

Palestine Stock Exchange

Weekly Trading Brief (07-11)/09/2014

Palestine Stock Exchange Weekly Trading Brief

Institutional transactions lift the trading volume in the PEX

The activity drivers in Palestine Stock Exchange PEX have not changed than in the last few weeks. Where the general outlook that is characterized with political cautiousness and filled with anticipation for solid steps and actions to be taken, remains the main dominant on the investors' behavior, which in turn is reflected in the varied degrees of optimism or pessimism, to result in this quietness in transactions and controlled price volatility. This week, none of the leading companies' shares topped any distinguished trading, where the execution of several large institutional transactions on some of small-medium caps stocks has lifted the trading value significantly in parallel with a relative weakness in volumes on the other shares.

Regarding this week's trading, Al-Quds Index decreased by 0.76%, but hasn't surpassed its last week's closing during the trading sessions. This decrease came due to a significant decline in Palestine Development and Investment Company PADICO- the largest investment company in terms of market capitalization- by 3.07%, to close at the level of \$1.58 after transactions worth \$0.75 million. Moreover, the share of Palestine Telecommunications Company PALTEL- the largest company by market capitalization- slightly declined by %0.18, to end the week at the level of JD5.59 after transactions worth \$0.45 million. On the other hand, the share of Bank of Palestine BOP- the largest bank by market capitalization- stabilized at the level of \$2.80 without any change after transactions worth \$0.28 million. The trading value of the Arab Palestinian Investment Company APIC reached \$0.23 million, whereby, the share stabilized at the level of \$1.11.

The substantial news about companies subsided this week; while the following week will witness holding several leading companies' boards of directors meetings to discuss the financial results of the companies and other important issues. On the other hand, several positive reports accelerated; some were issued by Palestine Monetary Authority PMA with the title "Financial Stability for the year 2013", which showed the results of the procedures that have been taken that were reflected in the positive performance of the Palestinian banking sector that clearly appeared in the financial indicators and the banks' ability in facing the expected and unexpected risks. And within the Palestinian Council of Ministries new decision is approving the national exports strategy that aims to increase the exports volume and integrate with the regional and global economies. Within expectation, this strategy will lead in achieving increases in the exports products during the coming five years by 67%, 13% yearly, and reducing the trade deficit in the goods trade balance, in addition to reducing the excessive dependence on Israel in the exporting and obtaining raw materials and intermediates.

Weekly Comparison

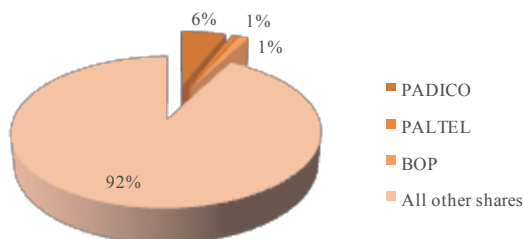
Item	Previous Week	This Week	Δ
Al Quds Index	521.79	517.81	-0.76%
# of transactions	533	423	-20.64%
Trading Volume	1,458,102	8,112,238	456.36%
Trading Value	2,860,712	10,130,193	254.11%
Market Capitalization	3,223,724,339	3,204,966,427	-0.58%
Daily Average Trading Volume	291,620	1,622,448	456.36%

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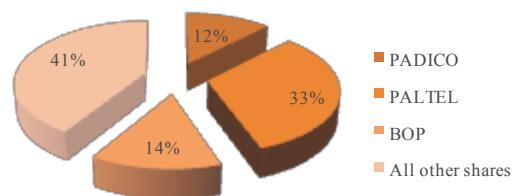
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Blue-chips Activity

Distribution of Blue-Chips by Trading Volume



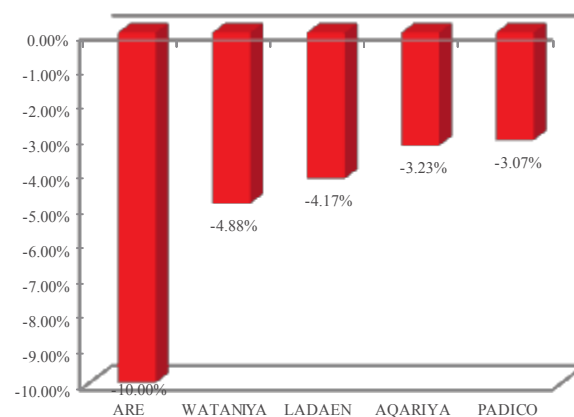
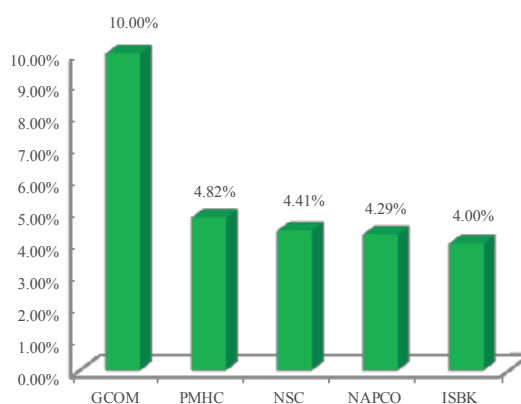
Distribution of Blue-Chips by Market Cap



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	1.58	14.91	0.94	1.59	0.19%	150,708
Palestine Telecommunications JOD	PALTEL:PS	5.59	8.01	1.46	5.57	0.04%	90,905
Bank of Palestine \$	BOP:PS	2.80	10.37	1.67	2.80	0.06%	56,257

Top Gainers & Decliners



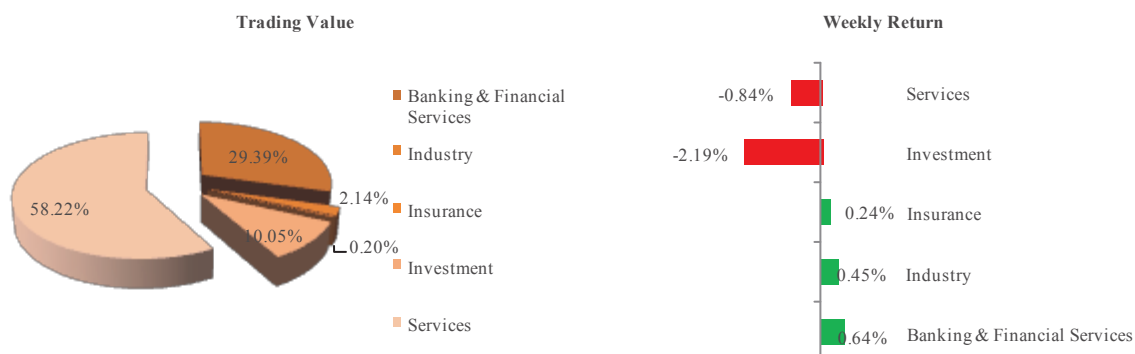
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Sectors Activity

Index/Sector	Previous	Closing	WTD	Trading Volume	Trading Value	Market Cap \$
Banking & Financial Services	118.27	119.03	0.64%	3,129,072	2,977,791	828,219,803
Industry	68.16	68.47	0.45%	115,426	217,138	276,972,986
Insurance	45.67	45.78	0.24%	28,402	20,022	102,981,000
Investment	29.2	28.56	-2.19%	700,185	1,017,756	610,483,497
Services	48.67	48.26	-0.84%	4,139,153	5,897,785	1,396,309,142

Sectors Distribution by Trading Value & WTD



Sector's Indices Dynamics

Index	High	Low	Discount to High	Premium to Low
Al Quds	519.39	516.75	-0.30%	0.21%
Banking	119.26	118.5	-0.19%	0.45%
Industry	68.47	67.9	0.00%	0.84%
Insurance	45.94	45.67	-0.35%	0.24%
Investment	28.86	28.54	-1.04%	0.07%
Services	48.49	48	-0.47%	0.54%

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Al Quds Index Constituents: WTD & Weight

Company	Current Weight in Al-Quds Index	Closing	Δ
Palestine Islamic Bank	2.47%	1.30	4.00%
Jerusalem Pharmaceuticals	1.25%	1.92	2.13%
Arab Islamic Bank	2.13%	1.12	1.82%
The National Bank	2.24%	1.18	1.72%
Birzeit Pharmaceutical Company	2.20%	3.12	0.65%
Al-Quds Bank	1.71%	0.90	0.00%
Palestine Electric Company	2.85%	1.25	0.00%
Bank of Palestine	17.04%	2.80	0.00%
Jerusalem Cigarette Company	0.48%	0.89	0.00%
Palestine Real Estate Investment Company	2.09%	0.61	0.00%
National Insurance	1.45%	3.17	0.00%
Palestine Telecommunications Company	39.47%	5.59	-0.18%
Palestine Industrial Investment Company	1.96%	1.95	-2.01%
Palestine Development & Investment Company	15.02%	1.58	-3.07%
Wataniya Palestine Mobile Telecommunications	7.65%	0.78	-4.88%

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