as it went down by 13.1% to close at 800 fils, followed by National Mobile Telecommunications and United Real Estate Company which declined 13.1% and 11.6% during the month, closing at 851 fils and 60 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 44.3 million (38% higher than the monthly average for the last twelve months), to end the month at 720 fils. Kuwait Finance House "KFH" came next with a traded value of KD 32.3 million (19.7% lower than the monthly average for the last twelve months), to close the month's trading at 587 fils. Mobile Telecommunications Company KSCP "Zain" followed with a value of KD 20.1 million (48.7% lower than the monthly average for the last twelve months), closing at a price of 467 fils.

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