

2009

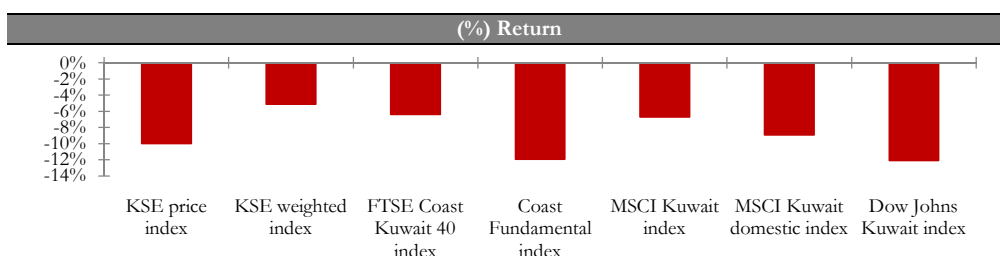
KSE Market Annual Review

Kuwait Stock Exchange indices suffered during 2009, as a result of the 2008 Global recession. The price index declined approximately 8.0% Y-T-D, and the weighted index declined by 1.1%. While in 2008, the price and the weighted indices declined by approximately 38% and 43% respectively, the average traded shares appreciated by 29.9%, meanwhile the average traded value depreciated by 39.7%. As an effect of the decline in price index, and the retreat's of the value traded, market capitalisation shrunk by 8.84%. KSE market showed signs of improvement and rebounded to high level during the year before its downturn. The exchange also listed 3 new companies, and de-listed 3 others, that keeps the total number of listed companies the same which is 204 companies.

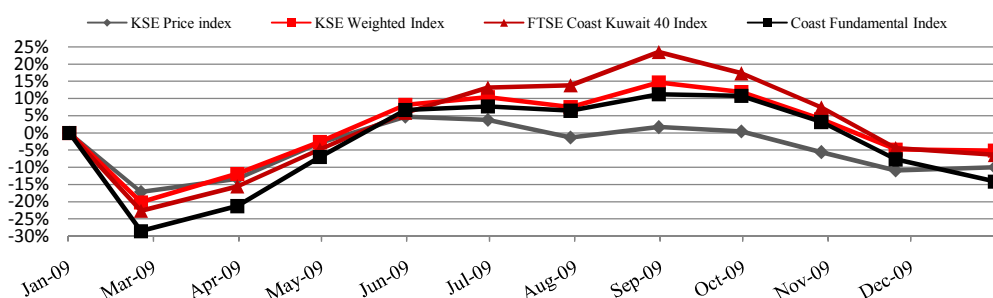
Indices Performance

Major Indices Performance	31-Dec-08	31-Dec-09	Change	% Return
KSE price index	7,782.60	7,005.30	777.30	↓ 9.99%
KSE weighted index	406.70	385.75	20.95	↓ 5.15%
FTSE Coast Kuwait 40 index	62.09	58.11	3.98	↓ 6.41%
Coast Fundamental index	100.00	88.07	11.93	↓ 11.93%
MSCI Kuwait index	587.57	548.00	39.57	↓ 6.73%
MSCI Kuwait domestic index	601.19	547.56	53.63	↓ 8.92%
Dow Johns Kuwait index	954.70	839.29	115.41	↓ 12.09%

Companies new listed	Sector	Companies de-listed	Sector
Kuwait China Invest. Co.	Investment	Intl. Investment Projects Co.	Real Estate
Manazel Holding	Real Estate	Shuaa Capital	Non Kuwaitites
KGL Logistics Co.	Service	Bank Of Bahrain And Kuwait	Non Kuwaitites



Indices Market Capitalisation ('000) KWD	31-Dec-08	31-Dec-09	Change
Kuwait Stock Exchange	33,302,835	30,357,493	↓ -8.84%
FTSE Coast Kuwait 40 index	12,259,636	12,462,821	↑ 1.66%
Coast Fundamental index	9,617,576	8,469,772	↓ -11.93%



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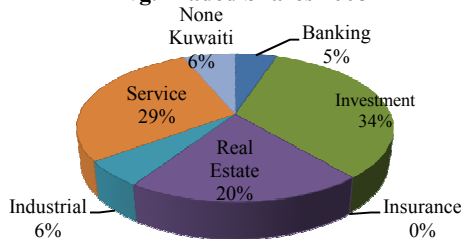
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Market Trades Activity

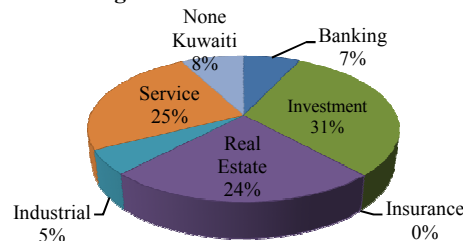
The average traded shares has increased by 29.9% during 2009 in comparison to 2008. Banking sector increased the most as the average traded shares advanced by 76.5%, it also declined the least by average value traded dropping 10.48%, which was led to increase the proportion of the Banking sector's of total sectors average value by 46.7%. Real Estate sector ranked second, with 49.7% increase in average shares traded, and acquired 24% of the average shares traded in the market, while the average value traded dropped 55%. Insurance sector was the most affected, as the average number of trades declined by 60.05%, which resulted in a decline in both the average shares and value traded by 43.7% and 63.4% respectively.

	2008	2009	Difference	(%)
Average Traded Shares	331,355,627	430,492,800	99,137,173	↑ 29.92%
Average Traded Value	146,504,595	88,376,042	(58,128,553)	↓ 39.68%
Average No. of Trades	8,187	7,850	337	↓ 4.12%
KSE price index (Highest value)	15,654.8	8,371.1	7283.70	↓ 46.53%
KSE price index (Lowest value)	7,782.6	6,391.5	1391.10	↓ 17.87%
KSE weighted index (Highest value)	814.2	469.3	344.93	↓ 42.36%
KSE weighted index (Lowest value)	406.7	315.76	90.94	↓ 22.36%
FTSE Coast Kuwait 40 (Highest value)	151.4	77.6	73.75	↓ 48.73%
FTSE Coast Kuwait 40 (Lowest value)	62.09	45.57	16.52	↓ 26.61%

Avg. Traded Shares 2008

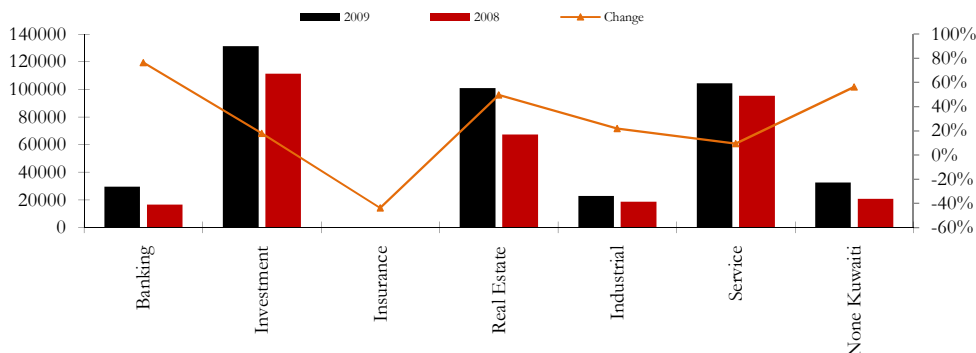


Avg. Traded Shares 2009

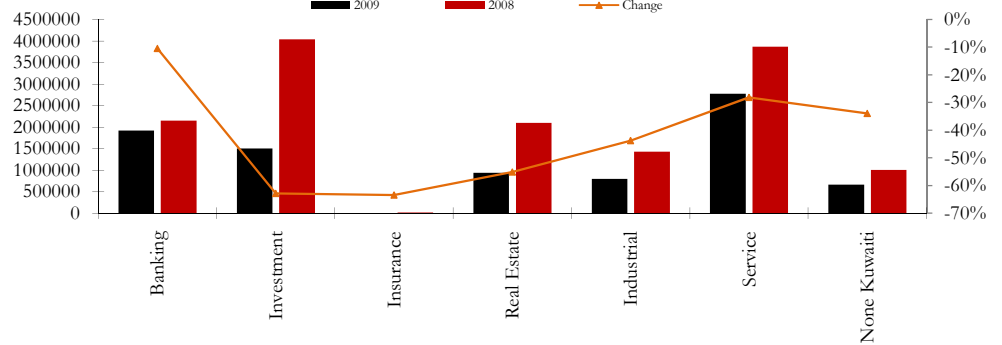


Sectors Trades Activity

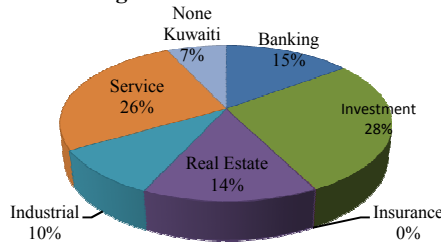
Average traded shares ('000)	2008	2009	Change
Banking	16,682	29,447	↑ 76.52%
Investment	111,274	131,239	↑ 17.94%
Insurance	250	141	↓ -43.77%
Real Estate	67,423	100,925	↑ 49.69%
Industrial	18,657	22,752	↑ 21.95%
Service	95,246	104,317	↑ 9.52%
None Kuwaiti	20,751	32,475	↑ 56.49%



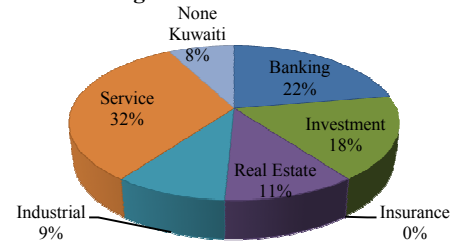
Average traded value ('000) KWD	2008	2009	Change
Banking	2,149,989	1,924,598	↓ -10.48%
Investment	4,041,435	1,503,024	↓ -62.81%
Insurance	13,933	5,099	↓ -63.41%
Real Estate	2,095,945	942,245	↓ -55.04%
Industrial	1,425,898	802,014	↓ -43.75%
Service	3,866,580	2,775,914	↓ -28.21%
None Kuwaiti	1,003,711	663,442	↓ -33.90%



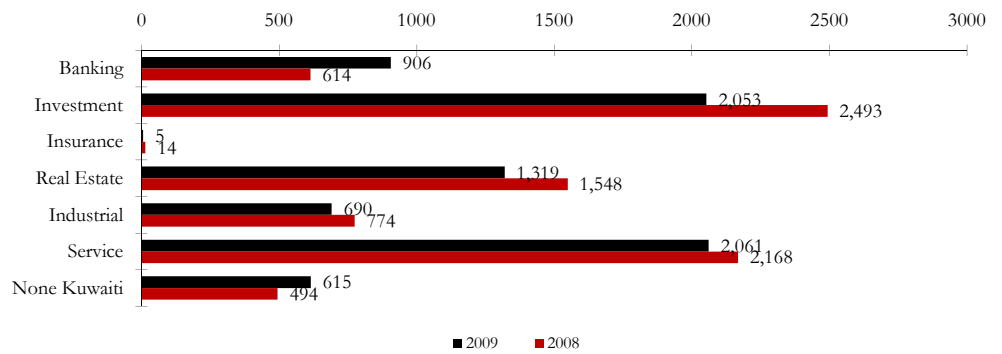
Avg. Traded Value 2008



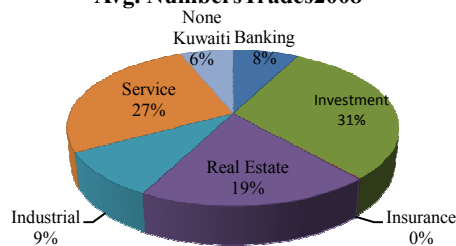
Avg. Traded Value 2009



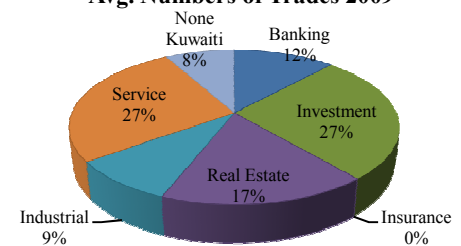
Average No. of Trades	2008	2009	Change
Banking	614	906	↑ 47.59%
Investment	2,493	2,053	↓ -17.65%
Insurance	14	5	↓ -60.05%
Real Estate	1,548	1,319	↓ -14.80%
Industrial	774	690	↓ -10.84%
Service	2,168	2,061	↓ -4.93%
None Kuwaiti	494	615	↑ 24.51%



Avg. Numbers Trades 2008



Avg. Numbers of Trades 2009



Coast ICB Sectors

Coast ICB sectors, which are calculated using the market capitalisation approach, varied in performance. General Contracting sector improved the most as it increased by 58.27%, while the Investment sector retreated the most with 25.4%. Banking sector, which represents the biggest proportion equal to 39.9% of total market capitalisation, declined by 13.63%. Meanwhile IT & Telecom sector, which represents 17.5% of total market capitalisation, rose by 8.94%. On the groups side, NIC group index showed improvement in performance, as the market capitalisation of the group index advanced from 476 Millions KWD to 564 Millions KWD, recorded a percentage increase equal to 18.41%. While KIPCO group index was the biggest decliner, as the market capitalisation depreciated from 195 Millions KWD to 145 Millions KWD, which equal to 25.61% decrease.

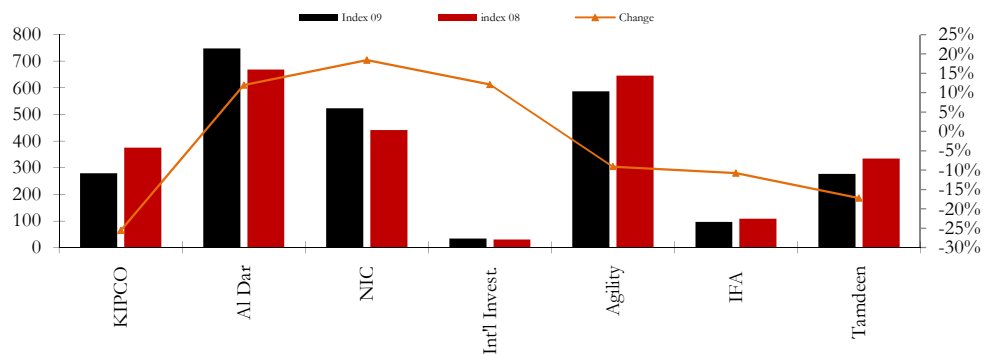
Coast ICB sectors	M. Cap. 08 *	M. Cap. 09 *	Index 08	Index 09	Change
Banking	14,271,091	12,109,142	470.75	406.60	↓ -13.63%
Investments	3,530,072	2,598,686	333.03	248.45	↓ -25.40%
Financing	810,357	734,817	200.03	189.60	↓ -5.21%
Insurance	510,460	414,101	162.06	131.47	↓ -18.88%
Real Estate	2,177,709	1,976,043	201.46	173.59	↓ -13.83%
Industrial	1,114,041	1,174,581	337.62	355.96	↑ 5.43%
Construction Material	1,052,847	968,143	284.36	261.48	↓ -8.05%
Holding Companies	674,220	715,160	413.13	438.21	↑ 6.07%
Tourism & Media	872,056	709,136	195.89	159.29	↓ -18.68%
Petrochemicals	1,351,313	1,443,372	362.48	387.17	↑ 6.81%
Logistics & Transport	771,581	716,045	857.37	795.66	↓ -7.20%
Retailers	161,761	165,826	616.53	632.03	↑ 2.51%
Education & Support	398,157	400,897	365.66	368.17	↑ 0.69%
Food	630,270	756,486	332.92	399.59	↑ 20.03%
IT & Telecom	4,868,729	5,303,853	509.79	555.35	↑ 8.94%
General Contracting	108,170	171,206	264.91	419.29	↑ 58.27%

* Market Capital = Thousands KWD

Groups Performance

Groups Indices	M. Cap. 08 *	M. Cap. 09 *	index 08	Index 09	Change
KIPCO	195,386	145,355	375.02	278.99	↓ -25.61%
Al Dar	62,799	70,284	668.74	748.45	↑ 11.92%
NIC	476,361	564,054	441.74	523.06	↑ 18.41%
Int'l Invest.	8,449	9,470	30.27	33.92	↑ 12.08%
Agility	105,506	95,904	646.50	587.67	↓ -9.10%
IFA	77,902	71,677	108.53	96.81	↓ -10.79%
Tamdeen	161,033	133,216	333.91	276.23	↓ -17.27%

* Market Capital = Thousands KWD



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