

Kuwait Weekly Report

August 5, 2021

TOP BUY RECOMMENDATIONS ON FUNDAMENTALS

	Close Price	Target Price	PE	PBV	D/Y
Zain	589	700	14	2.2	5.6%
Mabaneer	738	800	35	1.8	0.8%
Integrated	368	390	37	1.6	2.1%
Gulf Bank	238	265	21	1.1	2.1%

TOP RECOMMENDATIONS ON TECHNICALS

	Price	S1	S2	R1	R2
Muntazahat	77	76	74	83	88
Unicap	74	72	70	81	90
Mabaneer	738	727	719	760	790
Ahli Bank of Kuwait	221	217	212	235	250

Top Gainers

Company	Price	% Chg	Volume
KMEFIC	195	22.6%	257,209
Boursa Kuwait Securities Co.	1750	13.0%	4,399,711
Sanam Real Estate Co.	75.3	10.7%	11,803,218
Al Kout Industrial Projects Co.	670	9.8%	5,000
Gulf North Africa Holding Co	73	9.8%	990,501

Top Losers

Company	Price	% Chg	Volume
Al-Mazaya Holding Co.	90.8	-15.9%	328,545,687
Kuwait Hotels Co	69.2	-13.1%	47,307
Palms Agro Production Co	54.5	-12.4%	10,500
Inovest BSC Public	100	-10.7%	13,616,594
Umm Al Qaiwain General Invest.	65.6	-9.5%	6,528

Group's Company's statistics

Company	High	Low	Volume	Traded Value
Oula Fuel Marketing	140	134	121,008	16,545
Soor Fuel Marketing	137	135	628,673	85,334
KBT	77.4	69.4	8,179,718	598,485
Al Maidan Clinic	-	-	-	-

Global Market Statistics

Company	Value	%ΔWTD	%Ytd
S&P 500	4,402.0	0.0%	18.9%
Nasdaq	15,083.0	0.4%	18.7%
Hangseng	26,204.0	-0.4%	-0.7%
DAX	15,711.0	0.5%	15.6%

Boursa Kuwait Index Performance

	Value	Δ WTD%	Δ YTD %
BK Premier Index	7,153	-0.2%	18.2%
BK Main 50 Index	5,700	-0.7%	22.9%
BK All Share Index	6,566	-0.2%	18.4%

GCC Market Performance

	Value	Δ WTD%	Δ YTD %
Saudi (TASI)	11,147	1.22%	28.28%
Abu Dhabi (ADI)	7,419	1.38%	47.05%
Dubai (DFM)	2,820	1.98%	13.18%
Qatar (QE)	10,908	1.44%	4.52%

Group's Listed Companies News

KBT announced that a BOD meeting will be held on Thursday 5th August 2021 to discuss financial results of second quarter 2021.

Soor Fuel Marketing announced that a BOD meeting will be held on Wednesday 11th August 2021 to discuss financial results of second quarter 2021.

Top Buy Recommendations

Zain: Offering decent dividend yield at current levels, 18% growth in bottomline in 2Q2021 mainly attributable to lower financ cost and expected credit losses in financial assets.

Mabane: With gradual reopening of economy and lifting of Covid restrictions, Mabane will benefit from increase in its Avenues mall footfall and hotel occupancy. Hotel in Bahrain Avenues mall will start operations in the next quarter while Company has finally decided to go ahead with its giant project in Riyadh which will boost its revenue growth after its completion in 2025.

Integrated Holding: Valuation has become attractive after recent selloff. Company will benefit from reopening of economy as it provides operating equipment on rentals, heavy lift and transportation services.

Gulf Bank: Lower impairments and better than expected net interest margins will further boost profitability. Higher than expected loans and deposits growth in 1Q2021.

Market Commentary

Kuwait stock market remained rangebound during the week and Bursa Kuwait All Share Index and Premier index both lost 0.2% during the week. Market participants remained cautious on the possible impact of rapid increase in Covid across the globe. Mixed earnings release from bluechip companies also resulted in uncertain direction of the market. Index heavyweight NBK lost 0.3% while Mabane gained 2.2%. International oil prices dropped to USD 68 per barrell amid global economic outlook concerns.

Outlook:

Increase activity is expected to be witnessed in the coming despite few trading days as banks and bluechip companies will be announced. International oil prices, governments efforts to curb new variant of Coronavirus and global economic growth prospects will play a key role in driving the markets.

With the accelerated pace of local vaccination, it is expected that lockdown and travel restrictions will be eased further which would bode well for the markets.

Upcoming events

- 08/08/2021 Mezzan BOD meeting for earnings release
- 11/08/2021 Soor Fuel Marketing earnings release
- 11/08/2021 Jazeera Airways earnings release
- 12/08/2021 Agility earnings release