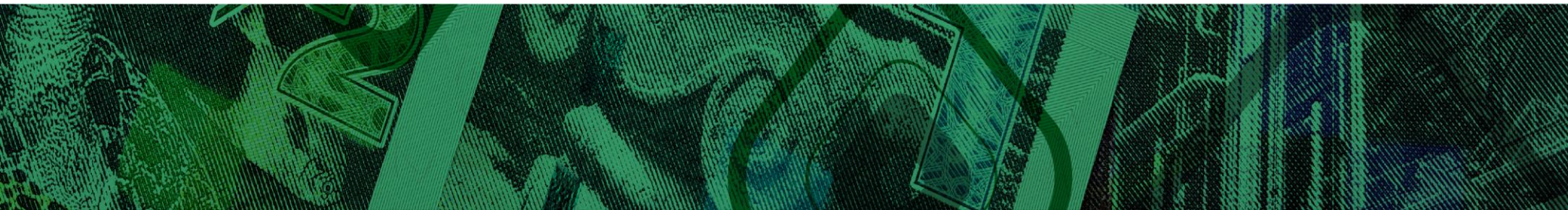


# KFHC Market Monitor

Monthly - Equity Market Updates

December 2022

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## Equity Markets – Update

Equities to remain under pressure with potential downside risks; key headwinds include slowing economic activity; tight financial conditions amid rate hikes and challenging earnings outlook

**The S&P 500 projected full year 2023 profit growth at 4.7% down from 2022 expected growth of 5.7%**

The Q4FY2022 for the S&P500 companies is estimated to record a decline of 1.1% on a year-on-year basis which would be the first quarterly earnings decline since 2020 as per Refinitiv;

The European company earnings are forecasted for a sharp slowdown going into 2023 as per the same report

**GCC equities remained volatile with a strong 1H2022; however, 2H2022 witness profit booking**

The UAE markets were top performers with the Abu Dhabi General Index recording 20.30% gains. Several mega IPOs of state-owned companies in UAE supported the markets during 2022.

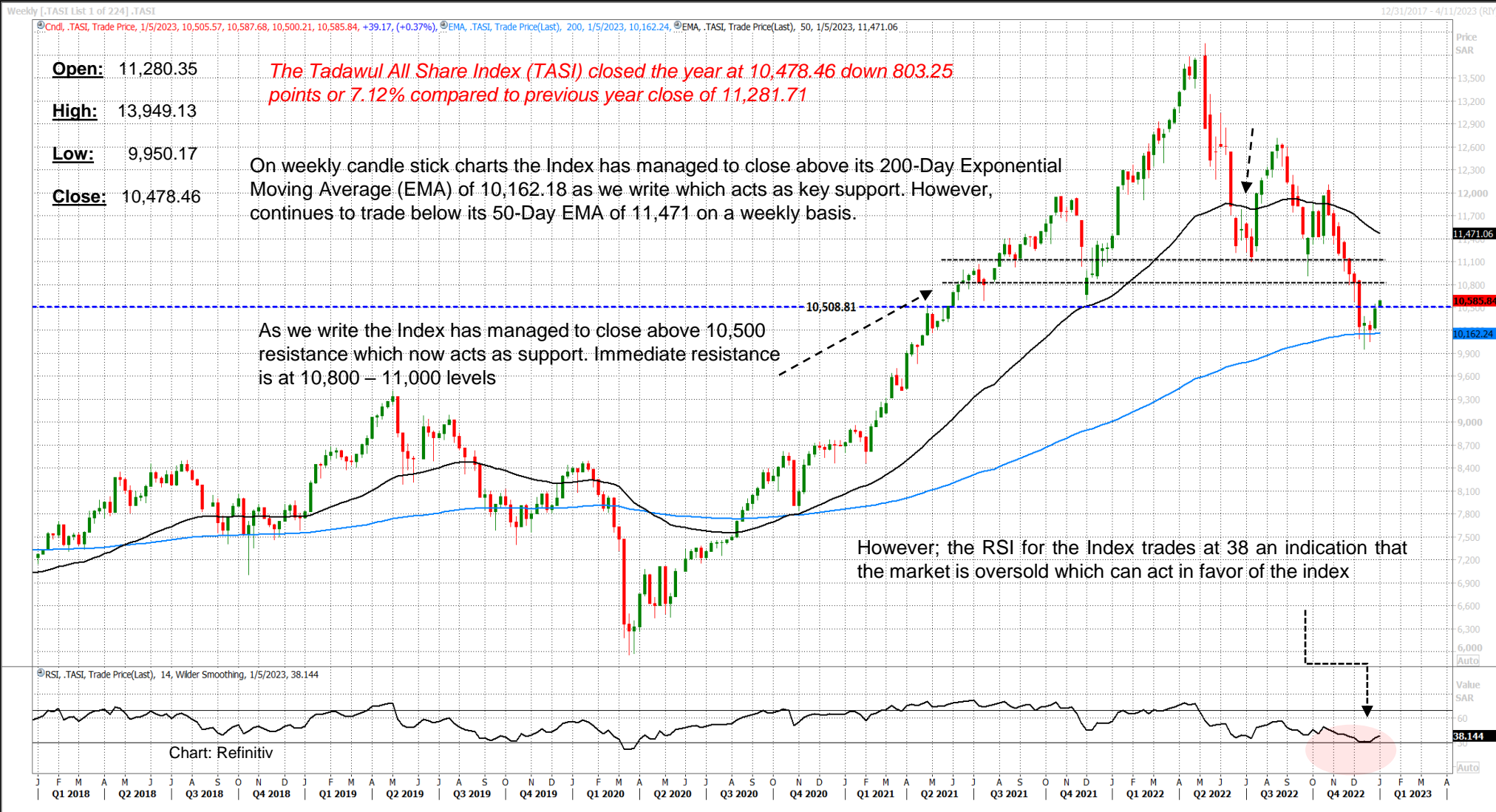
The Saudi Tadawul recorded a loss of 7.12% during 2022; the Index remained volatile as it recorded a high of 13,900 during the first half of 2022 following which the Index recorded a yearly low below 9,950 during the month of December

Similarly; the Kuwait Premier Market Index recorded a yearly high of over 9,400 followed by a low of 7,600 during October 2022

Global Equity Markets	Index Closing*	MTD (%)	YTD (%)	Market Cap (USD Billion)	P/Ex
NASDAQ 100 Index	10,939.76	(9.06)	(32.97)	13,268.90	23.72
FTSE 100	7,451.74	(1.60)	0.91	2,048.76	11.11
STOXX Europe 600	424.89	(3.44)	(12.90)	11,782.47	11.97
German Dax Index	13,923.59	(3.29)	(12.35)	1,483.21	13.05
Hang Seng Index	19,781.41	6.37	(15.46)	22,683.48	11.00
S&P GCC Composite Index	139.20	(4.69)	(7.16)	893.63	14.75
Kuwait - Premier Market Index	8,115.68	(4.43)	6.24	123.92	22.41
Saudi Arabia	10,478.46	(3.84)	(7.12)	2,623.63	12.89
Abu Dhabi	10,211.09	(3.23)	20.30	676.04	28.91
Dubai	3,336.07	0.36	4.39	122.00	7.61
Qatar	10,681.07	(10.44)	(8.13)	150.74	12.02

Source: Refinitiv; \*Index Closing as of December 30; 2022; Valuations are on TTM basis;

# Tadawul All Share Index (TASI) – Weekly Candlestick Chart

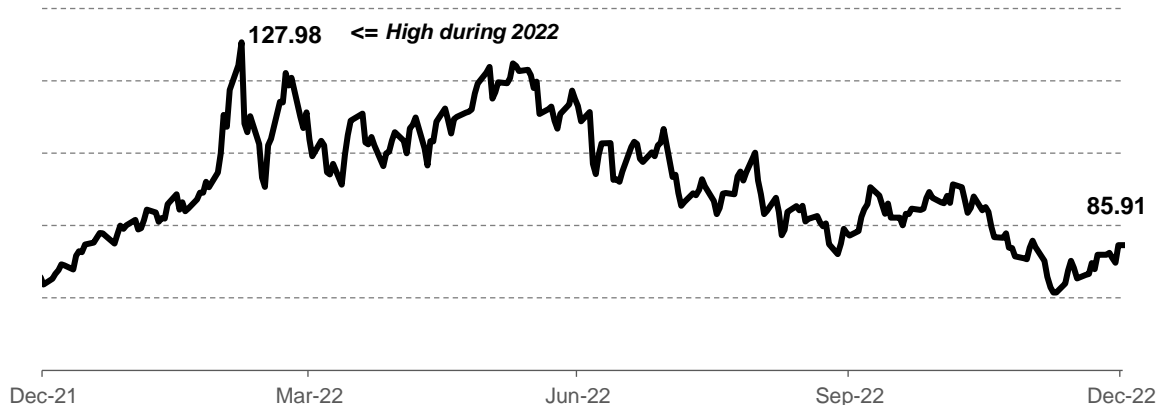


# Commodities – Overview

Strong demand from Mainland China and weak dollar to support prices in 2023

- The forecast for Chinese economic growth from 2023 is 5% which is an upside from 2022 expectations of 3.3%. Key tailwinds include the opening up of the economy and increased government spending
- A weak dollar supports commodity demand; the dollar Index which indicates the strength of the USD against a basket of six influential currencies closed at 103.5 which is 9.3% decline from its recent high of 114.1

The average price for Brent Crude during 2022 was at USD 98.98 per barrel a price gain of 39.56% compared to 2021 average price of USD 70.92 per barrel



Gold remained flat during 2022; average price for 2022 USD 1,801.27 per Oz up 0.17% compared to 2021 average price of USD 1,798.19 per Oz



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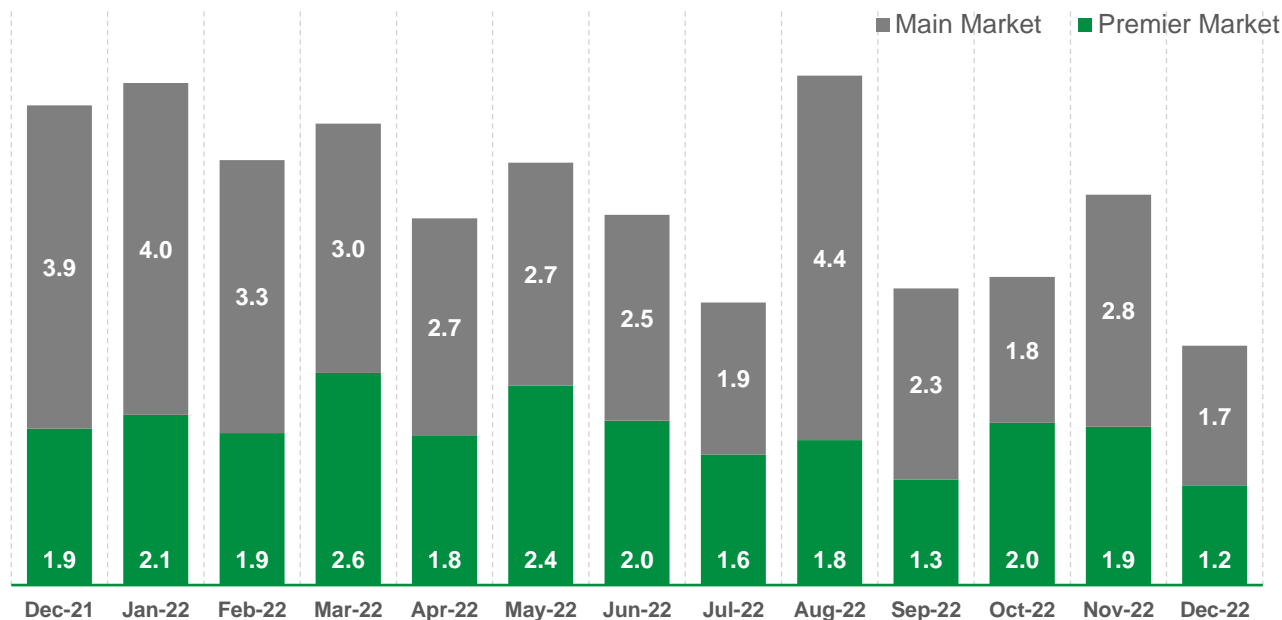
Source: Refinitiv, as of December 30; 2022

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# Kuwait Market – Monthly Summary

# KSE Trading Parameters – Volume Traded

## KSE Market Volume - in Billion Shares



- The total number of shares traded during 2022 was to the tune of 55.81 billion shares a decline of 34.0% when compared to 2021 trading of 84.56 billion shares
- The decline was driven by 47.1% decline in volumes in the Main Market. The Main market saw 33.24 billion shares of trading during 2022
- The Premier Market segment volumes were up by 4.0% at 22.56 billion shares during the same period

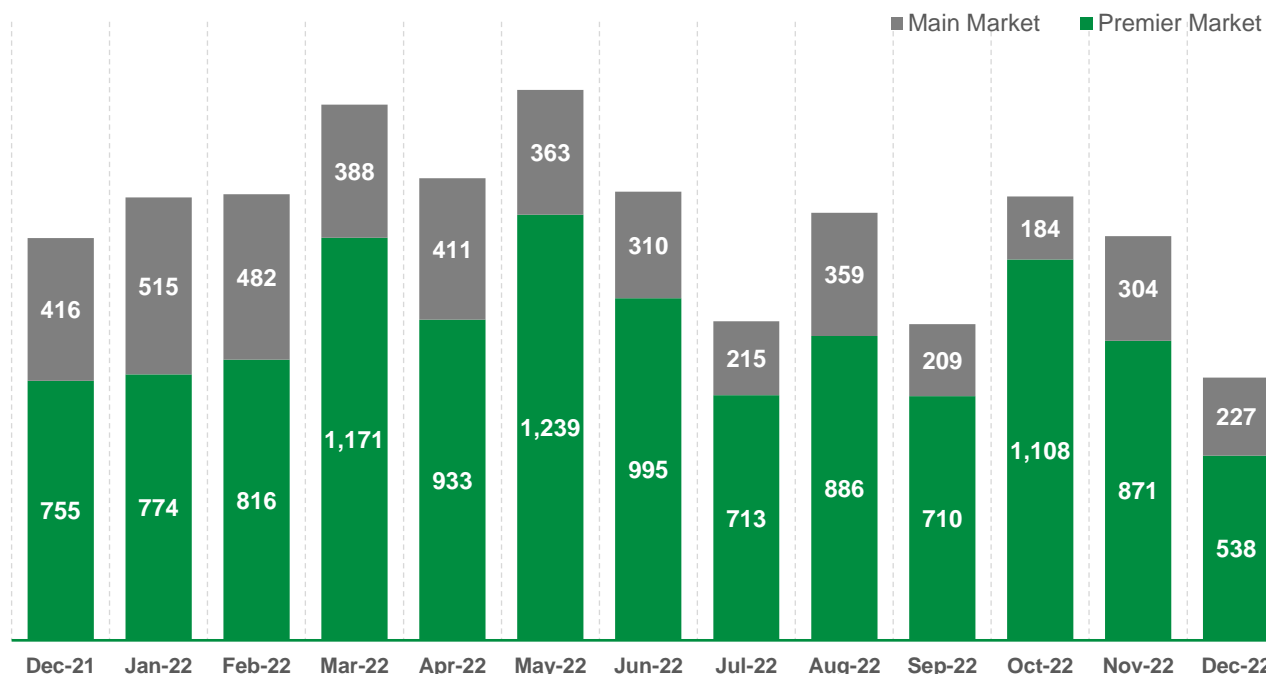
Volume (Million Shares)	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	2022	2021	Change (%)	2022 Daily Average
Premier Market	2,078.44	1,856.02	2,590.50	1,819.48	2,433.38	2,005.09	1,591.34	1,767.39	1,287.27	1,988.71	1,934.15	1,217.54	22,569.32	21,699.91	4.0%	92.50
Main Market	4,045.12	3,329.85	3,040.37	2,645.62	2,718.45	2,512.18	1,854.03	4,445.49	2,331.28	1,782.19	2,829.03	1,708.74	33,242.35	62,864.69	-47.1%	136.24
All Share	6,123.56	5,185.87	5,630.87	4,465.10	5,151.83	4,517.27	3,445.37	6,212.88	3,618.55	3,770.90	4,763.18	2,926.28	55,811.67	84,564.61	-34.0%	228.74

Source: Refinitiv, as of December 29, 2022



# KSE Trading Parameters – Value Traded

**KSE Market Value - in KWD Million**

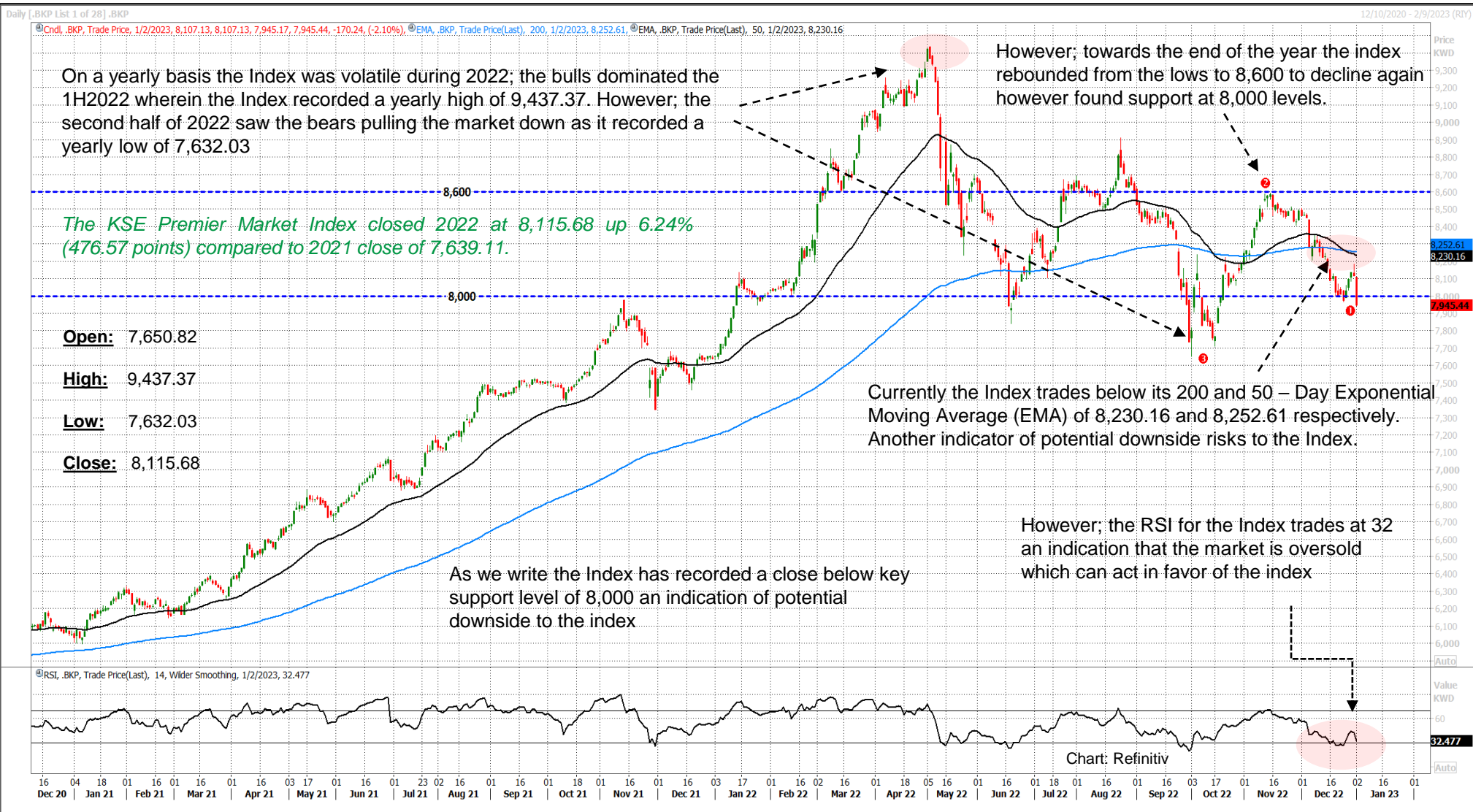


- The total value traded during 2022 KWD 14.72 billion an increase of 8.2% when compared to 2021 levels of KWD 13.61 billion
- The Premier Market Index recorded KWD 10.75 billion in value traded an increase of 34.4% during 2022.
- The Main Market value traded was down by 29.3% to KWD 3.96 billion during the same period

Value (KWD Million)	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	2022	2021	Change (%)	2022 Daily Average
Premier Market	773.99	816.43	1,171.48	933.38	1,238.86	995.17	713.06	885.67	710.33	1,107.91	871.49	537.63	10,755.39	8,002.25	34.4%	44.08
Main Market	515.26	482.10	387.51	411.08	363.03	310.32	215.06	358.59	209.44	183.71	304.50	226.73	3,967.33	5,610.00	-29.3%	16.26
All Share	1,289.25	1,298.53	1,558.98	1,344.46	1,601.89	1,305.49	928.11	1,244.27	919.77	1,291.62	1,175.99	764.35	14,722.72	13,612.25	8.2%	60.34

Source: Refinitiv, as of December 29, 2022

# Kuwait Premier Market – Daily Candlestick Chart



# Key Contacts

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