



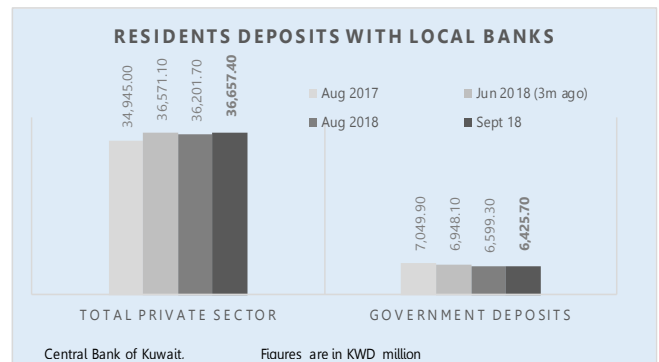
Deposits with Local Banks

Total Residents Deposits with Local Banks grew by a meagre 0.7% equivalent to KWD 282.10 million as the month of September (third quarter of Year 2018) ended at KWD 43.08 billion as against KWD 42.80 billion a month ago. The prime reason for this jump was the "Private Sector Deposits" which grew by 1.3%, despite of falling "Government Deposits". The later one fell for the third consecutive month, and lost its steam by 2.6% thus restricting the overall growth to a very moderate level. By the month-end, the Private Sector Deposits improved its share of contribution to 85.1% from 84.6% a month ago whereas the government deposits contribution fell to 14.1%, from 14.7% during the similar period. On the 3-month period basis, total corpus witnessed a fall of 1.0%, as total deposits were KWD 43.51 billion in June 2018. But on the contrary, on annual basis, the same head added KWD 1.08 billion, up by 2.6% y-o-y.

The prominent component of deposits, "Private Sector" deposits, (sharing 85.1% of total Kuwaiti banks deposits) which is composed of Sight, Savings Time and Deposits in Foreign Currency, inflated by 1.3% and added KWD 455.70 million to its last month base. Under this sector, the Sight Deposits (sharing 23.9% of private sector deposits) reported a monthly growth of 3.0% whereas Sight and Time deposits, both declined by 0.1%, while sharing 13.6% and 54.6% of total private deposits. Deposits in foreign currency was the another major factor, which witnessed a robust growth of 8.0% m-o-m, equivalent to KWD 217.10 million. On yearly basis, total private deposits, inched up by 4.9%; and stood at KWD 36.65 billion as of September 2018, up by KWD 1.71 billion, over September 2017.

Residents Deposits with Local Banks

End of Month	Private Sector Deposits			Government Deposits	Grand Total
	Kuwaiti Dinars	In Foreign Currency	Total Private Sector		
2017					
Jun	32,139.40	2,460.00	34,599.40	6,992.30	41,591.70
Jul	32,060.10	2,287.50	34,347.60	7,105.20	41,452.80
Aug	32,098.30	2,489.20	34,587.50	7,100.60	41,688.10
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



Residents Deposits with Local Banks

End of Quarter/Month	Total Private Sector	Government Deposits	Grand Total
Aug 2017	34,945.00	7,049.90	41,994.90
Jun 2018 (3m ago)	36,571.10	6,948.10	43,519.20
Aug 2018	36,201.70	6,599.30	42,801.00
Sept 18	36,657.40	6,425.70	43,083.10

Source: Central Bank of Kuwait Figures are in KWD millions

Change			
m-o-m	1.3%	-2.6%	0.7%
3 Months Change	0.2%	-7.5%	-1.0%
y-o-y	4.9%	-8.9%	2.6%

Government deposits, which account for 14.9% of banks' deposit base, witnessed a drop for the third consecutive month, as it deflated by 2.6% or KWD 173.60 million to record KWD 6.42 billion at the month end. The major culprit for this drastic fall was Time Deposits (sharing 94.7% of Government Deposits), declined by KWD 218.50 million or 3.5% of previous month and reached KWD 6.08 billion from KWD 6.30 billion a month ago. The other lone contributor, Sight Deposits, sharing the remaining of total government deposits, witnessed a growth of 15.3% and added KWD 44.0 million to reach KWD 339.0 million from KWD 294.30 million a month ago.

Similar to the current month falling trend, on annual basis too, total Government Deposits squeezed by KWD 624.20 million, equivalent to 8.9% of September 2017 base, in which Time Deposits marked a drop of 9.5% y-o-y (-KWD 636.40 million); whereas Sight Deposits grew moderately by 3.7% y-o-y (+KWD 12.20 million).



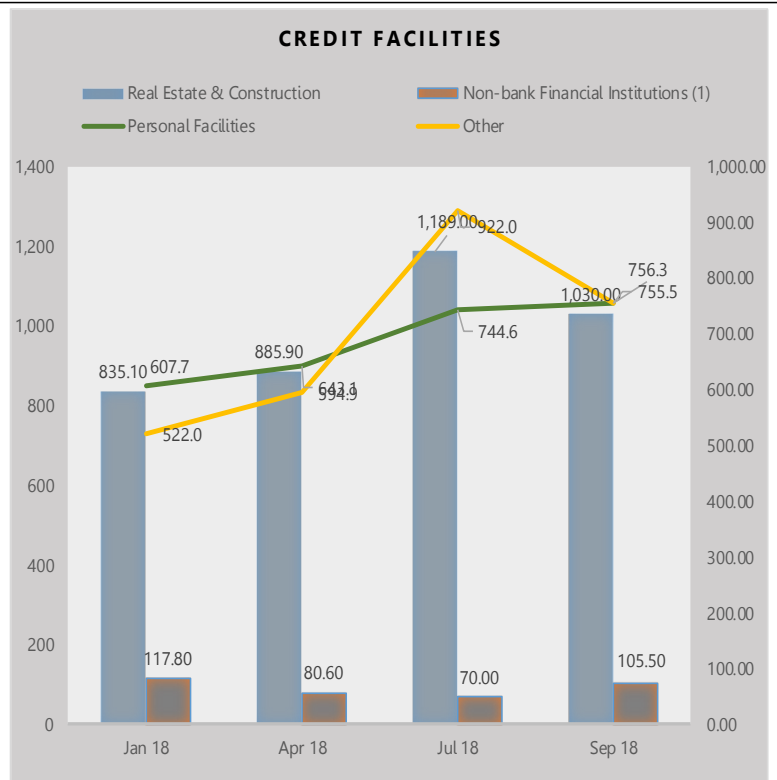
Credit Facilities in Kuwait

Distribution of KD Credit Facility (Locally)

Month	Real Estate & Construction	Non-bank Financial Institutio	Personal Facilities	Other	Total
2017					
Jun 17	1,012.00	296.20	493.10	869.50	2,670.80
Jul 17	986.00	198.40	594.70	861.30	2,640.40
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

Source: Central Bank of Kuwait

Figures are in KWD millions



After marking a downward trend in July & August, finally the credit facilities were seen in a flight mode as it strengthened the ground by KWD 512.90 million and stood at KWD 2.64 billion, indicating an aggressive lending by banks to kickstart the economy. On m-o-m; credit facilities saw a significant jump of 24.0%, from a level of KWD 2.13 billion in August 2018. Almost all major sectors, reported a surge with an only exception of Industry which reported a fall of 32.8% equals to KWD 43.70 million. In general classification, the Real Estate & Construction sector; which shares a major portion of credit advances (38.9%); witnessed an increment of KWD 174.40 million (+20.4%) whereas Other Services (excluding Personal and Non-bank finance) reported a growth of 18.7% (KWD 119.00 million). Under Other Services, Public Services witnessed a massive surge of 6054.5% on month to month advances as it reached KWD 67.70 million from mere KWD 1.10 million a month ago. Miscellaneous services, under Other Services, marked a growth of 14.0%.

Personal Facilities, which is comprised of Consumer Loans and Other Personal facilities pertaining to Securities Loans and Private Home Purchase, reported a robust growth of 23.4% (+ KWD 143.40 million). Following the similar traction, credit expansion towards, Non-Banking Financial Institutions marked a black number of KWD 76.10 million, registering a whopping growth of 258.8% m-o-m.

On y-o-y; credit facilities ended the month in red as it fell by KWD 121.10 million from a level of KWD 2.76 billion a year ago. The credit expansion to the Real Estate & Construction sector, which occupied the stop spot, marked a drop of 11.3% if compare to September 2017. The section lost its kitty by KWD 131.40 million on an annual comparison basis. Personal Facilities, followed its uptrend mode and grew significantly by 33.3%; fueled by high consumption and robust growth in the private home purchase and securities. It added KWD 188.90 million on annual basis. Under this, both the Consumer Loans and Others, witnessed a surge of 33.3% coincidentally.

Public Services and Agriculture were other facilities which witnessed a robust growth on y-o-y; of 1371.7% and 42.9%; although these two sectors share mere 2.6% and 0.1% of total credit facilities. Lastly, Crude Oil & Gas facilities, marked a growth of 133.0% on m-o-m by adding KWD 43.10 million whereas the same head, plunged by 47.0% equivalent to KWD 66.90 million.