



Weekly Market Report

Week ended 14th November, 2018

Saturday thru Wednesday inclusive

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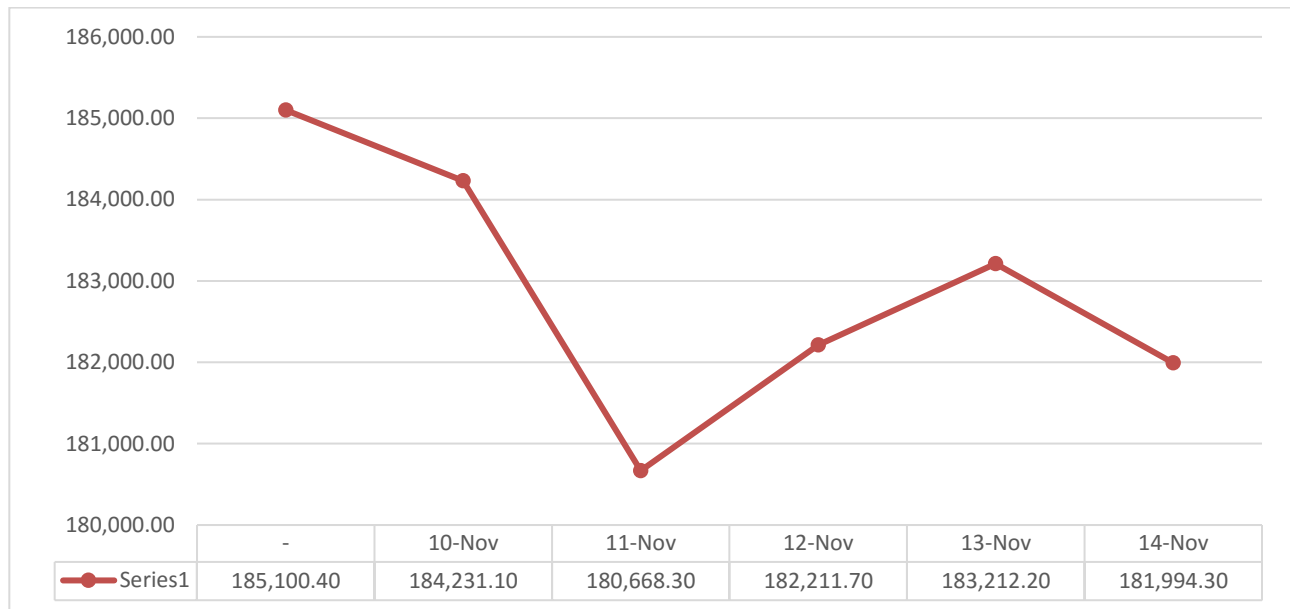
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1. Market Report-The Indices



Title	November 6, 2018	November 14, 2018	Unit change	Change %
All-Share Index	185,100.36	181,994.32	-3,106.04	-1.68%
Fara Bourse Index	2,025.7	1,957.2	-68.59	-3.39%
Index Of 30 Largest Co.	9,211.9	9,161.0	-159.61	-1.95%
Index Of 50 Most Active Co.	8,190.3	8,030.7	-50.90	-0.55%
P/E	8.26	8.04	-0.22	-2.66%

Daily Average Trading Value (TSE)	Last Week (\$)	Current Week (\$)	Amount Of Change (\$)	Change Percentage
	58,707,796	69,310,438	10,602,641	18.06%



- **Market Analysis**
- **Market Performance and the related information**

Market Information Week ended 14th November 2018

	This week	Changes	%	Last week	At 21.03.18	Changes	%
All-Share Index	181,994	(3,106)	-1.7%	185,100	96,290	85,704	89.0
Stocks Trading Value	489	207	73.4%	282	—	—	—
Debt Securities Trading Value	86	45	109.8%	41	—	—	—
Market Return in IRR to date	89%	-3%	-	92%	—	—	—
Exchange Rate US\$/IRR	131,447	(9,405)	-6.7%	140,852	—	—	—
Exchange Rate EURO/IRR	149,885	(15,744)	-9.5%	165,629	—	—	—
US Dollar index	96.95	0.67	0.7%	96.28	89.5	7.45	8.32
Gold Value per ounce	1,216	(20)	-1.6%	1,236	1,268	(52)	(4.10)

Note 1 : In the debt market the interest rates achieved on TBs (discounted rate), Fixed Income Fund and ETF were 24%, 22% and 21% respectively.

Note 2 : The largest trading value this week was US\$30 million relating to Tejarat Bank.

- **Market Activities**

During this week the market was mainly dominated by Auto and Banking Sectors. The uncertainties surrounding commodities and export led companies due to the rising of US Dollar index caused high volume of sales across the board.

On the other hand Isfahan Steel increased its capital this week which resulted in its share price to reach the daily ceiling of 5% with long queue and continued throughout the week.

In the metal and mining sectors a few number of companies' shares turned positive such as Gol-e-Gohar, Omid Inv Mng and Metals & Min. This was mainly due to the IPO of Gohar Zamia Iran being one of the largest iron ore companies.

In the Auto sector due to the closeness of the prices of manufacturers and the market we witnessed great activities and in some sectors the share prices reaching the daily ceiling of 5% with high volume of demand although in some instances some shares turned negative.

In the banking sector the increase of share capital of Tejarat Bank by way of a revaluation of its assets and Melat Bank for its high value of its foreign exchange reserves caused their share prices to go up.

In the Petrochemical and Refinery sectors due to a sudden fall in oil prices and a reduction in weight of the sales of Petrochemical companies we witnessed negative trading which virtually continued throughout the week although on Monday due to a rise in the base prices of by products of refineries some positive signs in the shares of refineries came to light.



- **Base Metals & Mining**

Basic Metals				
Price	Lead US\$	Copper US\$	Zinc US\$	Aluminium US\$
World	1,951	6,159	2,559	1,937
Iran	1,803	3,935	2,586	1,845

In China there were positive signs for an improvement in their economy such as a reduction in taxes in January 2019, reduction in the amount of deposits with banks, reduction in trade tariffs for imports and facilities for purchasing 2nd home.

For instance the rate of inflation of housing in October in China reached 8.6% against 7.9% against last month. This is expected to encourage more investors to purchase new homes pushing up the commodity prices in the meantime.

On the other hand an increase of 5.7% in capital investment index(forecast of 5.5%) and a growth of 5.9% in the industrial productions (forecast 5.8%) in October clearly are indicative of an improvement in the economy in the future.

During this week the price of Iran Iron Ore Concentrate with 66% purity at delivery of Bandar Abbas reached US\$66.3 and US\$97.7 at China 's port. However the trading volume showed a drop of 0.06% with the shipping costs of US\$28.4 from Bandar Abbas to the China's port. Despite the above there was a monthly rise of 2.9%.

Iran's exports of mining products during the last 7 months of the year have reached US\$5.81 billion showing an annual increase of 6%. Iran steel exports which forms 48% of Iran exports per year reached 5.86 million tons during the last 7 months (22% increase) and in terms of value reached US\$2.78 billion (5.6% increase).

Iran Copper exports during the last 7 months reached US\$492 million (16% increase) and in total of products showed an 8% increase per year. The cement exports also showed an increase of 8% per year.

We also witnessed an increase in coal exports which reached US\$59.3 million showing 346% increase against last year.

In other products such as Zinc and Lead we still witness the lowering of exports value of 24% and 37% respectively. It is expected by revising the government rules and regulations in this sector we witness an increase in exports of these products in the near future.

Iran Aluminium exports also showed a decrease of 40% due partly by a rise in domestic demand and partly due to non competitiveness of the prices on international market.



- **Oil & Energy**

Oil & Energy		
	Brent Oil U\$S	Texas Oil U\$S
Price	67	57

Housing

According to the 6th monthly report of the Ministry of Housing the prices of homes in Tehran during the last month shows an increase of 6.3% against the previous month and against the corresponding month of last year shows an increase of 83.1%.

- **Macro Economy**

According to IMF Iran's rate of growth during the current is expected to reach -1.5% and for the next year is predicted to be -3.6%.

Under this report the rate of inflation for 2019 is estimated to be around 34.1%.

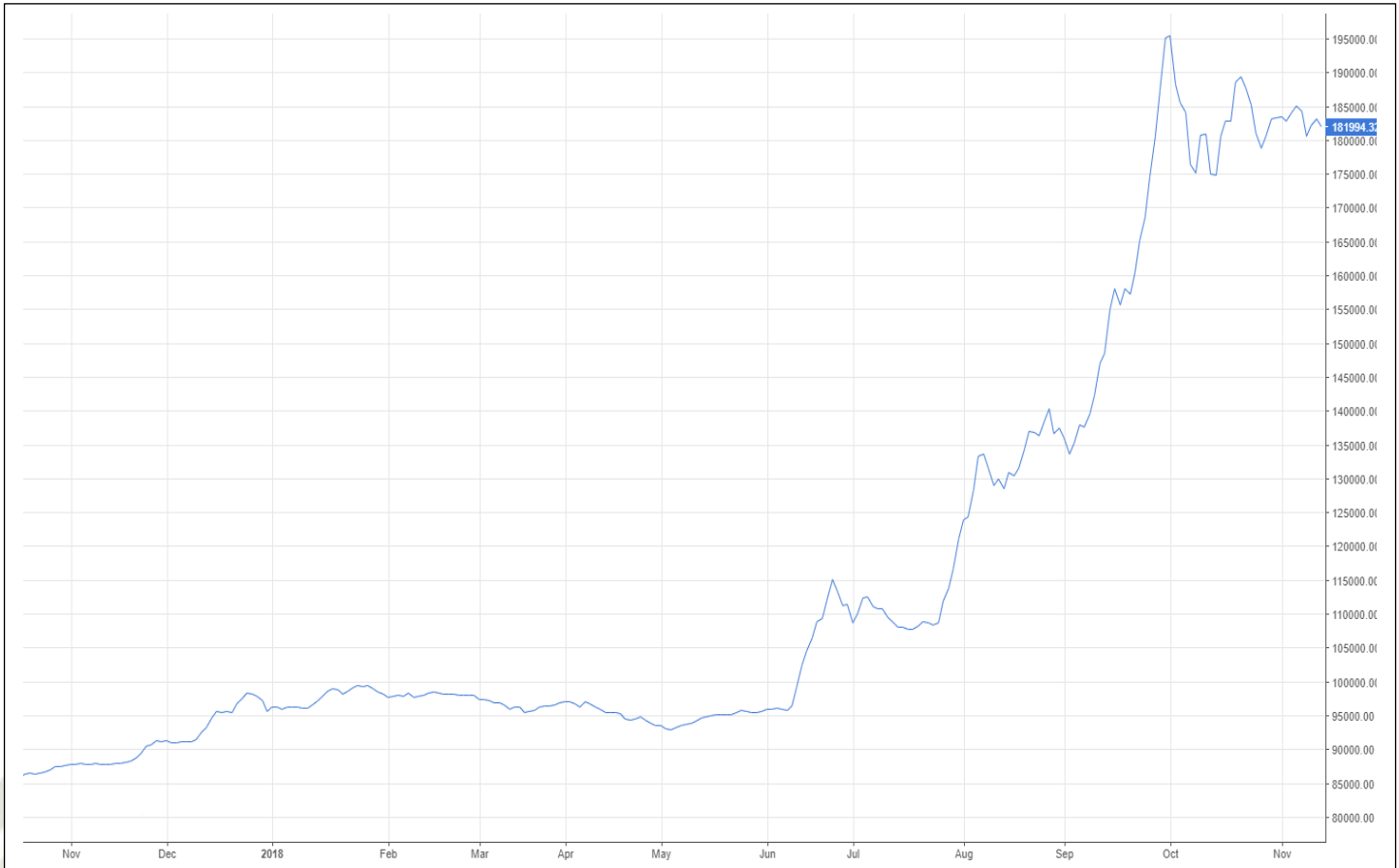
IMF has also predicted that under the current US sanctions there will be a significant drop in productions and oil exports during the next two years.

The current rate of point to point inflation is reported to be 25.7% and by the end of last month with a rise of 7.1% the annual rate of this year is predicted to reach 32.8%.



- **Market movements since the lifting of the sanctions**

- The following chart shows the movements in the prices of the shares on the Tehran Stock Market since the lifting of the sanctions:





- Worldwide prices of oil & gas, major currencies, precious metals and basic metals

Oil				
	Unit	09/11/2018	16/11/2018	Change%
Opec	Barrel/Dollar	70.68	65.28	-7.6%
Petrol	Gallon/Dollar	1.6155	1.5810	-2.1%
Natural Gas	One Million-BTU	3.724	4.377	17.5%

Currency (IRR)				
Currency		09/11/2018	16/11/2018	Change%
Dollar	Official Rate	42,000	42,000	0%
	Free Market Rate	145,308	131,447	-10%
Euro		165,629	149,885	-10%

Precious Metal				
Metal	Unit	09/11/2018	16/11/2018	Change%
Gold	Dollar/ Ounce	1,209.76	1,221.66	0.98%
Silver	Dollar/ Ounce	14.1300	14.3900	1.84%

Basic Metal				
Product	Unit	09/11/2018	16/11/2018	Change%
Aluminum	Dollar/ Tonne	1,956.50	1,946.75	-0.5%
Lead	Dollar/ Tonne	1,965.75	2,002.00	1.8%
Zinc	Dollar/ Tonne	2,504.50	2,626.00	4.9%
Copper	Dollar/ Tonne	6,039.25	6,243.75	3.4%



TSE TOP 5 Gainers

Symbol	Sector	Company Name	close (USD Cent)	%change
MRIN	Manufacture of textiles	Iranmerinos	6.24	25.67%
MNSR	Manufacture of motor vehicles·trailers and semi-trailers	Nasir Machine	3.67	24.59%
FIBR	Manufacture of wood and of products of wood	Iran Board	7.00	21.29%
SPTA	Manufacture of basic metals	Sepanta	28.17	20.70%
PELC	Manufacture of communication devices	Pars Electric	5.01	20.58%

TSE TOP 5 LOSERS

Symbol	Sector	Company Name	close (USD Cent)	%change
IBKZ	Monetary intermediation & banks	Investment Bank	0.72	-18.14%
SAMA	Manufacture of fabricated metal products·except machinery and equipment	Ama	2.38	-16.01%
SSOF	Manufacture of cement·lime and plaster	Soufian Cement	2.11	-15.76%
BIME	Investment	Insurance Inv.	4.33	-15.43%
SGOS	Real estate activities	Saman Gostar	1.41	-13.29%



TSE TOP 5 VALUE LEADERS

Symbol	Sector	Company Name	close (USD Cent)	Trade Value (USD Million)
BTEJ	Monetary intermediation & banks	Tejarat Bank	1.07	30.1
BMLT	Monetary intermediation & banks	Mellat Bank	2.00	24.4
SIPA	Manufacture of motor vehicles·trailers and semi-trailers	Saipa	1.01	11.5
ZOBZ	Manufacture of basic metals	Isfahan Steel	2.23	11.2
HWEB	Information and communication	HiWeb	5.34	8.5



3.Economic News

S. Korea, India to Keep Importing Iranian Oil

South Korea and India agreed with the US on the outline of deals that would allow it to keep importing some Iranian oil after it asked the United States for "maximum flexibility" this week, according to Asian officials.

US Grants 8 Nations Oil Waivers under Iran Sanctions

The US has agreed to let eight countries -- including Japan, India and South Korea -- keep buying Iranian oil after it re-imposes sanctions on the OPEC producer on Nov. 5, a senior administration official said.

Some Iranian Planes Refused Fuel in Turkey: Turkish Media

Some Iranian airliners were refused fuel in Turkey's Istanbul airports on Friday and had to cancel at least one flight, while other carriers had to cut the number of passengers on board in order to fly on less fuel, Turkish media reported.

US Warns SWIFT Not to Provide Services to Iran

US Treasury Secretary Steven Mnuchin said Belgian-based financial messaging service SWIFT could be hit with US sanctions if it provides services to Iranian financial institutions that Washington blacklists.

Iran Exports 105 Tons of Saffron to 47 Countries in 6 Months

Iran has exported 105 tons of saffron to 47 countries in the first six months of the current Iranian calendar year (March 21 – September 22), the deputy head of the National Saffron Council said.

US to Grant Iraq Waiver over Iran Sanctions: Iraqi Officials

The United States has told Iraq that it will be allowed to keep importing crucial gas, energy supplies and food items from Iran after Washington reimposes sanctions on Tehran's oil sector, three Iraqi officials said.

Turkey Says Awaiting US Clarification on Waiver for Iran Sanctions

Turkish Trade Minister Ruhsar Pekcan said on Saturday that Turkey has received initial indications that it will be among eight countries to be granted a waiver from US sanctions against Iran, but is awaiting clarification on Monday.



Russia Says Will 'Do Everything to Preserve' Intl. Trade Ties with Iran in Sanctions Era

Russia strongly condemned a move by Washington to impose new sanctions on Tehran, stressing that Moscow will “do everything necessary to preserve and expand international trade and economic and financial cooperation” with Iran in the era of sanctions.

Japan Says in Close Communication with US on Iran Sanctions

Japan is in close communication with the United States on Iran sanctions, Japan’s Chief Cabinet Secretary Yoshihide Suga said on Monday.

South Korea Gets US Exemption on Iran Oil Imports

South Korea has been granted a waiver from US sanctions on Iranian oil, a government official said on Monday.

Germany Says Checking How to Protect Companies Affected by Iran Sanctions

A German government spokesman said Berlin is exploring ways to protect companies affected by sanctions reimposed on Iran by Washington by enabling legal business relations with Tehran.

US Sanctions Fail to Cut Iran’s Oil Exports to Zero: Zarif

Iranian Foreign Minister Mohammad Javad Zarif said the fresh round of US sanctions against Iran have failed to cut Tehran's oil exports to zero.

SWIFT Says Suspending Some Iranian Banks' Access to Messaging System

The Belgium-based SWIFT financial messaging service said it is suspending some unspecified Iranian banks’ access to its messaging system following the US resumption of sanctions on Iran.

Iran Has Plans to Counter New US Sanctions, VP Says

Iranian First Vice-President Eshaq Jahangiri made assurances that the administration has been carefully planning to circumvent the new round of US sanctions against the Islamic Republic.

2nd US Soybean Cargo to Dock in Iran Port Soon: Report

For the second straight week, a bulk carrier with soybeans left the US Pacific Northwest destined for Iran, a report said.

CBI Chief Announces Iran’s Special Measures to Counter US Sanctions

Governor of the Central Bank of Iran Abdonnaser Hemmati explained about the CBI’s measures to counter the new round of US sanctions imposed on the Islamic Republic.