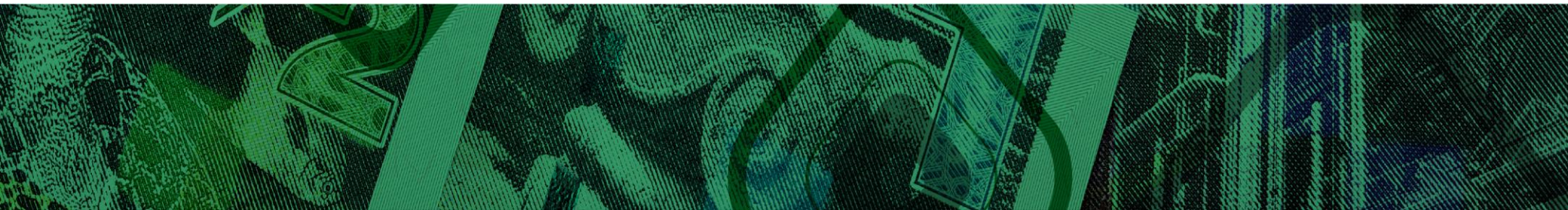


KFHC Market Monitor

Monthly - Equity Market Updates

May 2022

For Private Use Only



Important Notice

This information is only intended for the client and should not be passed on to any other person.

This presentation is provided for information purposes only on the express understanding that the information contained herein will be regarded and treated as strictly confidential. It is not to be delivered nor shall its contents be disclosed to anyone other than the entity to which it is being provided and its employees without the prior written consent of KFH Capital Investment Company K.S.C.C. (“**KFH Capital**”).

Moreover, it shall not be reproduced or used, in whole or in part, for any purpose other than for the consideration of the financing or transaction or services described herein, without the prior written consent of KFH Capital. The information contained in this presentation does not purport to be complete and is subject to change. This is a commercial communication. The presentation does not include a personal recommendation and does not constitute an offer, or the solicitation of an offer for the sale or purchase of any financial product, service, investment or security.

Whilst every care has been taken in preparing this document, no member of KFH Capital gives any representation, warranty or undertaking and accepts no responsibility or liability as to the accuracy or completeness, timeliness or correctness of the information set out in this document. All views, opinions and estimates contained in this document may be changed after publication at any time without notice. Past performance is not indicative of future results. For the avoidance of doubt, our duties and responsibilities shall not include tax advisory, legal, regulatory accounting or other specialist or technical advice or services. You are to rely on your own independent appraisal of and investigations into all matters and things contemplated by this presentation. By accepting this presentation, you agree to be bound by the foregoing limitations. Kindly note that this presentation does not represent an offer of funding since any facility to be granted in terms of this presentation would be subject to KFH Capital obtaining the requisite internal and external approvals.

This presentation is not intended for the use of retail clients and must not be acted on or relied on by persons who are retail clients. Any investment or investment activity to which this presentation relates is only available to persons other than retail clients and will be engaged in only with such persons. Persons into whose possession this presentation comes are required by KFH Capital to inform themselves about and to observe any such restrictions.

© KFH Capital K.S.C.C. All rights reserved.

Table of Contents

-
- 1 Equity Markets – Update**

 - 2 Commodities - Overview**

 - 3 Kuwait Market – Monthly Summary**
-

Equity Markets – Update

Markets close in the negative with an uncertain outlook as rising interest rate cycle, the ongoing conflict continue to impact equities with potential downside risks

Major indices test key support levels with immediate headwind being the Fed rate hikes

- I. The S&P 500 Index remained flat at 4,132.15 on a monthly basis as the Index tests key support levels of 4,000. The Index reported a monthly low of 3,810
- II. The NASDAQ 100 recorded a 1.65 decline to close at 12,642.10 as it recorded a low of 11,492.3 during May. The monthly candle stick body is a narrow body with a long upper and lower shadows which indicates confusion among investors.

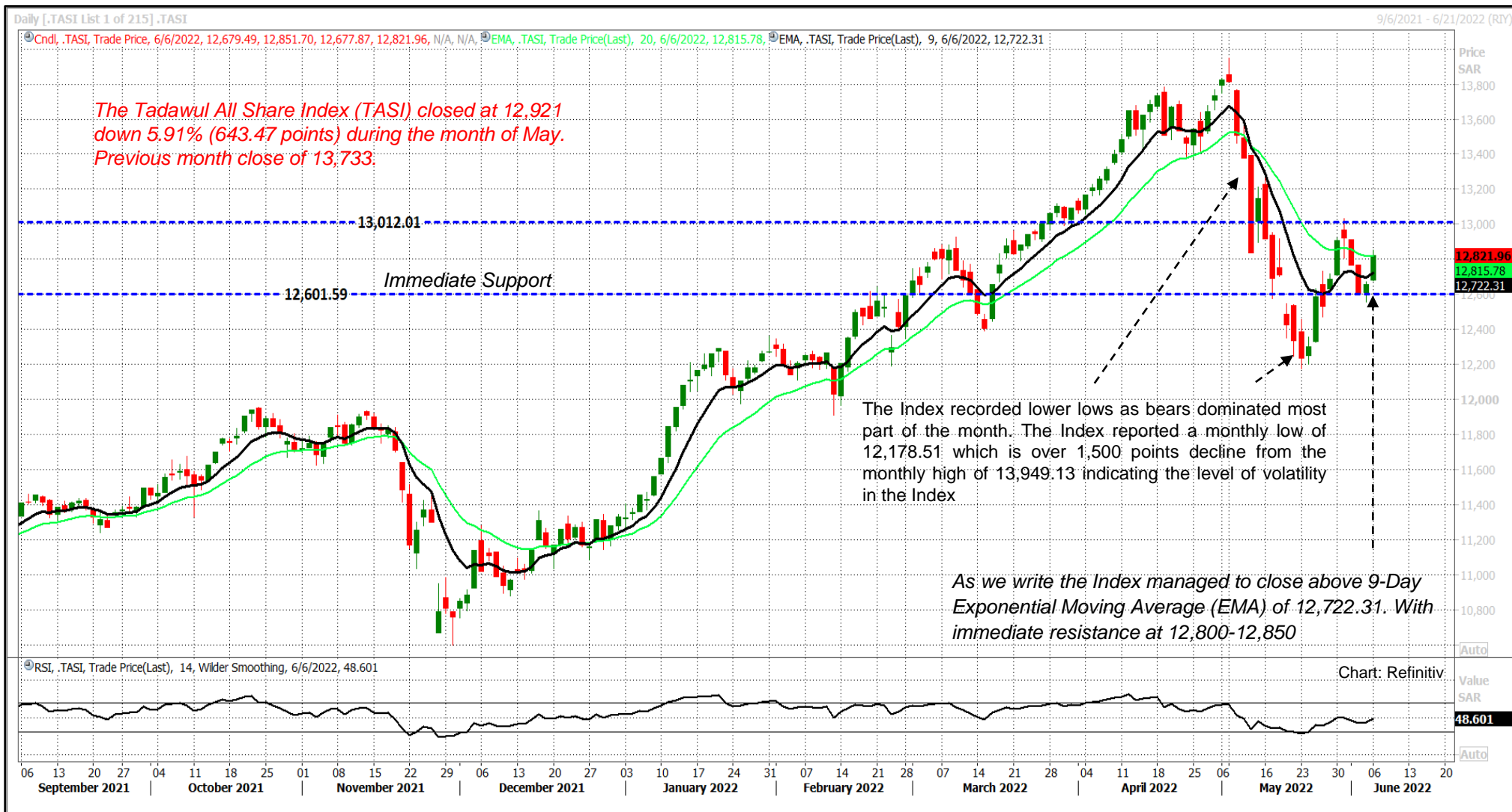
The GCC Peer group follow global equities with Dubai being the top loser with 10% decline

- I. Post the recent decline in equities the GCC valuations currently stand at 18.18x in terms of P/Ex on Trailing Twelve Month (TTM) basis
- II. Saudi Arabia trades marginal above at 19.08x, while the Kuwait Premier Market trades at 13.21x
- III. Fundamental growth drivers for the regional equities would be increased government spending. With elevated crude oil prices state budgets are to witness windfall gains going into 2H22

Global Equity Markets	Index Closing*	M-o-M (%)	YTD (%)	Market Cap (USD Billion)	P/Ex
NASDAQ 100 Index	12,642.10	(1.65)	(22.54)	15,536.14	24.86
S&P 500 Index	4,132.15	0.01	(13.30)	36,420.65	20.19
FTSE 100	7,607.66	0.84	3.02	2,081.68	13.06
STOXX Europe 600	443.35	(1.56)	(9.11)	12,154.09	13.27
German Dax Index	14,388.35	2.06	(9.42)	1,497.17	13.05
Hang Seng Index	21,415.20	1.54	(8.47)	22,858.42	10.27
S&P GCC Composite Index	165.96	(6.99)	10.69	893.63	14.75
Kuwait - Premier Market Index	8,675.96	(6.79)	13.57	126.75	13.53
Saudi Arabia	12,921.74	(5.91)	14.54	3,322.85	18.90
Abu Dhabi	10,054.87	(0.26)	18.45	512.49	25.07
Dubai	3,347.24	(10.01)	4.74	122.27	9.23
Qatar	12,919.43	(4.94)	11.13	180.03	15.28

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

Tadawul All Share Index (TASI) – Daily Candlestick Chart

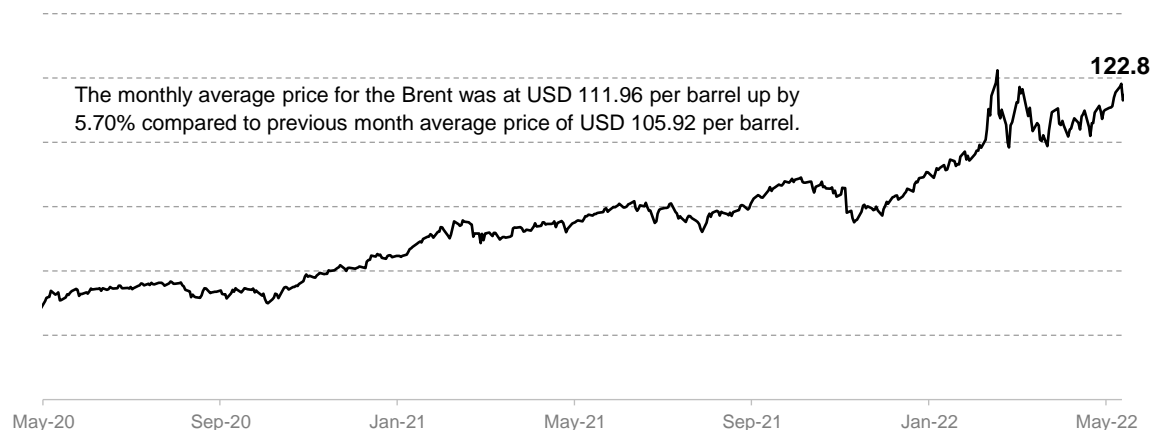


Commodities – Overview

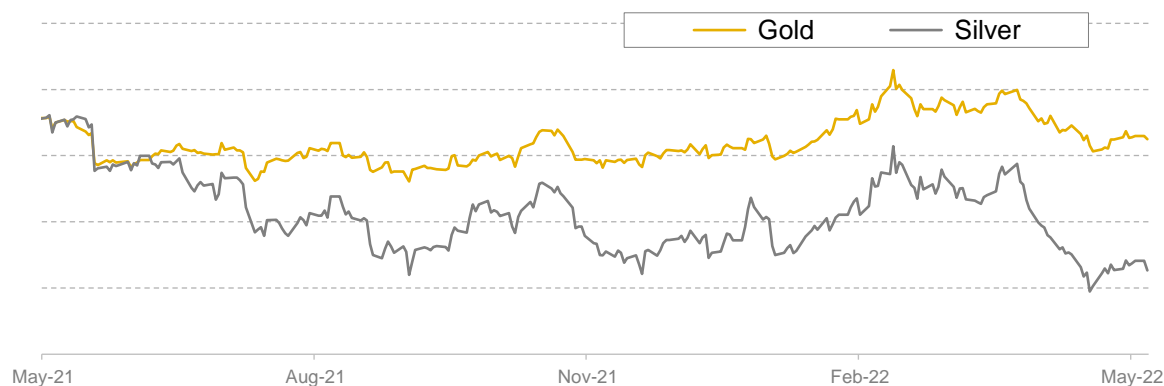
Supply issues have a positive impact on oil & gas prices as demand fades for other commodities

- The crude outlook remains strong with the expected average price for 2022 to be close to USD 100 per barrel. The positive outlook is supply driven given the continued Russia-Ukraine conflict.
- Technically the Brent has closed above its historical resistance of USD 120 per barrel which acts new support. It is likely to test USD 125 per barrel
- Current price levels were last seen during 2010-11.
- The average price for Gold for the month of May was at USD 1,846.10 per Oz which is a decline of 4.54% when compared to the previous month average price of USD 1,933.93 per Oz

Crude oil (Brent) increases further as it records a YTD gains of 57.93%



Gold prices down 3.49% and Silver down 6.03% on a monthly basis



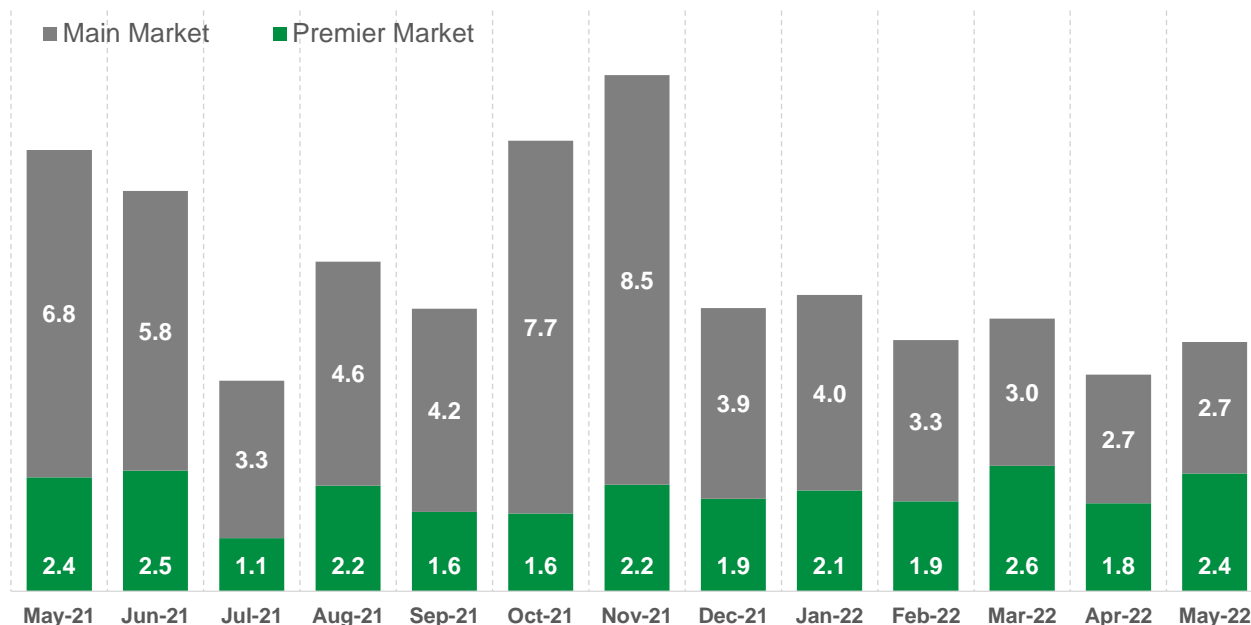
Source: Refinitiv, as of May 31; 2022

Kuwait Market – Monthly Summary

KSE Trading Parameters – Volume Traded

KSE Market Volume - in Billion Shares

- Volume of shares traded stood at 5.15 billion shares an increase of 15.38% during May 2022. Key growth driver being 33.74% increase in shares traded in the premier market
- Premier Market Index witnessed 2.43 billion shares of trading during May 2022 up from previous month trading volumes of 1.82 billion.

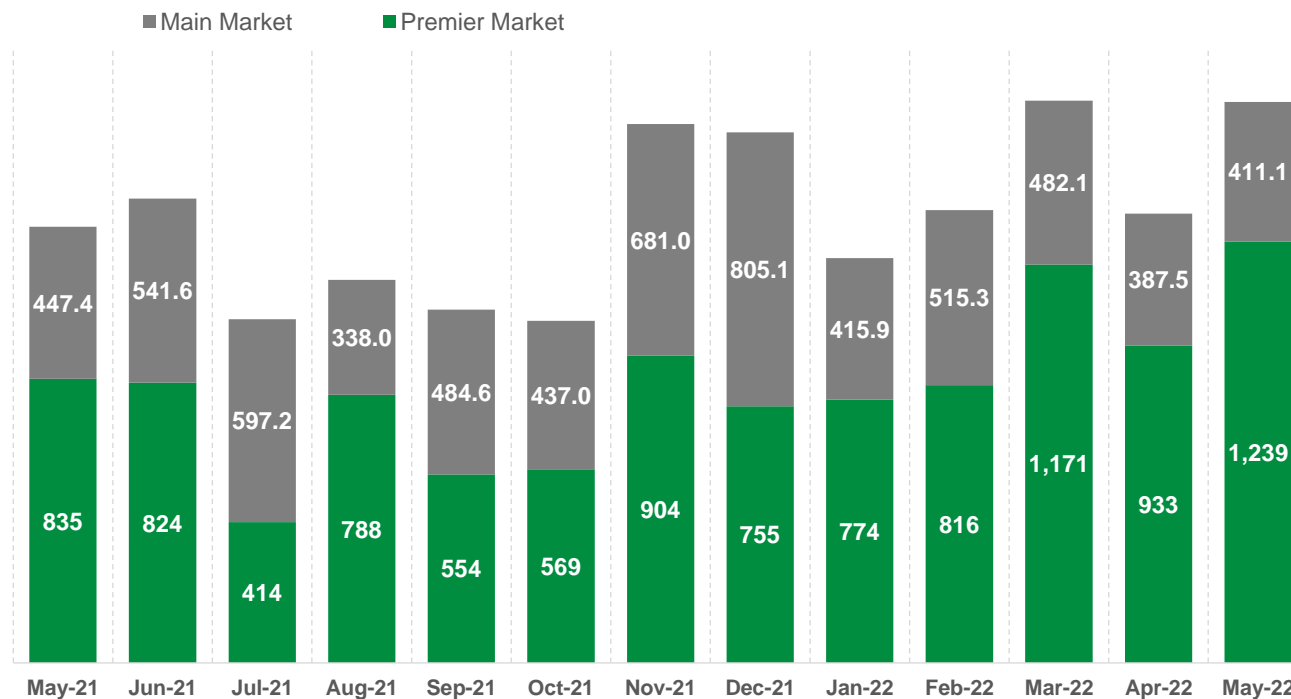


Volume (Million Shares)	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	2022	YTD Daily Average
Premier Market	2,352.61	2,488.20	1,097.16	2,189.68	1,645.75	1,604.31	2,203.93	1,901.83	2,078.44	1,856.02	2,590.50	1,819.48	2,433.38	10,777.82	108.87
Main Market	6,763.52	5,784.07	3,251.04	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	15,779.41	159.39
All Share	9,116.13	8,272.27	4,348.20	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	26,557.24	268.25

Source: Refinitiv, as of May 31, 2022

KSE Trading Parameters – Value Traded

KSE Market Value - in KWD Million

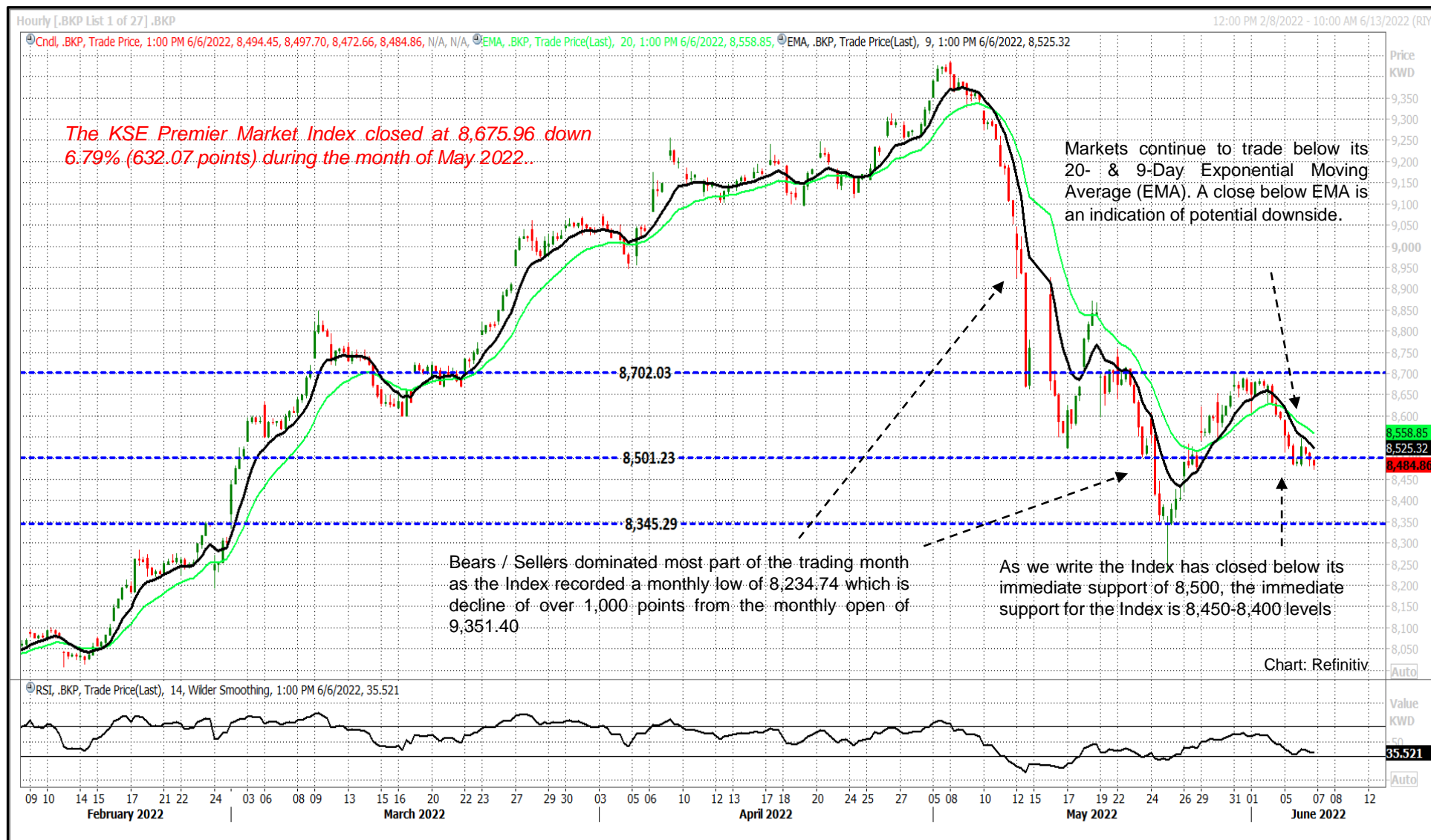


- The total value traded stood at KWD 1.60 billion which is an increase of 19.15% compared to previous month KWD 1.34 billion.
- The Premier Market Index which contributes 77% of the Boursa value traded witnessed an increase of 32.73% to KWD 1.24 billion on a monthly basis
- While Main market value traded stood at KWD 363.03 million, a decline of 11.69% compared to previous month

Value (KWD Million)	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22	Feb-22	Mar-22	Apr-22	May-22	2022	YTD Daily Average
Premier Market	835.38	824.09	413.68	788.10	553.88	568.87	903.61	754.95	773.99	816.43	1,171.48	933.38	1,238.86	4,934.14	49.84
Main Market	541.62	597.23	337.95	484.56	436.97	680.96	805.09	415.82	515.26	482.10	387.51	411.08	363.03	1,643.71	16.60
All Share	1,377.00	1,421.32	751.63	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	7,093.11	71.65

Source: Refinitiv, as of May 31, 2022

Kuwait Premier Market – Hourly Candlestick Chart



Key Contacts

KFH Capital Investment Company K.S.C.C.

Investment Banking Division – Research Department

P.O. Box: 3946 Safat, 13040 Kuwait

Tel. (+965) 2298 7000

Company: www.kfhcapital.com.kw

Email: ird@kfhcapital.com.kw