



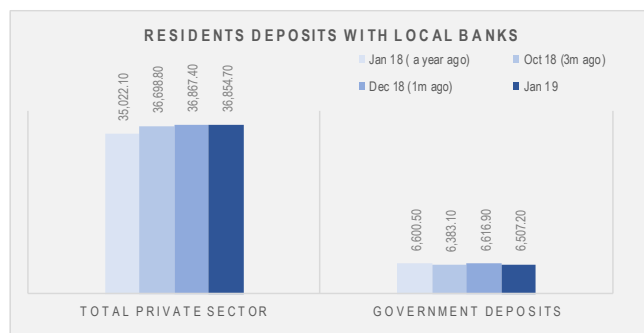
Deposits with Local Banks

Total Residents Deposits with Local Banks continued to lose its ground, as it dropped by 0.28% equivalent to KWD 122.40 million as the first month 2019, ended at KWD 43.36 billion as against KWD 43.48 billion a month ago. The prime reason for this fall was the "Government Sector Deposits" which declined by 1.66%, with a restricted fall of 0.03% in Private deposits. With a limited drop, by the month-end, the Private Sector Deposits improved its share of contribution to 84.99% in total deposits, from 84.78% a month ago whereas the government deposits contribution fell to 15.01%, from 15.22% during the similar period. On the 3-month period basis, total corpus witnessed a surge of 0.65%, as total deposits were KWD 43.08 billion in October 2018. Sharing the similar platform, on annual basis, the same head added KWD 1.74 billion, up by 4.18% y-o-y.

The prominent component of deposits, "Private Sector" deposits, (sharing 85.0% of total Kuwaiti banks deposits) which is composed of Sight, Savings Time and Deposits in Foreign Currency, lost the ground by KWD 12.70 million to its last month base. Under this sector, the Sight Deposits (sharing 19.34% of private sector deposits) reported the noticeable monthly fall of 2.78% whereas Savings and Time deposits, both jumped up 1.55% and 0.37% respectively, while sharing 11.69% and 47.76% of total private deposits. Deposits in foreign currency was the another booster, which witnessed a robust growth of 2.81% m-o-m, equivalent to KWD 73.60 million. On yearly basis, total private deposits, expanded by 5.23%; and stood at KWD 36.85 billion as of January 2019, up by KWD 1.83 billion, over January 2018.

Residents Deposits with Local Banks

End of Month	Private Sector Deposits			Government Deposits	Grand Total
	Kuwaiti Dinars	In Foreign Currency	Total Private Sector		
2017					
Sep	32,421.50	2,523.50	34,945.00	7,049.90	41,994.90
Oct	32,309.10	2,372.90	34,682.00	6,883.50	41,565.50
Nov	32,419.30	2,598.70	35,018.00	6,686.10	41,704.10
Dec	32,667.60	2,733.50	35,401.10	6,737.40	42,138.50
2018					
Jan	32,414.20	2,607.90	35,022.10	6,600.50	41,622.60
Feb	32,483.20	2,740.20	35,223.40	6,555.30	41,778.70
Mar	32,782.20	2,589.00	35,371.20	6,793.70	42,164.90
Apr	33,108.40	3,049.40	36,157.80	6,609.40	42,767.20
May	33,589.20	2,574.30	36,163.50	6,763.30	42,926.80
Jun	33,782.50	2,788.60	36,571.10	6,948.10	43,519.20
Jul	33,672.80	2,669.40	36,342.20	6,747.10	43,089.30
Aug	33,504.80	2,696.90	36,201.70	6,599.30	42,801.00
Sep	33,743.40	2,914.00	36,657.40	6,425.70	43,083.10
Oct	34,085.10	2,613.70	36,698.80	6,383.10	43,081.90
Nov	33,983.00	2,640.60	36,623.60	6,282.30	42,905.90
Dec	34,250.90	2,616.50	36,867.40	6,616.90	43,484.30
2018					
Jan-19	34,164.60	2,690.10	36,854.70	6,507.20	43,361.90



Residents Deposits with Local Banks

End of Quarter/Month	Total Private Sector	Government Deposits	Grand Total
Jan 18 (a year ago)	35,022.10	6,600.50	41,622.60
Oct 18 (3m ago)	36,698.80	6,383.10	43,081.90
Dec 18 (1m ago)	36,867.40	6,616.90	43,484.30
Jan 19	36,854.70	6,507.20	43,361.90
Change			
m-o-m	-0.03%	-1.66%	-0.28%
3 Months Change	0.42%	1.94%	0.65%
y-o-y	5.23%	-1.41%	4.18%

Source: Central Bank of Kuwait

Figures are in KWD millions

Government deposits, which account for 15.01% of banks' deposit base, witnessed a severe drop, after the last month surge, as it deflated by 1.66% or KWD 109.70 million to record KWD 6.50 billion at the month end. The major culprit for this drastic fall was Time Deposits (sharing 95.72% of Government Deposits), which declined by KWD 111.40 million or 1.76% of previous month and reached KWD 6.22 billion from KWD 6.34 billion a month ago. The other lone contributor, Sight Deposits, sharing the remaining of total government deposits, witnessed a growth of 0.61% and added KWD 1.70 million to reach KWD 278.20 million from KWD 276.50 million a month ago.

Similar to the current month falling trend, on annual basis too, total Government Deposits squeezed by KWD 93.30 million, equivalent to 1.41% of January 2018 base, in which Time Deposits marked a drop of 0.51% y-o-y (KWD 32.20 million); whereas Sight Deposits lost the steam by 18.01% y-o-y (KWD 61.10 million).



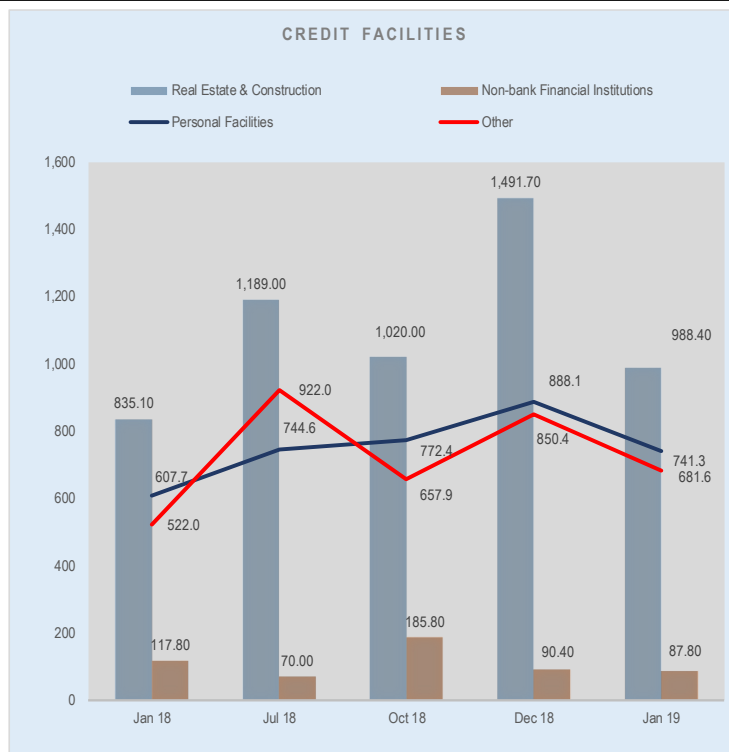
Credit Facilities in Kuwait

Distribution of KD Credit Facility (Locally)

Month	Real Estate & Construction	Non-bank Financial Institutions	Personal Facilities	Other	Total
2017					
Aug-17	856.50	181.20	604.80	579.50	2,222.00
Sep-17	1,161.40	316.10	567.40	723.80	2,768.70
Oct-17	845.50	215.80	619.70	785.80	2,466.80
Nov-17	814.10	143.80	616.90	734.80	2,309.60
Dec-17	1,051.00	147.50	637.00	1,320.70	3,156.20
2018					
Jan 18	835.10	117.80	607.70	522.00	2,082.60
Feb 18	925.50	55.60	557.20	478.20	2,016.50
Mar 18	961.30	243.00	639.70	877.80	2,721.80
Apr 18	885.90	80.60	643.10	594.90	2,204.50
May 18	826.60	92.90	643.70	632.60	2,195.80
Jun 18	1,194.10	225.50	605.90	1,120.40	3,145.90
Jul 18	1,189.00	70.00	744.60	922.00	2,925.60
Aug 18	855.60	29.40	612.90	636.50	2,134.40
Sep 18	1,030.00	105.50	756.30	755.50	2,647.30
Oct 18	1,020.00	185.80	772.40	657.90	2,636.10
Nov-18	999.80	52.30	641.50	633.10	2,326.70
Dec 18	1,491.70	90.40	888.10	850.40	3,320.60
2019					
Jan 19	988.40	87.80	741.30	681.60	2,499.10

Source: Central Bank of Kuwait

Figures are in KWD millions



The first month of Year 2019, brought a bleeding for overall credit facilities, as 8 out of 11 credit lines witnessed a fall. With this losing streak overall facilities dropped by 24.74% and stood at KWD 2.49 billion, thus registering a monthly fall of KWD 821.50 million. On m-o-m; almost all major sectors, reported a drop with few exceptions like Trade, Agriculture & Fishing and Public Services, which witnessed a jump of 6.79%, 42.31% and 956.52% respectively. In general classification of 4 major streams, all sections lost their momentum. The Real Estate & Construction sector; which shares a major portion of credit advances (39.55%); witnessed a drop of KWD 503.30 million (-33.74%), followed by Other Services (excluding Personal and Non-bank finance) reporting a de-growth of 19.85% (KWD 168.80 million). Under the Other Services, Public Services witnessed a massive surge of 956.52% (KWD 22.00 million) on month-to-month advances, but a whopping fall of Industry (-59.60% ~ KWD 120.40 million) and Other Miscellaneous services ((-39.87% ~ KWD 88.60 million), cost dear to overall facilities, as it reached KWD 681.60 million from KWD 850.40 million a month ago.

Personal Facilities, contributing 29.66% to overall credit space, which is comprised of Consumer Loans and Other Personal facilities, pertaining to Securities Loans and Private Home Purchase, reported a double digit fall of 16.53% (- KWD 146.80 million). Following the similar traction, credit squeezed in the Non-Banking Financial Institution stream, as it marked a red number of KWD 2.60 million, registering a fall of 2.88% m-o-m.

On y-o-y; credit facilities witnessed a robust growth of 20.00%, as it added KWD 416.50 million in the last year kitty of KWD 2.08 billion. Leaving the Non-Banking Finance facilities, other all windows reported a surge on y-o-y. The credit expansion to the Real Estate & Construction sector, which occupied the stop spot, marked a growth of 18.36%, equivalent to KWD 153.30 million. Personal Facilities followed its uptrend mode and grew significantly by 21.98%; fueled by high consumption and robust growth in the private home purchase and securities. It added KWD 133.60 million on annual basis. Under this, both the Consumer Loans and Others witnessed a surge of 29.58% and 21.27% respectively.

Other Facilities grew by 30.57% in which Trade gave the biggest push, as it added KWD 123.50 million and inflated by 45.50% y-o-y. Other facilities too contributed in a range of KWD 1.80 million to KWD 28.20 million. Lastly, Crude Oil & Gas facilities, which marked a drop of 15.73% on m-o-m by losing KWD 8.10 million, added KWD 5.20 million equivalent to 13.61% on annual basis.