

Monthly Trading Report for PSE

2007 September

Sahem

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517.18 points is the level which concluded the month of September's trades where it went through developments and multiple events leading to a **70.99** point raise in Al-Quds Index. The total trading value carried out through **13,387** contracts was **\$96.82** million, an increase of **146.14%** where **30.83** million shares were traded with a **107.13%** rise compared to August. This activity comes in the light of the PSE's First Forum events for the Capital Market which was held on 09/08/2007 with dozens of officials, businessmen, experts and economists from 5 Arab countries. The Prime Minister Salam Fayyad expressed his point of view on the economic trends of the government, which certainly supports the PSE. Also this month the Monetary Authority decided to allow banks to lend loans for equity trading purposes, supporting to lead some funds to encourage domestic and foreign investment.

As for the recent performances of the 5 sectors of the PSE, the services sector has emerged to be the biggest winner forming **47.39%** of the PSE total trading value due to the raise in trading values of PALTELS shares which incline by **54.12%** of the PSE total trading value closing at **4.68** dinars reaching a trading value of **\$52.40** million, its trading volume reached **8.79** million shares. As for WASSEL in the service sector, its trading value amounted to **\$0.31** million with a trading value of **0.26** million shares. In third place comes the investment sector forming **19.01%** of the total value, where PADICOs share stood out while trading **8.89** million shares valuing **\$17.17** million closing at **\$2.15**. Unlike previous months, the retreat from the banking sector ranked first to occupy second place by **29.43%** of the PSE total trading value. Most trades concentrated on BOP which closed at **\$3.66** after trading 2.71 million shares valuing **\$10.29** million. Then comes the AIB share forming **8.08%** of the PSE total trading value where it traded **4.10** million shares valuing **\$7.82** million closing at **\$1.98**.

In fourth place comes the industry sector rating **4.01%** of the PSE total trading value. Among this sectors company, the active trading of VOIC, which closed at **2.99** dinars; trading **0.20** million shares valuing **\$0.85** million. As for the insurance sector it only formed **0.15%** of the PSE total trading value, making it fifth place with the knowledge that it's the only sector which retreated by **1.18%**. AIG got the taller end of the stick where its PSE trading value was **\$0.13** million with a trading volume of **0.09** million shares closing at **\$1.55**.

Featured News:

• **Palestine Securities Exchange, "A decade of achievements and challenges "and Fayyad calls on Arab investors to return to Palestine." Ready to do whatever is required to provide an incentive for investment."**

The first annual forum for the PSE was held on 09/08/2007 in the presence of President Mahmoud Abbas and Prime Minister Dr. Salam Fayyad. It took place in Ramallah and Gaza via video conference in the first economic demonstration of its kind. Discussion papers were prepared by experts, academics, and economists from Palestine, Kuwait, Oman, UAE and Jordan. Where they concentrated on several assessments of PSE's ten year anniversary, the legislative and regulatory framework of the Capital Market and its investment environment. Discussions also included the impact of the capital market on governance and the efficiency of the capital market, e-trading in the financial market and the governor's role and investment funds in the depth and capacity of stock exchange plus raising investments and investor's protection. The forum declared a group of important recommendations including the need to work on establishing reformations of the judicial system, where this is a major vital factor to encourage investment.

Dr. Hassan Abulibdeh stressed on the obligation to keep the annual forum a distinctive mark and announce the next meeting will be on October of 2008. Mr. Maher Almasri stated the recommendations were due to the efforts of all levels of participants. Almasri discussed topics such as governance, investment funds and added efforts to make this forum a reality to discuss prospects to develop work in the securities sector and other sectors.

Fayyad reviewed the government's economic program and plans to revive the

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rapid development and medium-term reform and therefore touched on the following points.

1-Salary: Fayyad stated “This plan is the first of 3 basic components to provide adequate funding to pay staff salaries and operating expenses of the authority and the payment of arrears of the private sector and staff. As a component element of this most influential economic activity in the short term and the pumps on the market of nearly \$200 million monthly:

2-Providing humanitarian aid to Gaza: The provision and delivery of food, medicine, services, commodities including fuel and electricity.

3-The resumption of development in various sectors: Includes 5 major programs, notably providing input education as a national priority first. Fayyad also stressed that the plan aims to provide supplies and basic equipment in the health sector.

4-Full partnership with the private sector: Fayyad added that the government was aware of the size of the economic challenges that lie ahead,”From this standing point and according to this basis, we seek to achieve full partnership with the private sector in rebuilding the Palestinian economy...”He stressed on the central role of the capital market in looking at the economy to the regulatory bodies growing role in providing components enabling environmental for the growth of this sector.

5-The income tax act: It revealed that the government in dealing with some of the materials recorded in the income tax act is to enable the Palestinian financial market to compete with regional markets in the cost of investment and to enable investment funds from emerging and work in Palestine.”

6-Transferring stocks to a general shareholding company:Fayyad also stressed on the importance of continuing coordination with the Capital Market Authority to enable it to carry out its functions and achieve its objectives to complete all administrative and legal procedures to expand the base of shareholders in the PSE and convert into public shareholding companies in preparation to be included in PSE.

• **In the context of the “governor, investment funds and their role in increasing the depth and capacity of the stock market”:** Palestinian Monetary Authority issued a circular to all banks operating in Palestine on May 19 September, on the subject of ongoing financing investment in trade shares in the market for securities of Palestine. Under this circular banks are allowed to grant Palestinian facilities for trade and investment in public shareholding companies listed bourse according to the Palestinian conditions and specific controls. The circular issued by the Palestinian Monetary Authority set of instructions that allowed banks lending to trade shares listed companies Palestinian, ensuring shares purchased, and provide maximum protection for investors, and a favorable environment for investment. The circular also stipulates, provide facilitation for the implementation of remittances received for the goals of the PSE trades, and develop administrative procedures to deal with cash deposits before fulfilling their obligations. Dr. Hassan Abulibdeh, Chairman of the Board and Chief Executive of the PSE sent a letter of thanks to Dr. George Alabed Governor of the Monetary Authority, which he lauded for his last great effort, and understanding of the needs and support of the PSE, and support for the Palestinian economy. Dr. Abulibdeh valued the role of the Palestinian Monetary Authority in the issuance of his resolution, which would have a significant impact on the financing of the investment and the sales and purchase of shares in the PSE, this highlights the performance of this trading to increase investment, and support activity in the financial market of Palestine. It would reflect the reality in a positive way towards reviving the Palestinian economy .

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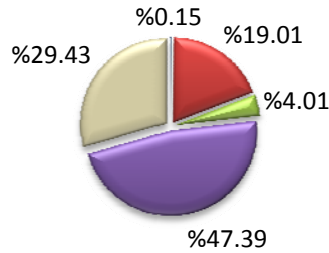
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- **The Governor of the Palestinian Monetary Authority is allowing banks to loan for the purchasing of shares:**The loan program is governed by regulations to ensure the safety of banking.The Monetary Authority governor Dr.George Alabed announced new instructions allowing banks to grant loans for the purpose of the investment financing in shares within provisions and criteria to ensure the safety of the depositors funds.

month	# of shares	value	#of contracts	\$ value
Aug	14,887,229	27,871,234	9,880	39,338,368
Sep.	30,835,838	68,602,447	13,387	96,827,730
% change	107.13%	146.14%	35.50%	146.14%

قيمة القطاعات من قيمة السوق الكلية لشهر ايلول

■ Insurance ■ Investment ■ Industry ■ Services ■ Banking



التغيير		الإفتتاح Opened	الإغلاق Closed	المؤشر Index
نسبة Percent	نقاط Points			
15.91%	70.99	446.19	517.18	القدس/ AI-QUDS
1.00%	0.89	88.93	89.82	البنوك/ Banking
10.70%	5.86	54.77	60.63	الصناعة/ Industry
-1.18%	-0.87	74.03	73.16	التأمين/ Insurance
18.12%	5.77	31.84	37.61	الإستثمار/ Investment
22.34%	8.42	37.69	46.11	الخدمات/ Services

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Company Symbol رمز الشركة	Volume Shares عدد الأسهم المتداولة	Value JD القيمة بالدينار	No Contracts عدد العقود	Open Price سعر الافتتاح	Closed Price سعر الإغلاق	% Change نسبة التغير	Change Value قيمة التغير	أسعار 52 اسبوع / 52 week أعلى / أدنى	
								High / اعلى	Low / أدنى
Bank's Sector -----قطاع البنوك									
AIB	4,100,174	5,545,894	395	1.98	1.98	0.00%	0.00	2.14	1.15
AMB	889,872	589,775	828	0.84	1.06	26.19%	0.22	1.30	0.78
BOP	2,716,163	7,296,667	1688	3.91	3.66	-6.39%	-0.25	6.30	2.62
CBP	7,903	3,644	11	0.71	0.63	-11.27%	-0.08	0.94	0.59
PIBC	26,861	26,462	28	1.35	0.00	0.00%	-1.35	2.99	1.20
QUDES	756,826	700,469	289	1.22	1.60	31.15%	0.38	1.82	1.15
Industry Sector -----قطاع الصناعة									
ACPC	0	0	0	1.25	1.25	0.00%	0.00	1.31	1.25
APC	0	0	0	0.88	0.88	0.00%	0.00	0.88	0.80
AZIZA	1,400	992	8	0.7	0.76	8.57%	0.06	1.32	0.67
BPC	25,754	111,861	136	4.14	4.9	18.36%	0.76	6.15	3.77
GMC	168,209	136,608	289	0.78	0.84	7.69%	0.06	1.31	0.70
JCC	92,387	281,710	132	3	3.27	9.00%	0.27	4.72	2.90
JPH	132,567	571,449	81	4.27	5	17.10%	0.73	6.37	3.79
LADAEN	6,852	3,482	20	0.51	0.56	9.80%	0.05	0.99	0.48
NCI	62,390	26,486	120	0.44	0.43	-2.27%	-0.01	0.81	0.40
VOIC	202,834	608,444	8	3	2.99	-0.33%	-0.01	3.88	2.61
Insurance Sector -----قطاع التأمين									
AIE	14,478	19,097	10	1.34	1.25	-6.72%	-0.09	1.48	1.20
AIG	93,769	98,188	202	1.5	1.55	3.33%	0.05	3.39	1.19
MIC	25	19	1	0.79	0.76	-3.80%	-0.03	0.97	0.70
NIC	1,129	4,752	11	4.49	4.2	-6.46%	-0.29	7.50	4.15
Investment Sector -----قطاع الاستثمار									
ARAB	200	162	1	0.84	0.81	-3.57%	-0.03	1.11	0.75
IID	39,251	20,727	55	0.49	0.53	8.16%	0.04	0.71	0.43
JREI	253,177	188,380	6	1.05	1.05	0.00%	0.00	1.10	1.00
PADICO	8,893,704	12,170,191	3551	1.78	2.15	20.79%	0.37	3.55	1.59
PID	4,800	3,690	9	0.72	0.78	8.33%	0.06	1.05	0.72
PIIC	230,373	183,560	328	0.75	0.78	4.00%	0.03	1.15	0.71
PRICO	1,119,696	1,364,909	748	1.05	1.26	20.00%	0.21	1.64	0.89
UCI	1,704,245	1,121,082	1041	0.9	0.93	3.33%	0.03	1.47	0.85
Sector Services -----قطاع الخدمات									
AHC	29,343	25,921	27	0.9	0.94	4.44%	0.04	1.30	0.82
ARE	17,638	12,620	32	0.74	0.67	-9.46%	-0.07	1.11	0.56
HOTEL	0	0	0	1.94	1.94	0.00%	0.00	0.00	0.00
PALTEL	8,797,994	37,127,494	2737	3.73	4.68	25.47%	0.95	5.60	3.22
PEC	171,926	127,449	228	1.05	1.05	0.00%	0.00	1.47	0.99
PLAZA	5,975	4,344	11	0.75	0.77	2.67%	0.02	1.01	0.67

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WASSEL	267,923	225,918	356	0.83	0.92	10.84%	0.09	2.61	0.73
AHC	29,343	25,921	27	0.9	0.94	4.44%	0.04	1.30	0.82
Total/المجموع	30,835,838	68,602,447	13,387						

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