



## Weekly Market Report

Week ended 18<sup>th</sup> September, 2018

Saturday thru Wednesday inclusive

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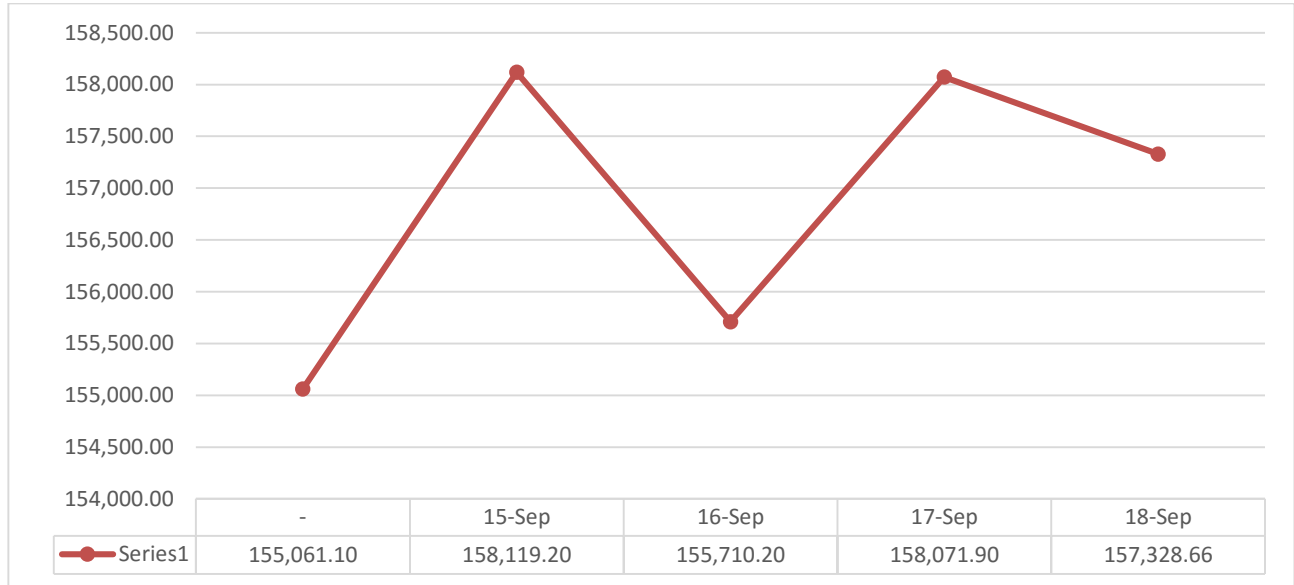
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## 1. Market Report-The Indices



Title	September 12, 2018	September 19, 2018	Unit change	Change %
All-Share Index	155,061.06	157,328.66	2,267.60	1.46%
Fara Bourse Index	1,771.3	1,858.6	87.31	4.93%
Index Of 30 Largest Co.	7,637.5	7,532.1	32.56	0.49%
Index Of 50 Most Active Co.	6,711.1	6,743.7	-105.41	-1.38%
P/E	8.19	8.92	0.73	8.91%

Daily Average Trading Value	Last Week (\$)	Current Week (\$)	Amount Of Change (\$)	Change Percentage
	61,011,730	86,491,019	25,479,288	41.76%



- **Market Analysis**
- **Market Analysis & the related information**

**Market Information Week ended 05th September 2018**

	This week	Changes	%	Last week	At 21.03.18	Changes	%
<b>All-Share Index</b>	157,328	2,267	1.5	155,061	96,290	61,038	63.4
<b>Stocks Trading Value</b>	794	235	42.0	559	–	–	–
<b>Debt Securities Trading Value</b>	158	19	13.5	140	–	–	–
<b>Market Return in IRR to date</b>	66%	22%	–	54%	–	–	–
<b>USD Exchange Rate</b>	103,252	12,422	13.7	90,830	50,000	53,252	107
<b>Euro Exchange Rate</b>	103,555	2,785	2.8	100,770	60,000	43,555	73
<b>US Dollar index</b>	93.89	(0.6)	(0.6)	94.47	89.5	4.39	4.91
<b>Gold Value per ounce</b>	1,215	4	0.3	1,211	1,268	(53)	(4.18)

**Note 1:** The interest rates achieved through Tbs ( discounted rate) , Fixed Income Fund and ETF were 28%, 22% and 21% respectively.

**Note 2:** The largest trading value belonged to Persian Gulf Holdings worth US\$38 million.

- **Market Activities**

Due to two impending public holidays and the abandonment of fixed prices for commodities in particular the Petrochemical products over the mercantile market the all-share index rose by 3,058 points and broke through the barrier of 158,000 and reached 158,119. However the base price of US\$4,200 for essential goods remained unchanged.

The Petrochemical companies are obliged to maintain a minimum sale of their products at the same level as last year.

On Saturday the total trading value reached US\$195 million.

However on Sunday the all-share index dropped by 2,409 points and reached 155,710. This coincided with the settlement of clients' accounts with brokers and the adjustment arising from the lifting of price restrictions on the mercantile market.

On Monday this trend was reversed once again and the all-share index rose by 2,361 point and reached 158,070. This was mainly due to a new money coming into the market worth US\$108 million principally to purchase the shares in smaller valued companies.

On Tuesday the market again reversed its previous gain by dropping 734 points reaching an all-share index of 157,000. In the meantime the weighted value index rose by 547 showing the effect of



favorability of the smaller stocks. This included companies producing tires, sugar, transportation services and non metallic ore products.

• **Base Metals & Mining**

Basic Metals				
Price	Lead US\$	Copper US\$	Zinc US\$	Aluminum US\$
World	2,032	6,215	2,477	2,071
Iran	2,223	4,867	3,099	2,198

The three-month zinc price closed yesterday +2% higher, having peaked earlier at \$ 2,437 per tonne. Tight supply and high zinc premiums are propelling it higher while warrants are tightly held - one entity accounts for 50 -79% of all warrant positions.

World Copper stockpiles have declined by 31.6% over the last six months and has decreased from 1.2 million tons to 821,000 tons. In the meantime the stockpiles at Shanghai have declined by 55.7% and at LME by 44.2%.

Copper inventories on exchanges fell to their lowest level since December 2016, while premiums in China are rising, a sign that demand is strong.

The iron ore prices at Chinese ports are on the rise based on the following counter measures taken by the Chinese Government against the US sanctions:

1. An economic package to support commodity based industry.
2. A reduction in the production of iron ore to a level reached in 2010.
3. The continuation of a rise in steel production (by 2.7% in August to 80.33 million tons).

• **Oil & Energy**

Oil & Energy		
	Brent Oil US\$	West Texas Oil US\$
Price	78.95	70.41

Oil prices were mixed on Friday after falling in the previous session as U.S. President Donald Trump urged OPEC to lower crude prices ahead of its meeting in Algeria this weekend.



Trump called on the Organization of the Petroleum Exporting Countries (OPEC) to lower prices, saying on Twitter "they would not be safe for very long without us, and yet they continue to push for higher and higher oil prices."

OPEC and its allies are scheduled to meet on Sunday in Algeria to discuss how to allocate supply increases to offset a shortage of Iran supplies due to U.S. sanctions.

Stephen Innes, head of trading for Asia-Pacific at OANDA in Singapore, said Trump's remarks just days before the OPEC meeting put "a focus on the likely supply impacts of U.S.-led Iran sanctions."

"The market had until that point been trading fluidly with the assumption that Saudi Arabia is now comfortable with Brent at \$80 or even higher, which is challenging the market's long-held supposition that prompt Brent between \$70 and \$80 was OPEC's sweet spot," Innes added.

Brent has been trading just below \$80 a barrel, backed by concerns of supply shortages from looming U.S. sanctions against Iran, which are set to take effect in November.

"Iranian crude exports are coming earlier and bigger-than-expected, at a time seasonal demand is strong. With spare capacity also falling sharply, the market remains exposed to supply-induced price shocks," according to a report by ANZ Bank.

Although supply worries have pushed up oil prices, OPEC and its allies were not likely to agree to an official increase in crude output at this weekend's meeting, OPEC sources said.

- **Housing**

According to the latest report the number of housing transactions across Tehran during this month has dropped by 45% against the corresponding month last year.

During this month on average 301 contracts have been concluded daily whereas this figure last year was 438 contracts.

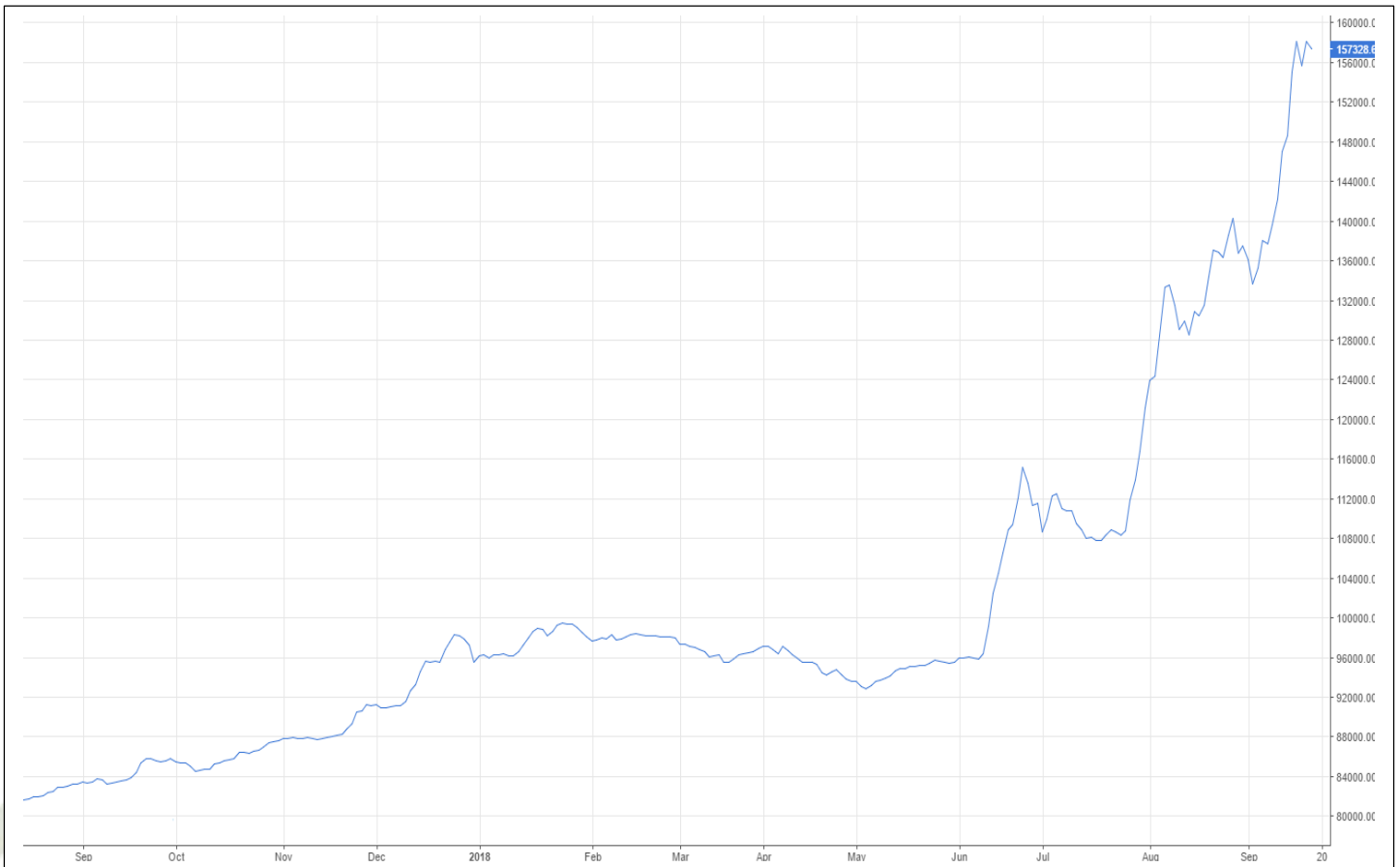
- **Macro Economy**

According to the CBI latest report the economic growth during the last six months was 1.8%. In the meantime the GDP growth during the first three months of this year (commencing on 21st March 2,018) was US\$16 billion showing a rise of 1.8% against the corresponding period last year.



- **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	14/09/2018	21/09/2018	Change%
Opec	Barrel/Dollar	76.460	77.130	0.9%
Petrol	Gallon/Dollar	1.9741	2.0135	2.0%
Natural Gas	One Million-BTU	2.7680	2.9790	7.6%

Currency (IRR)				
Currency		14/09/2018	21/09/2018	Change%
Dollar	Official Rate	42,000	42,000	0.00%
	Free Market Rate	136,890	143,900	5.1%
Euro		160,650	169,640	5.6%
Pound		180,310	188,700	4.7%

Precious Metal				
Metal	Unit	14/09/2018	21/09/2018	Change%
Gold	Dollar/ Ounce	1,194.39	1,199.10	0.39%
Silver	Dollar/ Ounce	14.1100	14.3100	1.42%

Basic Metal				
Product	Unit	14/09/2018	21/09/2018	Change%
Aluminum	Dollar/ Tonne	2,036.75	2,088.25	2.5%
Lead	Dollar/ Tonne	2,036.75	2,041.00	0.2%
Zinc	Dollar/ Tonne	2,309.75	2,524.75	9.3%
Copper	Dollar/ Tonne	5,906	6,336	7.3%



## TSE TOP 5 Gainers

Symbol	Sector	Company Name	close (USD Cent)	%change
SWIC	Manufacture of electrical machinery and apparatus	Pars Switch	4.96	85.73%
RFNZ	Manufacture of motor vehicles·trailers and semi-trailers	Ravan Fan Avar	3.36	43.27%
BMPS	manufacture of chemicals and chemical products	Pars Int. Mfg.	2.25	34.00%
DZAH	manufacture of chemicals and chemical products	Zahravi Phar.	10.03	27.51%
BTEJ	Monetary intermediation & banks	Tejarat Bank	0.66	26.24%

## TSE TOP 5 LOSERS

Symbol	Sector	Company Name	close (USD Cent)	%change
PRZZ	Manufacture of coke·refind petroleum products and nuclear fuel	Palayesh Naft Kaveh Company	19.63	-14.17%
KVEH	Manufacture of basic metals		3.09	-12.71%
MSTI	Manufacture of motor vehicles·trailers and semi-trailers	Motorsazan	3.63	-11.60%
FKHZ	Manufacture of basic metals	Khouz. Steel Hormozgan Co.	6.25	-11.37%
FOHZ	Manufacture of basic metals		2.60	-11.13%





## TSE TOP 5 VALUE LEADERS

Symbol	Sector	Company Name	close (USD Cent)	Trade Value (USD Million)
BMLT	Monetary intermediation & banks	Mellat Bank	1.23	18.2
BTEJ	Monetary intermediation & banks	Tejarat Bank	0.66	16.2
FOLD	Manufacture of basic metals	Mobarakeh Steel	3.55	16.1
ZOBZ	Manufacture of basic metals	Isfahan Steel	1.72	12.1
PARS	manufacture of chemicals and chemical products	PARS Petrochemical	24.74	10.6



### **3.Economic News**

#### **Iran Issues Tender to Buy 30,000 Tons Rice from India**

Iran's state grains buyer GTC (Government Trading Corporation of Iran) has issued an international tender to buy 30,000 tons of rice to be sourced from India, European traders said on Monday.

#### **Iran Storing Oil in Fleet of Supertankers: Report**

Iran is starting to store oil on its fleet of supertankers again as US sanctions on the country's oil industry loom.

#### **Official Shrugs Off US Warning about Iran's Airspace**

An Iranian official dismissed a warning from the US to the airlines operating over Iran, saying the attempts by Western media to damage the image of Iran's airspace would have no impact in practice.

#### **Not Possible for US to Bring Iran's Oil Export down to Zero: Ryabkov (+Video)**

Russian Deputy Foreign Minister Sergei Ryabkov said he believes it is not possible for the "unrealistic" US to bring down Iran's oil export to zero, as Washington is almost isolated internationally on this particular issue.

#### **Iranian President Appoints Ex-CBI Chief as Banking Adviser**

Iranian President Hassan Rouhani appointed the former governor of the Central Bank of Iran (CBI) as his new adviser in monetary and banking affairs.

#### **US Studying Potential Iran Sanction Waivers: Pompeo**

The United States is still studying possible waivers of sanctions against countries or businesses that continue commerce with Iran after November 4, Secretary of State Mike Pompeo said.

#### **Germany Says after EU Independent Payment System to Save JCPOA**

Germany and its European partners are considering setting up a payment system with Iran that allows the continuation of business transactions with the Islamic Republic once US sanctions kick in, an economy ministry spokeswoman said.



### **Official: Iran to Bypass Sanctions**

Head of Iran's Plan and Budget Organization Mohammad Baqer Nobakht said on Saturday that the country has devised a “comprehensive plan” to counter the sanctions and is ready to skirt them.

### **Oil Market Taken 'Hostage' by S Arabia, Russia: Iran's OPEC Governor**

Iran's OPEC governor said Saudi Arabia and Russia have taken the oil market “hostage” as US President Donald Trump seeks to impose fresh sanctions on Iranian oil sales.

### **IRGC Base Implementing 100 Construction Projects in NW Iran: Commander**

The commander of Khatam al-Anbia Construction Base, a conglomerate belonging to the Islamic Revolution Guards Corps (IRGC), said the base has been implementing 100 construction projects in the country's northwestern areas.

### **US Sanctions on Iran's Oil Industry Unproductive: Russian Minister**

US sanctions on Iran's oil industry are unproductive and there will be consequences to such a move, Russian Energy Minister Alexander Novak said.

### **Oil Prices Rise amid Fall in US Stockpiles, Supply Worries**

Oil rose for a third day on Thursday amid another drawdown in US inventories and strong US gasoline demand, while signs OPEC may not raise output to address shrinking supplies from Iran also supported prices.

### **Iran Warns to Veto OPEC Decisions Harming Tehran's Interests**

The Iranian oil minister said it will veto any OPEC decision that harms the Islamic Republic and warned that some oil producers are trying to create an alternative suppliers' forum that supports US policies hostile to Tehran.