

Palestine Stock Exchange

Weekly Trading Brief (03-07)/08/2014

Palestine Stock Exchange Weekly Trading Brief

Al-Quds Index in the green zone amid substantial news on companies

After deviating itself from the political and security events in the Gaza Strip within the long holiday, Palestine Stock Exchange PEX resumed a stable performance that is slated to rise of Al-Quds Index during the week. On the other hand, a momentum of price rises appeared in the mid-week session leading Al-Quds Index to record gains of 2.13% closing in the green zone within a trading value of \$2.22 million. This price activity came after entering a temporary truce between the Israeli and Palestinian parties and after engaging in talks to enter a permanent truce on one hand and the approaching end of the legal period granted by the PEX to the listed companies to disclose their semi-annual financial statements on another hand. Regarding a distinguished price performance of some leading shares, Al-Quds Index has abandoned its physiological level of 500 points and has rebounded through price jumps that were enhanced by lack of depths.

Optimism towards the disclosed financial statements is the chief incentive for the investors, especially after the first quarter financial results disclosure and what followed of encouraging results amid the successive difficulties on the Palestinian economy. The achieved net income of the leading companies draws the attention and anticipation more than the other listed companies, but what has been disclosed till the end of the week nods total good figures and a coming week filled with the disclosures momentum. In the same context and following the distinguished performance of The Vegetable Oil Industries Company VOIC, the company announced reporting net income of JD2.67 million in H1 2014; up by 46.95% compared to H1 2013. This came due to the increase in sales by 42.41% that led to an increase in gross profits to 22.64% as a result of a significant increase of 45.66% in the company's stake from its associates' profits, to record earnings per share EPS of JD0.67 and book value BV of JD4.53 in H1 2014. Moreover, the financial results of Palestine Securities Exchange Company PSE showed posting net income of \$0.31 million in H1 2014 compared to net loss in the corresponding period. This resulted from an increase in total revenues by 44.98% due to a 69.39% increase in the trading and transfer commissions which were affected by an increase of 70.22% in the trading value and trading activity in H1 2014 compared to the corresponding period of 2013.

In parallel to the periodic financial results disclosure, substantial news about the listed companies regarding the paid up capital and its strategic plans accelerated. In this context, and according to the extraordinary general assembly GA of The National Bank TNB during May 2013 regarding increasing the authorized capital from \$50 million to \$75 million, the investment committee of the board of directors BOD approved covering the unpaid capital through offering shares for secondary public subscription for the bank's shareholders with a \$1 par value per share. Moreover, the Palestinian Company for Distribution & Logistics Services WASEL held an extraordinary GA meeting during the week and approved several issues such as: converting the company's currency from the Jordanian Dinars to the US Dollars. It also approved decreasing the company's paid up capital to cover its accumulated losses that are worth \$2.67 million. The GA, as well, approved raising the paid up capital again from \$6.50 million to \$13.00 million through offering shares for private subscription to the company's shareholders according to their stakes.

Weekly Comparison

Item	* Previous Week	This Week	Δ
Al Quds Index	505.15	515.91	2.13%
# of transactions	402	524	30.35%
Trading Volume	698,416	1,328,373	90.20%
Trading Value	1,805,249	2,216,215	22.77%
Market Capitalization	3,144,975,317	3,195,077,190	1.59%
Daily Average Trading Volume	174,604	265,675	52.16%

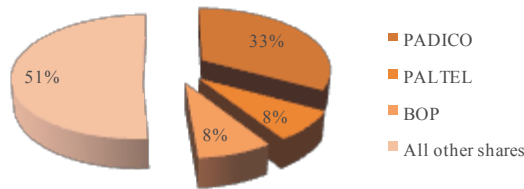
(*) 4 Trading Sessions.

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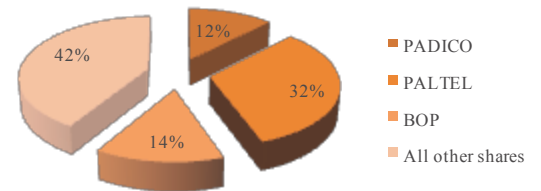
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Blue-chips Activity

Distribution of Blue-Chips by Trading Volume



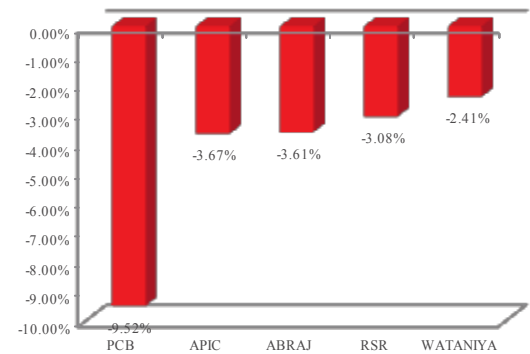
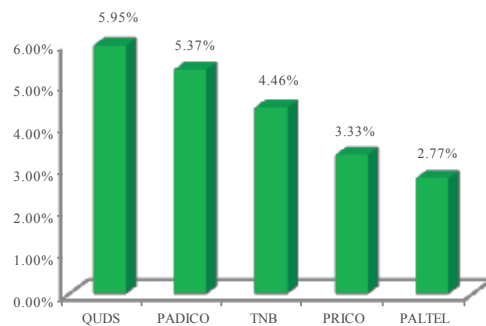
Distribution of Blue-Chips by Market Cap



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	1.57	14.81	0.93	1.54	0.18%	134,846
Palestine Telecommunications JOD	PALTEL:PS	5.56	7.97	1.46	5.45	0.08%	160,936
Bank of Palestine \$	BOP:PS	2.81	10.41	1.67	2.79	0.07%	59,046

Top Gainers & Decliners



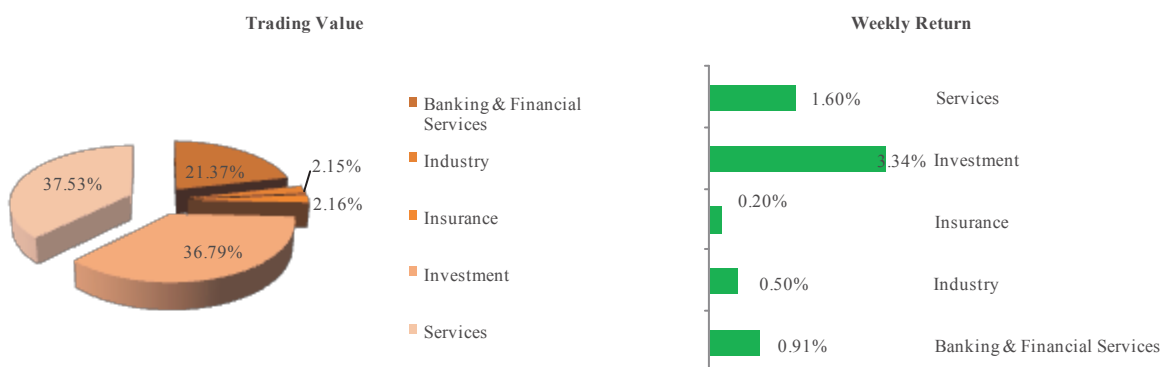
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Sectors Activity

Index/Sector	Previous	Closing	WTD	Trading Volume	Trading Value	Market Cap \$
Banking & Financial Services	117.83	118.9	0.91%	264,826	473,525	817,519,803
Industry	67.88	68.22	0.50%	21,059	47,685	276,047,346
Insurance	44.77	44.86	0.20%	331,737	47,924	100,906,000
Investment	27.24	28.15	3.34%	573,717	815,359	601,602,463
Services	47.6	48.36	1.60%	137,034	831,721	1,399,001,579

Sectors Distribution by Trading Value & WTD



Sector's Indices Dynamics

Index	High	Low	Discount to High	Premium to Low
Al Quds	516.27	504.89	-0.07%	2.18%
Banking	118.9	117.66	0.00%	1.05%
Industry	68.63	67.88	-0.60%	0.50%
Insurance	44.86	44.72	0.00%	0.31%
Investment	28.46	27.21	-1.09%	3.45%
Services	48.36	47.54	0.00%	1.72%

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Al Quds Index Constituents: WTD & Weight

Company	Current Weight in Al-Quds Index	Closing	Δ
Al-Quds Bank	1.70%	0.89	5.95%
Palestine Development & Investment Company	14.98%	1.57	5.37%
The National Bank	2.23%	1.17	4.46%
Palestine Real Estate Investment Company	2.13%	0.62	3.33%
Palestine Telecommunications Company	39.40%	5.56	2.77%
Palestine Islamic Bank	2.29%	1.20	2.56%
Jerusalem Pharmaceuticals	1.27%	1.95	1.56%
Bank of Palestine	17.16%	2.81	0.72%
Arab Islamic Bank	2.10%	1.10	0.00%
Palestine Industrial Investment Company	1.82%	1.80	0.00%
Birzeit Pharmaceutical Company	2.15%	3.05	0.00%
Jerusalem Cigarette Company	0.48%	0.90	0.00%
Palestine Electric Company	2.86%	1.25	0.00%
National Insurance	1.44%	3.15	-0.32%
Wataniya Palestine Mobile Telecommunications	7.98%	0.81	-2.41%

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