

Palestine Stock Exchange

Weekly Trading Brief (13-17)/07/2014

Palestine Stock Exchange Weekly Trading Brief

Al-Quds Index rebounds above the 500 points level

The liquidity indicators in Palestine Stock Exchange PEX during this week didn't change, but the downward trend of Al-Quds Index reflected strongly and in a comforting pace, to lift the trading again above the 500 points level after fading the selling offers from small investors on the low recorded levels on some leading shares with the highest weights in the index. Moreover, the political aspect hasn't witnessed any positive development that may reflect the price substantially or quickly or may improve the trading value. In contrast, and within the escalation in the security conditions, Al-Quds Index rebounded upward by 1.77% this week, to enhance the PEX's ability to surpass the current political barriers with their different degrees which stem from different concepts, most notable, the increase of local investors awareness and their confidence in the listed PEX companies, in addition, to the lack of the PEX linkage with the foreign investment.

During this week's trading, the share of Palestine Development and Investment Company PADICO – the largest investment company by market capitalization- constituted the essential leverage of rebounding Al-Quds Index upward, when achieving gains of 9.22% after trading in a wide range, to increase than its previous closing through medium transactions worth \$0.35 million. The stabilizing of Palestine Telecommunications PALTEL- the largest company by market capitalization- had an important impact in supporting the rebounding of Al-Quds Index, to close at the level of JD5.41, through transactions worth \$0.75. PALTEL's share tried to achieve gains, but instead, settled through horizontal movement. On the other hand, the share of Bank of Palestine BOP- the largest bank by market capitalization- decreased by 0.36%, to close at the level of \$2.79 through transactions worth \$0.33 million.

Within the PEX companies' substantial news, the general assembly GA of the Palestinian Company for Distribution & Logistics Services WASSEL will be holding an extraordinary meeting on 05/08/2014, whereby, will be discussing several issues such as: converting the company's currency from the Jordanian Dinars to the US Dollars. It will also be discussing decreasing the company's paid up capital from \$9.17 million to \$6.50 million to cover its accumulated losses that are worth \$2.67 million. The GA will also discuss raising the paid up capital again to \$13.00 million through offering shares for private subscription to the company's shareholders according to their stakes. On the other hand, the momentum of holding the board of directors meetings increased in this period to disclose the H1 2014 financial statements, whereby, the PEX grants the listed companies 45 days starting from the end of June 2014 to disclose their financial results. On the other hand and regarding the banking sector, total loans and credit facilities granted by the banks operating in Palestine reached \$4.7 billion in May 2014; up by \$67 million compared to April 2014 and up by more than \$698 million compared to May 2013 according to the Association of Banks in Palestine. In addition, the total deposits in the banks operating in Palestine reached \$8.5 billion in May 2014, whereby, loans constituted 52% of total deposits.

Weekly Comparison

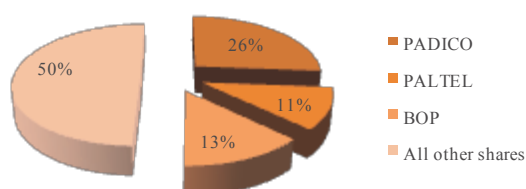
Item	Previous Week	This Week	Δ
Al Quds Index	499.93	508.8	1.77%
# of transactions	430	538	25.12%
Trading Volume	1,256,845	901,332	-28.29%
Trading Value	2,374,338	1,955,946	-17.62%
Market Capitalization	3,105,488,860	3,155,259,851	1.60%
Daily Average Trading Volume	251,369	180,266	-28.29%

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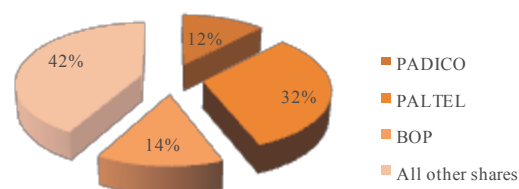
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Blue-chips Activity

Distribution of Blue-Chips by Trading Volume



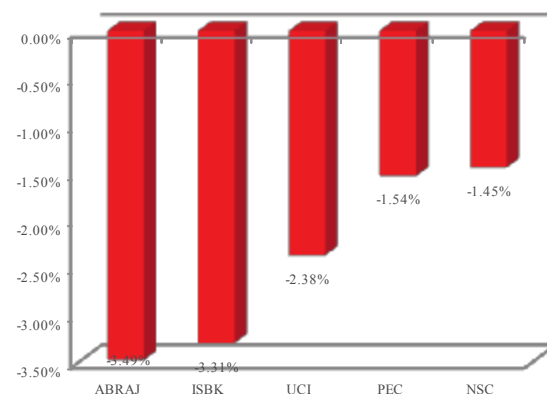
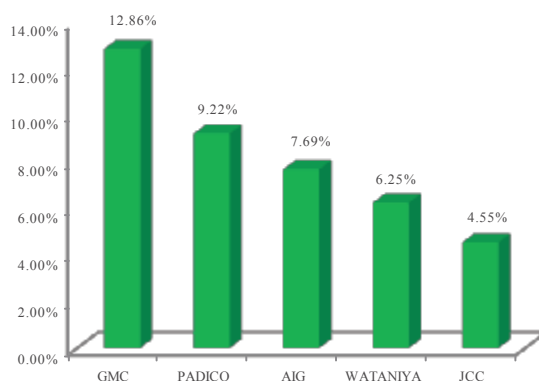
Distribution of Blue-Chips by Market Cap



Weekly Blue-chips Dynamics

Company	Bloomberg Quote	Weekly Closing	P/E	P/BV	Weekly Volume Weighted Price VWP	Weekly Trading Turnover	Daily Average Trading Value \$
Palestine Development & Investment \$	PADICO:PS	1.54	14.53	0.92	1.50	0.09%	70,687
Palestine Telecommunications JOD	PALTEL:PS	5.41	7.75	1.42	5.41	0.07%	149,130
Bank of Palestine \$	BOP:PS	2.79	10.33	1.66	2.79	0.08%	66,930

Top Gainers & Decliners



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Sectors Activity

Index/Sector	Previous	Closing	WTD	Trading Volume	Trading Value	Market Cap \$
Banking & Financial Services	116.86	116.8	-0.05%	312,452	528,918	803,171,887
Industry	67.03	67.69	0.98%	73,731	139,164	273,934,143
Insurance	44.37	44.99	1.40%	7,487	16,036	101,186,000
Investment	26.13	27.75	6.20%	338,965	451,288	593,164,474
Services	47.43	47.83	0.84%	168,697	820,541	1,383,803,347

Sectors Distribution by Trading Value & WTD



Sector's Indices Dynamics

Index	High	Low	Discount to High	Premium to Low
Al Quds	508.8	500.55	0.00%	1.65%
Banking	116.8	116.32	0.00%	0.41%
Industry	67.69	67.04	0.00%	0.97%
Insurance	44.99	44.55	0.00%	0.99%
Investment	27.75	26.62	0.00%	4.24%
Services	47.83	47.15	0.00%	1.44%

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Al Quds Index Constituents: WTD & Weight

Company	Current Weight in Al-Quds Index	Closing	Δ
Palestine Development & Investment Company	14.90%	1.54	9.22%
Wataniya Palestine Mobile Telecommunications	8.49%	0.85	6.25%
Jerusalem Cigarette Company	0.50%	0.92	4.55%
Palestine Real Estate Investment Company	2.05%	0.59	3.51%
The National Bank	2.21%	1.14	1.79%
National Insurance	1.49%	3.20	1.59%
Jerusalem Pharmaceuticals	1.27%	1.93	1.58%
Arab Islamic Bank	2.05%	1.06	0.95%
Palestine Industrial Investment Company	1.84%	1.80	0.00%
Palestine Telecommunications Company	38.87%	5.41	0.00%
Birzeit Pharmaceutical Company	2.18%	3.05	0.00%
Bank of Palestine	17.28%	2.79	-0.36%
Al-Quds Bank	1.63%	0.84	-1.18%
Palestine Electric Company	2.97%	1.28	-1.54%
Palestine Islamic Bank	2.26%	1.17	-3.31%

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