



Weekly Market Report

Week ended 21th August, 2019

Saturday thru Wednesday inclusive

Contents

1. Market Report

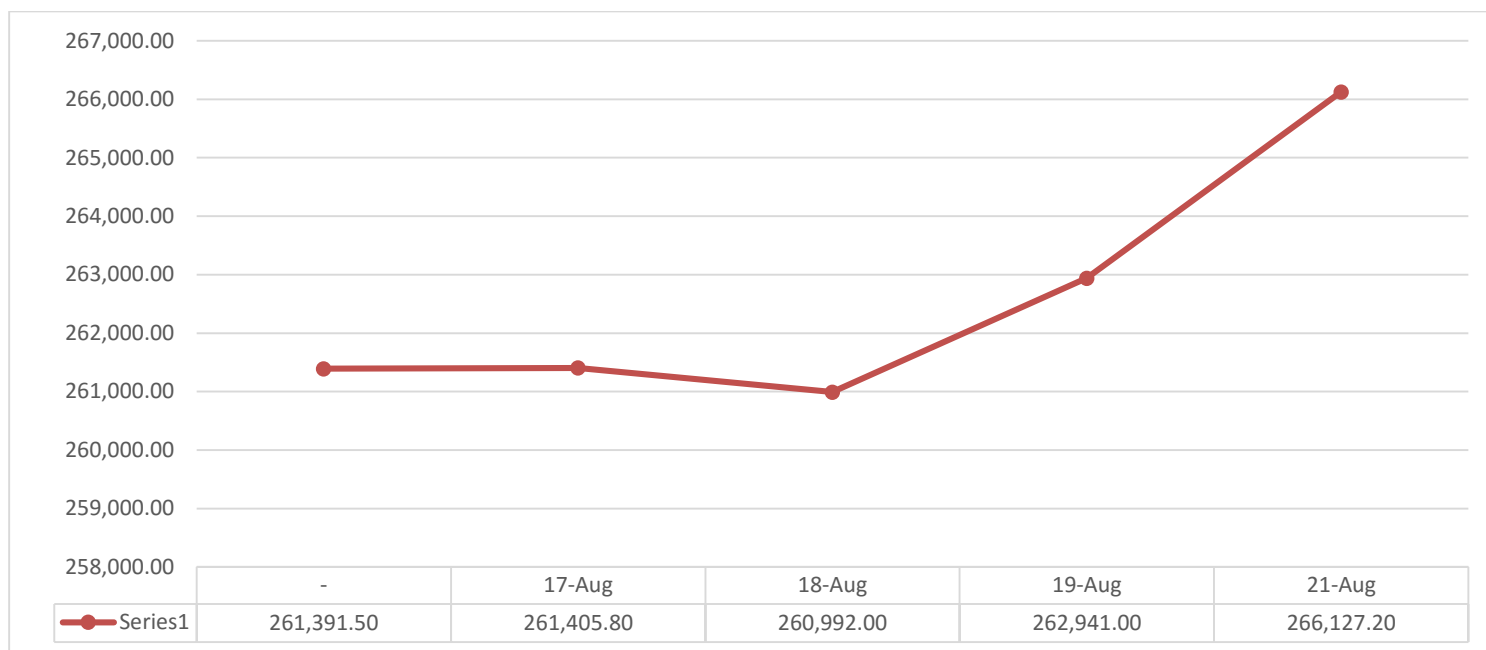
- The Indices
- Market Performance and the related information
- Market Analysis
- Worldwide prices of oil & gas, major currencies precious metals and basic metals
- Industry Index Information

2. Detailed Market information

3. Economic News



1. The Indices



Title	August 14, 2019	August 21, 2019	Unit change	Change %
All-Share Index (Bourse)	261,391.5	266,127.2	4,735.71	1.81%
Fara Bourse Index	3,517.3	3,579.3	62.00	1.76%
Index Of 30 Largest Co.	11,382.5	11,437.4	83.13	0.80%
Index Of 50 Most Active Co.	10,437.0	10,520.1	54.87	0.48%
P/E (Bourse)	5.98	6.03	0.05	0.84%

Daily Average Trading Value (Bourse)	Last Week (\$)	Current Week (\$)	Amount Of Change (\$)	Change Percentage
	70,092,599	98,058,916	27,966,317	39.90%



- Market Performance

Market Information Week ended 21th August 2019

	This Year				Last Year		
	This week	Last week	Changes	%	At 21.03.18	Changes	%
All-Share Index	266,127	261,391	4,736	1.8%	178,659	87,468	49.0
Shares Trading Value	\$ 859 m	\$ 613 m	\$ 246 m	40.2%	-	-	-
Debt Securities Trading Value	\$ 77 m	\$ 82 m	\$ (5) m	(5.7%)	-	-	-
Market Return in IRR to date	72%	70%	2%	-	-	-	-
Exchange Rate US\$/IRR	116,210	117,091	(881)	(0.8%)	-	-	-
Exchange Rate EURO/IRR	130,000	131,820	(1,820)	(1.4%)	-	-	-
US Dollar index	98.34	98.14	0.2	0.2%	96.32	2.02	2.10
Gold Value per ounce	1,505	1,510	(5)	(0.3%)	1,308	197	15.06

- Market Analysis

- The Debt Market

The effective interest rates achieved by TBills (discounted) , Fixed Income Funds and ETF this week were 31%p.a. , 22%p.a. and 21% respectively.

During this week Petrochemical companies exchanged 270 million euros over the newly established foreign exchange market by the Government.

- Market Activities

During this week The Board of Tehran Security Exchange stopped all transactions relating to the sale of polymers due to the failure by traders not to adhere to the rules of the free market principles over the Mercantile Market.

This brought about good news for all Petrochemical, Base Metals and Refinery companies resulting in a significant rise in demand for their goods and a jump in their respective share prices. This also stopped the speculation of continuing the use of a fixed price based on IRR42,000=1US\$ by some traders who were insisting on the use of heavily subsidized cost of goods which has had no effect in reducing the costs to the end users.

This would apply to both the cost of feed and the selling prices of all Petrochemical and Refinery companies and will ensure adherence to free market principles at all times.



In the meantime the members of Iranian Parliament showed were delighted at the decision by the Board of Security Exchange in stopping this bad practice which did only help the speculators and hurt the low income customers.

As a result the all-share index rose by 6,433 (+ 5%) and broke through all barriers reaching 136,910 mark as shown in the above schedule.

- **Base Metals & Mining**

Basic Metals				
Price	Lead US\$	Copper US\$	Zinc US\$	Aluminum US\$
World	2,084	5,710	2,260	1,771
Iran	1,893	5,593	2,297	1,887

According to the recent International Studies on copper the world growth in copper productions during this year has increased by 5.7% and that of Cathod has increased by 2%. However the growth in demand for Cathod during this year has increased only by 1.1% which means higher level of world stockpiles standing at 268,000 tonnes during the last 5 months.

Conversely the stockpiles of Zinc at Chinese ports during the last 9 months have fallen by 49% against the corresponding period last year and currently standing at 34,930 tonnes which is the lowest level in the last 11 years.

We are fully booked for October shipment and in negotiations for early November deliveries,” a trader said.

The European Union has approved an economic package of 18 million euros to Iran as part of a loan of 50 million euros in order to assist with the exports by medium and small sized companies in the area of mining and 8 million euros for water and environmental studies and 2 million euros for combatting smuggling drugs.

- **Oil & Energy**

Oil & Energy		
	Brent Oil US\$	Texas Oil US\$
Price	60	55



Oil prices clawed back the previous day's losses on Friday, with Brent nudging above \$60 a barrel, as tighter supplies from key producers offset slowing demand growth and investors await clues on the U.S. Federal Reserve's monetary policy.

Brent crude rose 29 cents, or 0.5%, to \$60.21 a barrel by 0629 GMT, while U.S. crude futures were at \$55.53 a barrel, up 18 cents, or 0.3%.

Both contracts were on track for a second week of gains.

"Oil is set to trade quietly today as it's all about the Jackson Hole (meeting) tonight," said Jeffrey Halley, a Singapore-based senior market analyst at brokerage OANDA.

A speech by Fed Chair Jerome Powell later on Friday at a meeting of global central bankers in Jackson Hole, Wyoming, is expected to provide clues on whether the U.S. central bank will cut interest rates for a second time this year to boost the world's largest economy.

Traders' expectations of further U.S. monetary easing were clouded by comments from two Fed officials on Wednesday who said they do not see a case for a rate cut now.

"If Powell talks about lower for longer and reverses some of the hawkish comments that we heard from Fed members earlier this week, we could see it supporting oil," said Michael McCarthy, chief market analyst at CMC Markets in Sydney.

McCarthy also said Brent has good support at \$60 a barrel on technical charts and may have some upside potential.

Brent prices fell in July and are down so far in August, dropping after the International Energy Agency and the Organization of the Petroleum Exporting Countries (OPEC) cut demand growth forecasts due to risks to global economy from the U.S.-China trade war.

Production cuts from OPEC members and Russia, and reduced exports from Iran and Venezuela because of U.S. sanctions, have continued to support oil prices

According to Reuters China being the largest customer of Iranian oil has continued to buy oil from Iran despite the US sanctions.

- **Macro Economy**

According to the Statistic Department the rate of inflation this month was 9.7% showing an increase of 1% against the corresponding month last year.



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

Oil				
	Unit	23/08/2019	16/08/2019	Change%
Opec	Barrel/Dollar	60.50	58.87	2.8%
Petrol	Gallon/Dollar	1.6450	1.6545	-0.6%
Natural Gas	One Million-BTU/ \$	2.158	2.204	-2.1%

Currency (IRR)				
Currency		23/08/2019	16/08/2019	Change%
Dollar	Official Rate	42,000	42,000	0%
	Free Market Rate	116,000	117,000	-0.9%
Euro		131,000	132,000	-0.8%

Precious Metal				
Metal	Unit	23/08/2019	16/08/2019	Change%
Gold	Dollar/ Ounce	1,528.47	1,512.31	1.07%
Silver	Dollar/ Ounce	17.4380	17.0820	2.08%

Basic Metal				
Product	Unit	23/08/2019	16/08/2019	Change%
Aluminum	Dollar/ Tonne	1,768.75	1,796.00	-1.5%
Lead	Dollar/ Tonne	2,064.00	2,035.00	1.4%
Zinc	Dollar/ Tonne	2,245.00	2,266.50	-0.9%
Copper	Dollar/ Tonne	5,632.50	5,754.00	-2.1%



TSE TOP 5 Gainers

Symbol	Sector	Company Name	close (USD Cent)	%change
BRSP		Tehran Stock Ex	11.45	33.20%
SAMA	Manufacture of fabricated metal products·except machinery and equipment	Ama Shahrood N.E.	6.59	21.44%
KSGZ	Minig of coal and lignit·extraction of peat	Iran M. & P. M.	22.89	21.22%
LMIR	Manufacture of basic metals	Dasht Morghab	11.60	20.51%
DMOR	Manufacture of food products and beverages except sugar		47.75	20.49%

TSE TOP 5 LOSERS

Symbol	Sector	Company Name	close (USD Cent)	%change
TAZB	Real estate activities	Azarbayjan Inv.	12.32	-11.06%
BGHZ	Real estate activities	Baghmishe	4.67	-8.48%
AMLH	manufacture of chemicals and chemical products	Iran Amlah Shirin Khorasan	28.88	-7.59%
GSHI	Manufacture of sugar		8.36	-7.43%
FAYZ	Manufacture of basic metals	Yazd Fold	6.08	-7.42%



TSE TOP 5 VALUE LEADERS

Symbol	Sector	Company Name	close (USD Cent)	Trade Value (USD Million)
PNES	Manufacture of coke-refined petroleum products and nuclear fuel	Isf. Oil Ref. Co.	10.09	12.2
IKCO	Manufacture of motor vehicles-trailers and semi-trailers	Iran Khodro	5.14	9.1
KRMZ	Real estate activities	Kerman Invest	29.41	8.9
ZOBZ	Manufacture of basic metals	Isfahan Steel	1.39	8.5
PKOD	Manufacture of motor vehicles-trailers and semi-trailers	Pars Khodro	1.15	8.3



3.Economic News

Iranian Gasoline Sold at IRENEX

Iran has offered 10,000 tons of gasoline for sale in the international ring of the Iran Energy Exchange (IRENEX).

Iran, Nicaragua Discuss Closer Economic Ties

Iranian Foreign Minister Mohammad Javad Zarif and a high-ranking economic delegation from Nicaragua led by Minister of Finance and Public Credit Ivan Acosta held talks about ways to boost relations between the two countries in diverse economic areas.

Iran Admin Required to Submit Bill on Changing Nat'l Budget Structure

The spokesman for the Iranian parliament's presiding board said the administration has been obliged to submit a bill by late September that would change the structure of the country's national budget.

Iranian Electricity Exports Hit Record High: Minister

Iranian Energy Minister Reza Ardakanian highlighted the major rise in the country's capacity to produce electricity and said the Islamic Republic's exports over the past three months hit a record high.

Iran Defense Ministry to Manufacture 470 Auto Parts: MP

The chairman of the Iranian Parliament's Industries and Mines Commission said the Defense Ministry has signed a contract with domestic automakers to produce 470 auto parts that were previously imported.