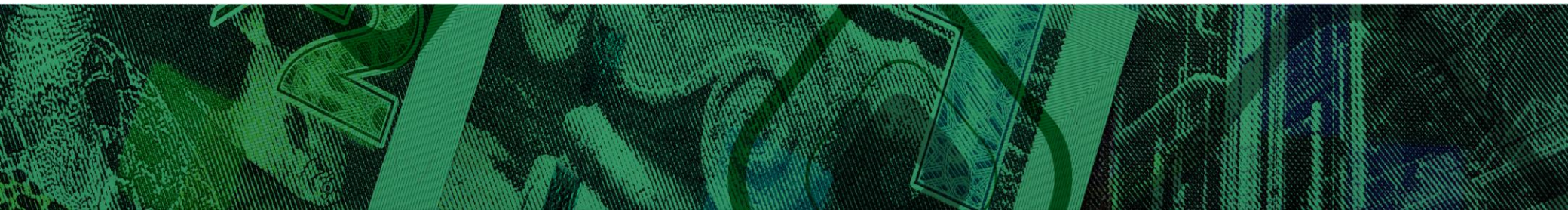


KFHC Market Monitor

Monthly - Equity Market Updates

August 2022

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Table of Contents

-
- 1 Equity Markets – Update**

 - 2 Commodities - Overview**

 - 3 Kuwait Market – Monthly Summary**
-

Equity Markets – Update

The short to medium term outlook for equities is significantly increased volatility with potential downside risks

Global equities discount fundamental headwinds as they close in the red

- I. Major global equities closed with losses during August 2022. Expected muted economic growth going into the 2H2022 impacted markets negatively
- II. The technical outlook also indicates potential downside risks. As we write the S&P 500 closed at 3,924.26 as it tests key support of 3,900, levels last seen during March 2021.

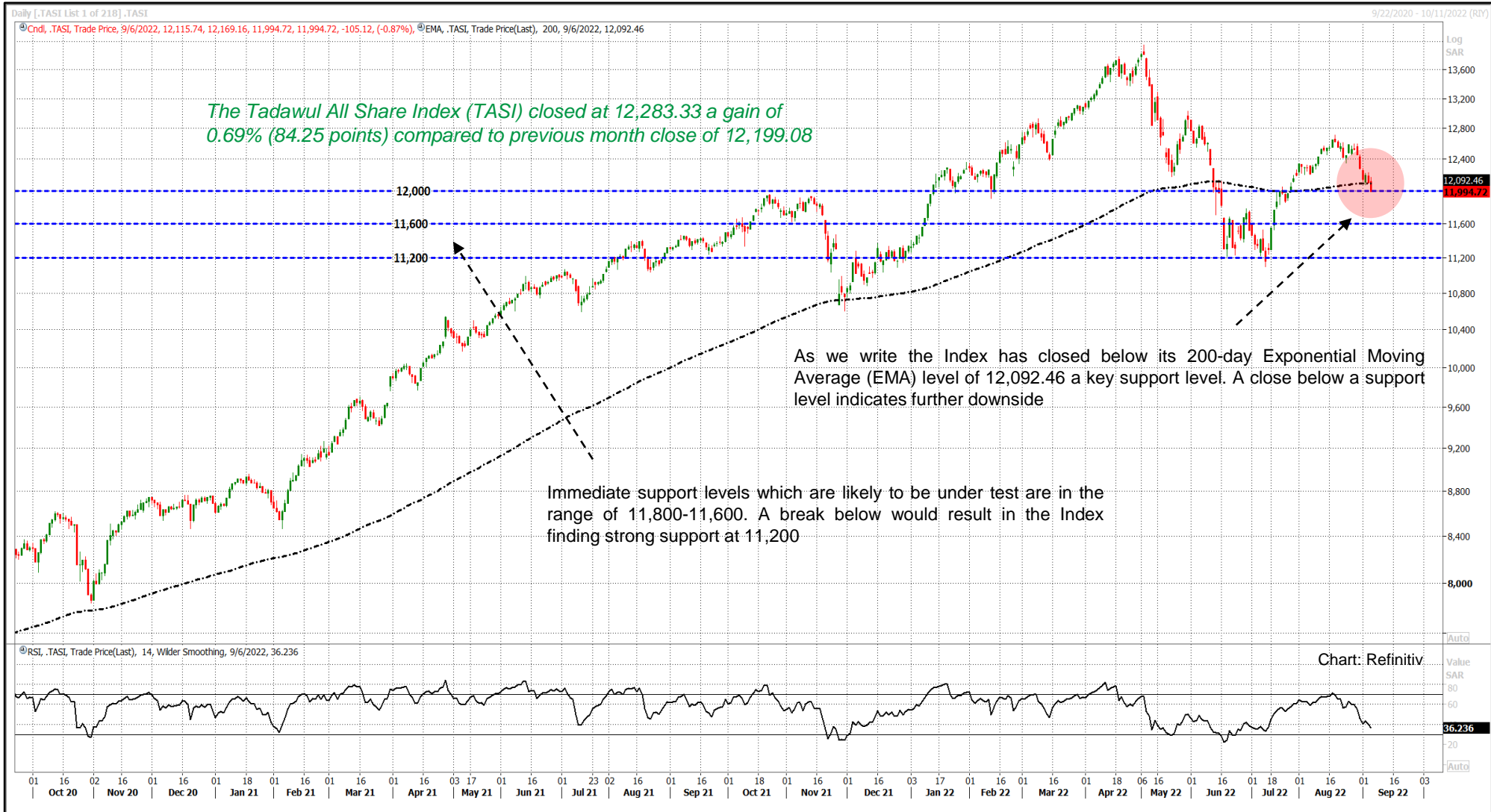
GCC markets have been mixed with Dubai being the top performer on monthly basis

- I. Kuwait Premier Market Index was the only exception as it closed flat with a marginal decline of 0.1% on a month-on-month basis. Saudi was no exception as it closed up marginally by 0.69%.
- II. The UAE indices have been buoyant given the IPO of key government assets. The recent addition is the expected IPO of Salik Company (Salik), Dubai's exclusive road toll gate operator.
- III. The IPO is 1.5 billion shares of Salik which is 20% of its total issued shares 7.5 billion shares. The company has announced to pay 100% of profits as dividends

Global Equity Markets	Index Closing*	M-o-M (%)	YTD (%)	Market Cap (USD Billion)	P/Ex
NASDAQ 100 Index	12,272.03	(5.22)	(24.80)	14,898.49	24.01
S&P 500 Index	3,955.00	(4.24)	(17.02)	34,632.43	18.88
FTSE 100	7,284.15	(1.88)	(1.36)	1,994.21	10.16
STOXX Europe 600	415.12	(5.29)	(14.90)	11,428.12	11.55
German Dax Index	12,834.96	(4.81)	(19.20)	1,351.73	12.87
Hang Seng Index	19,954.39	(1.00)	(14.72)	21,721.85	9.28
S&P GCC Composite Index	159.63	0.68	6.46	893.63	14.75
Kuwait - Premier Market Index	8,594.60	(0.10)	12.51	125.62	13.00
Saudi Arabia	12,283.33	0.69	8.88	3,039.25	15.22
Abu Dhabi	9,874.51	2.18	16.33	546.16	24.55
Dubai	3,443.11	3.15	7.73	122.29	8.40
Qatar	13,425.60	0.42	15.48	183.59	14.13

Source: Refinitiv; *Index Closing as of August 31; 2022; Valuations are on TTM basis;

Tadawul All Share Index (TASI) – Daily Candlestick Chart



Commodities – Overview

Commodities remain muted affected by softening of demand; currency movements; rate hikes.

- Gold to remain volatile with increased downside risks. Gold closed at USD 1,712.80 down 6.28% on a Year-to-Date basis. At current price levels, USD 1,700 support levels are under test.
- The average price of Brent during the month of August was USD 97.74 per barrel which is a decline of 7.02% when compared to the July average price of USD 105.12 per barrel
- The Brent currently trades at USD 91.52 per barrel as we write, levels last seen in 2011-13 period. USD 90 per barrel is the immediate support level presently under test.
- Natural gas prices continue to rise driven by demand – supply mismatch. There is increased demand given the increased consumption in European nations. However, supply from Russia remains heavily constrained. LNG Asia prices are at USD 70.50 per Unit which is a 65.88% increase on a month-on-month basis

Crude oil both the Brent and the NYMEX closed below the USD 100 mark as we write



Gold prices down 2.84% and Silver down 11.88% on a monthly basis

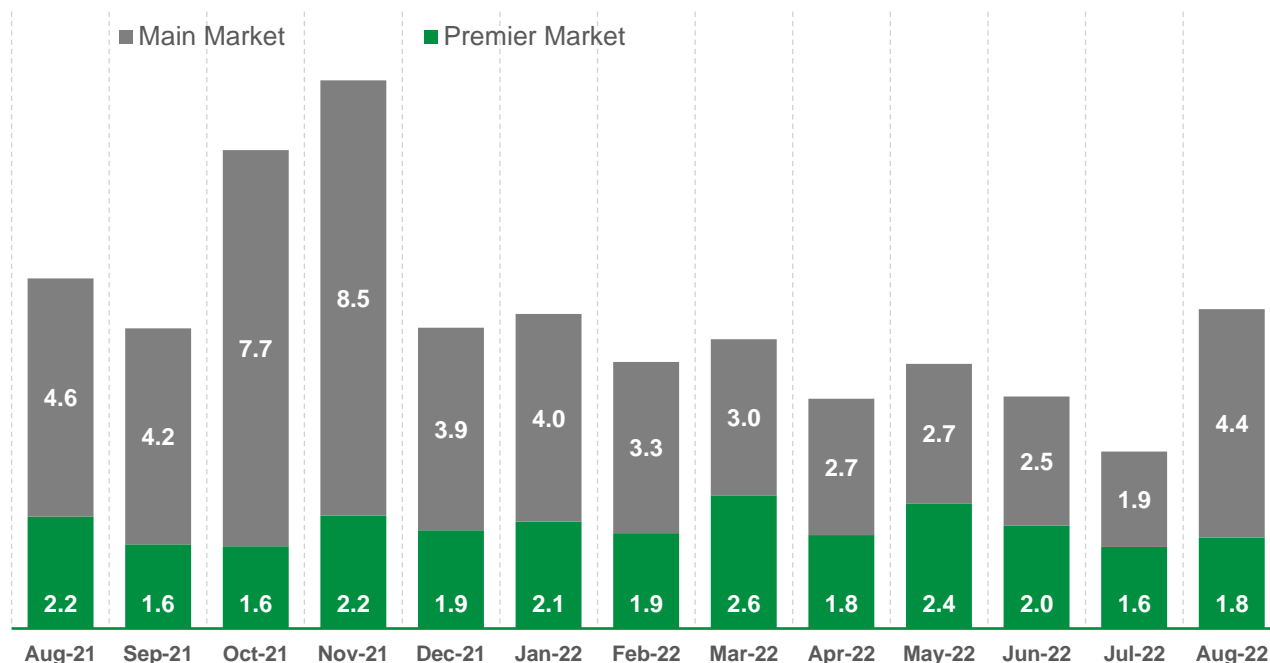


Source: Refinitiv, as of August 31, 2022

Kuwait Market – Monthly Summary

KSE Trading Parameters – Volume Traded

KSE Market Volume - in Billion Shares



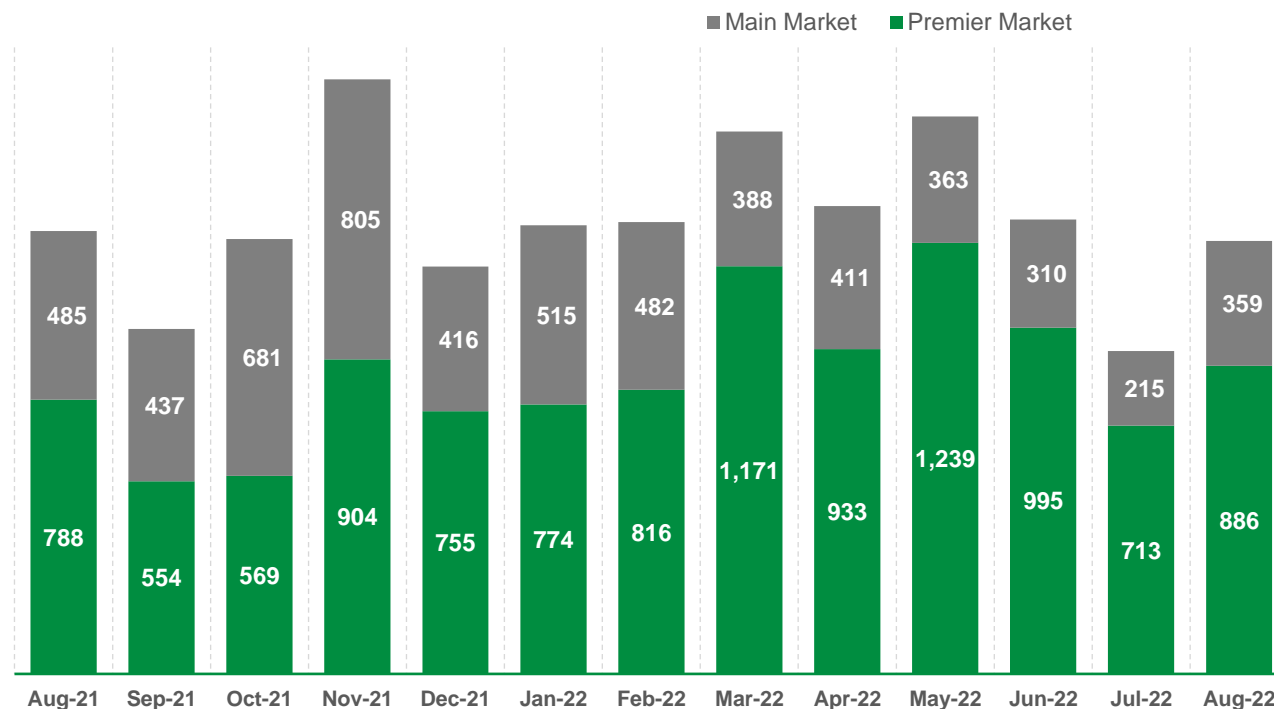
- The total number of shares traded during the month of August stood at 6.21 billion shares
- Volumes were driven by the Main Market which recorded 4.44 billion shares of trading, contributing 71.55% of the total volumes at the Boursa. The Premier Market volumes stood at 1.76 billion shares
- Note a month-on-month comparison is not ideal as there were fewer trading sessions during July 2022 due to extended Eid holidays

Volume (Million Shares)	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	2022	YTD Daily Average
Premier Market	2,189.68	1,645.75	1,604.31	2,203.93	1,901.83	2,078.44	1,856.02	2,590.50	1,819.48	2,433.38	2,005.09	1,591.34	1,767.39	16,141.64	100.89
Main Market	4,628.45	4,197.25	7,705.05	8,453.93	3,945.75	4,045.12	3,329.85	3,040.37	2,645.62	2,718.45	2,512.18	1,854.03	4,445.49	24,591.12	153.69
All Share	6,818.13	5,843.00	9,309.36	10,657.87	5,847.57	6,123.56	5,185.87	5,630.87	4,465.10	5,151.83	4,517.27	3,445.37	6,212.88	40,732.76	254.58

Source: Refinitiv, as of August 31, 2022

KSE Trading Parameters – Value Traded

KSE Market Value - in KWD Million

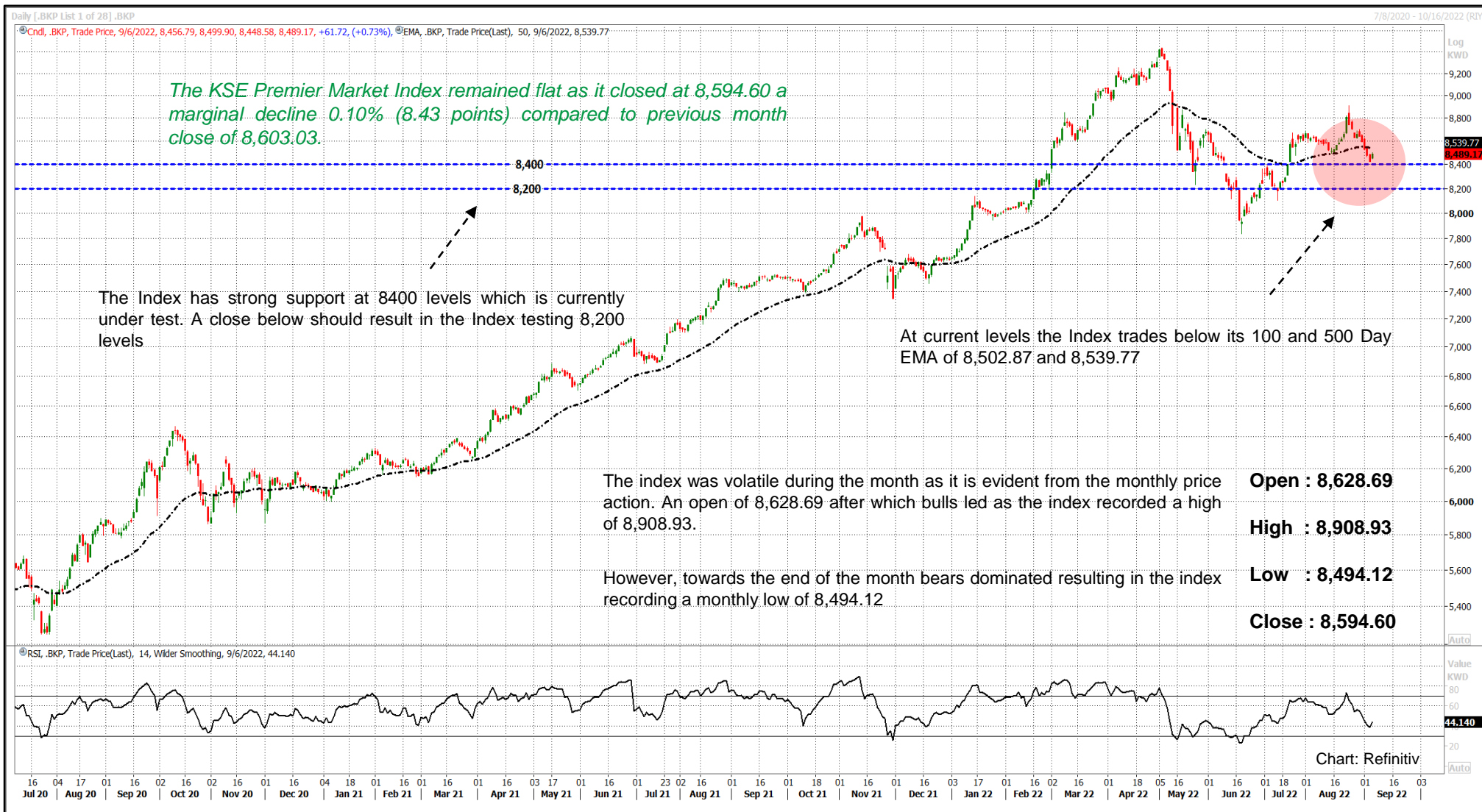


- The total value traded stood at KWD 1.24 billion for August 2022.
- Premier Market which contributes over 70% of the market value traded stood at KWD 885.67 million. While the Main Market value traded stood at KWD 358.59 million.

Value (KWD Million)	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	2022	YTD Daily Average
Premier Market	788.10	553.88	568.87	903.61	754.95	773.99	816.43	1,171.48	933.38	1,238.86	995.17	713.06	885.67	7,528.04	47.05
Main Market	484.56	436.97	680.96	805.09	415.82	515.26	482.10	387.51	411.08	363.03	310.32	215.06	358.59	3,042.95	19.02
All Share	1,272.66	990.85	1,249.83	1,708.71	1,170.77	1,289.25	1,298.53	1,558.98	1,344.46	1,601.89	1,305.49	928.11	1,244.27	10,570.98	66.07

Source: Refinitiv, as of August 31, 2022

Kuwait Premier Market – Daily Candlestick Chart



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