



سازمان بورس و اوراق بهادار
Securities & Exchange Organization

Iran Capital Market Insight

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Department of Research, Development and Islamic Studies
Statistics and Risk Analysis Group

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Abbreviation

IFB	Iran Fara Bourse
IFX	Iran Fara Bourse Index
IME	Iran Mercantile Exchange
IRENEX	Iran Energy Exchange
SPS	Standard Parallel Salam
TEDPIX	Tehran Dividend and Price Index
TRI	Total Return Index
TSE	Tehran Stock Exchange

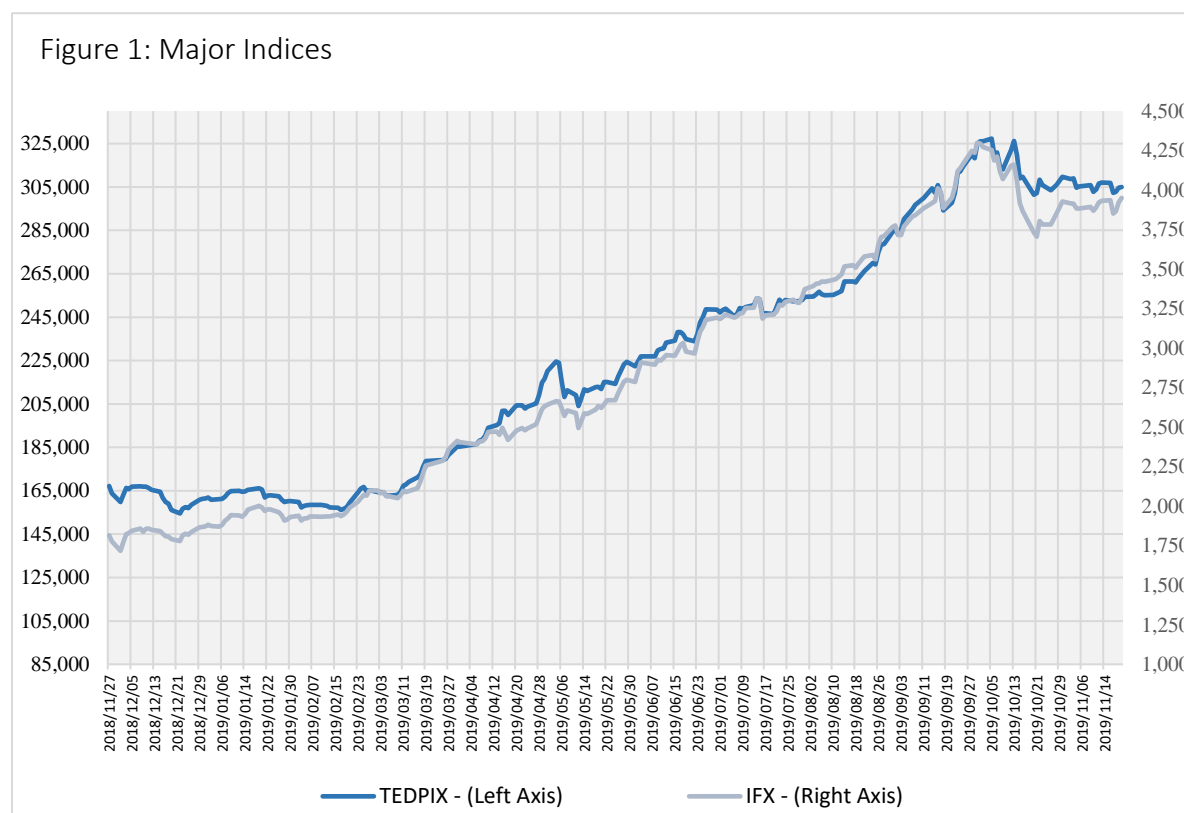
Stock Market Indices

The end of month figure of Iran stock market major indices including the TSE's (TEDPIX) and the IFB's total return index (IFX) is compared with that of the previous month in Table 1.

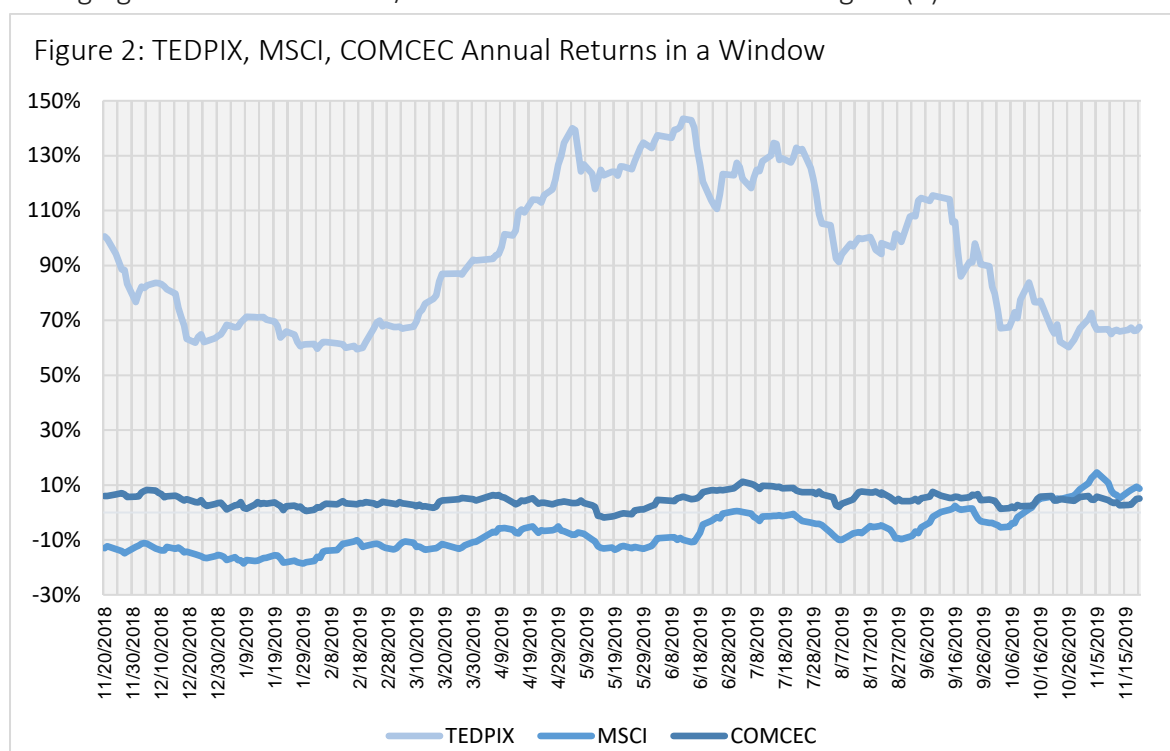
Table 1: Stock Market Indices

Index	November 2019	October 2019	Change (%)
TEDPIX	304,997	308,315	-1.08%
IFX	3,950	3,805	3.82%

The past year's trend of the indices is illustrated in the following figure.



In addition, the performance (annual return in percent) of TEDPIX is compared with MSCI Emerging Market TRI and S&P/OIC COMCEC 50 SHARIAH TRI in figure (2).

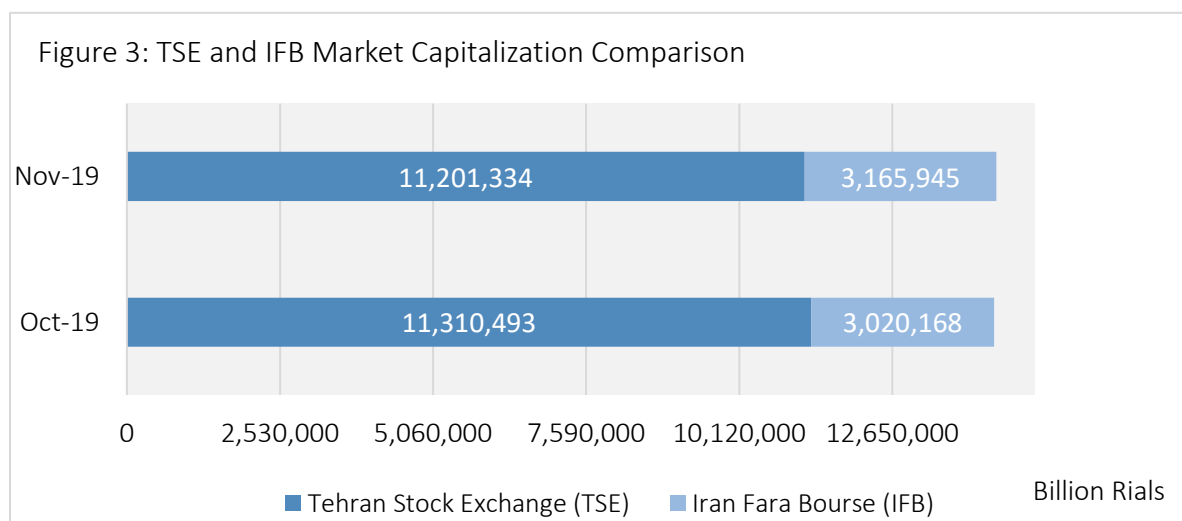


MSCI Emerging Market TRI: The index includes securities from 23 countries; however, it excludes stocks from emerging and frontier economies.

COMCEC: The S&P/OIC COMCEC 50 Shariah is designed to provide investors with a Shariah-compliant benchmark that measures the performance of leading companies from the Organization of Islamic Cooperation (OIC) member states.

TSE and IFB Market Capitalization

Share of the IFB and the TSE market capitalization in comparison with the end of October is demonstrated below. The IFB is younger and smaller; yet, has differentiated itself in hosting state-of-the-art financial instruments.

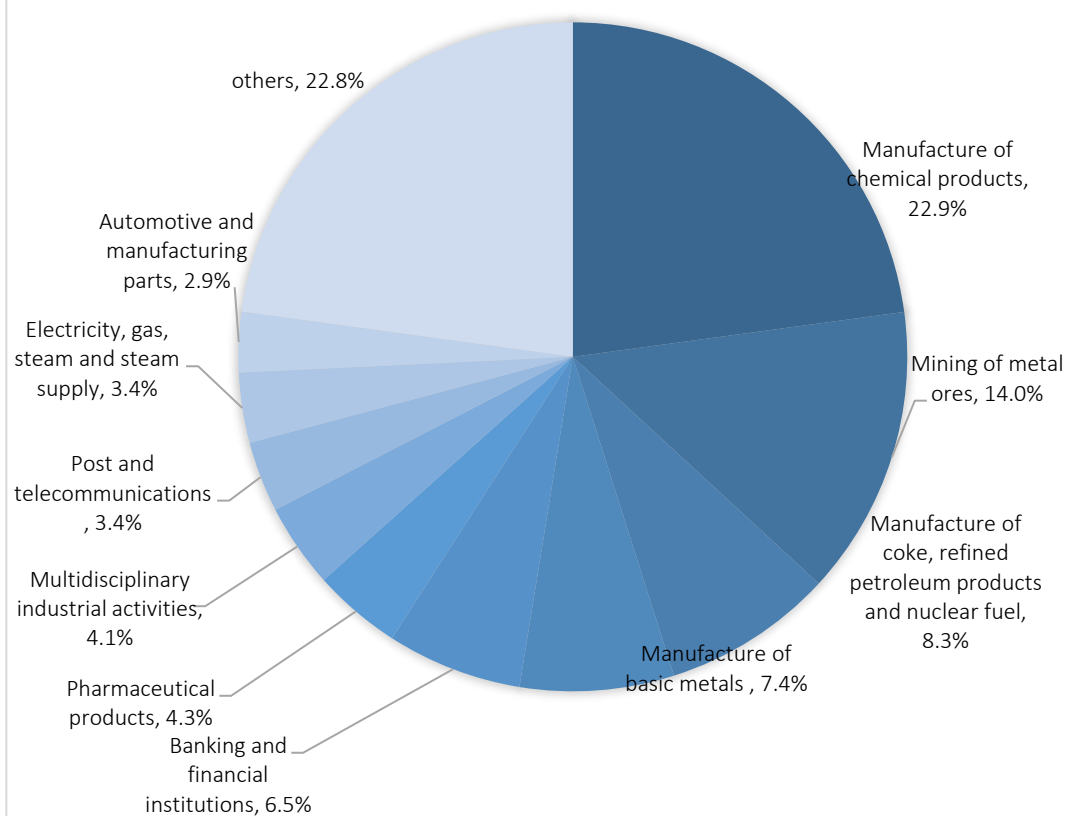


Industries Market Capitalization

Tehran Stock Exchange and Iran Fara Bourse

The break-down of top industries' market capitalization in the aggregate of the IFB and the TSE is depicted in the following figure.

FIGURE 4: TOP 10 INDUSTRIES



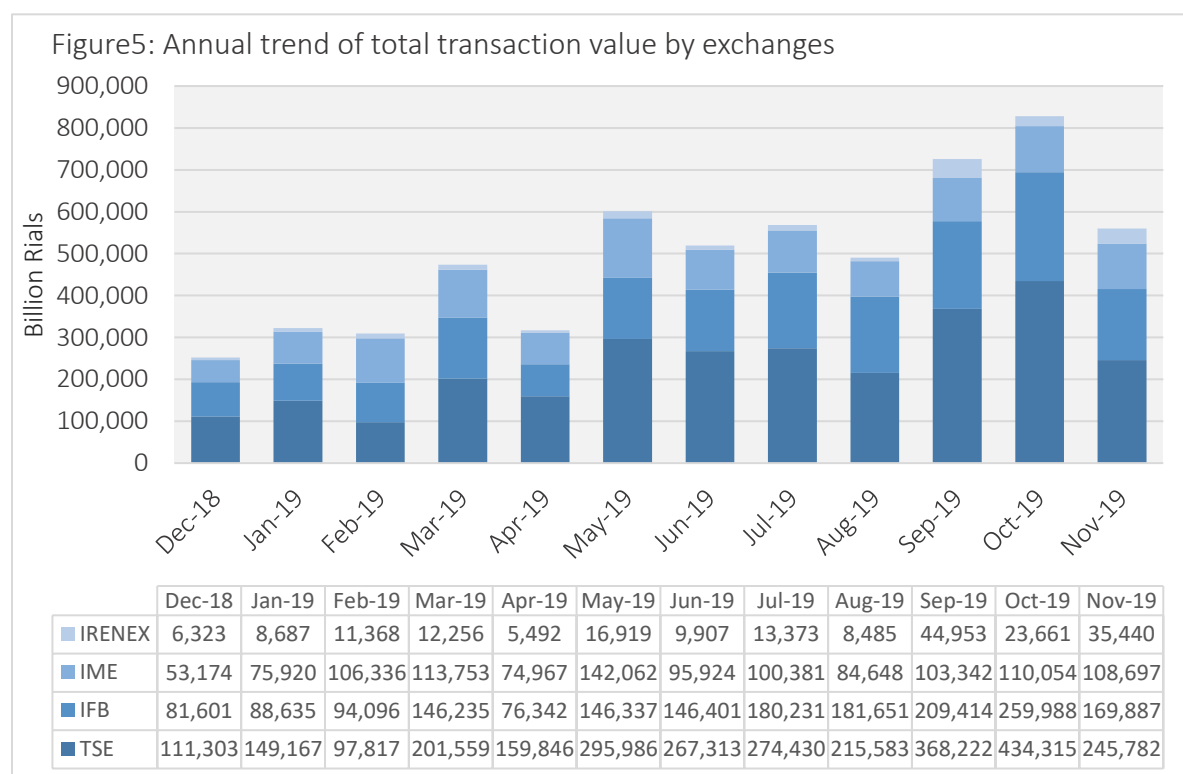
Exchanges' Trading Statistics

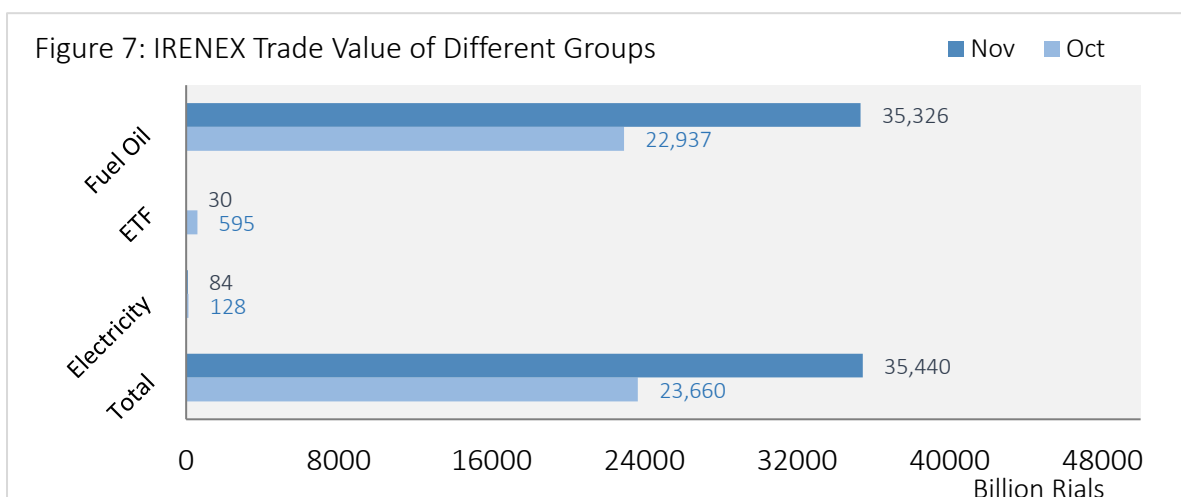
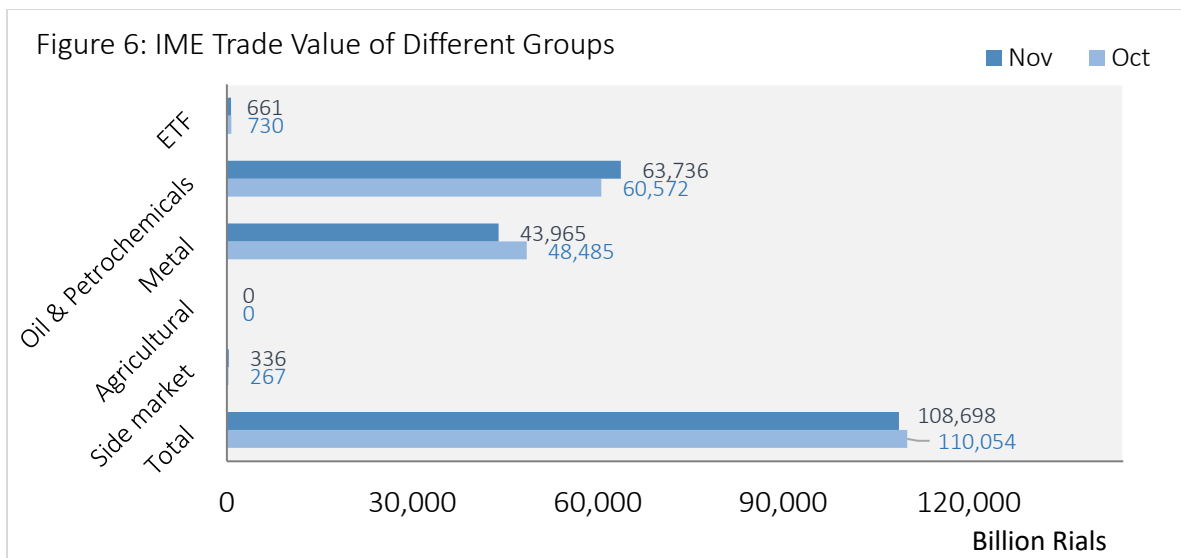
The value of trades for each exchange is depicted in the following table.

Table 2: Value of trades for each exchange

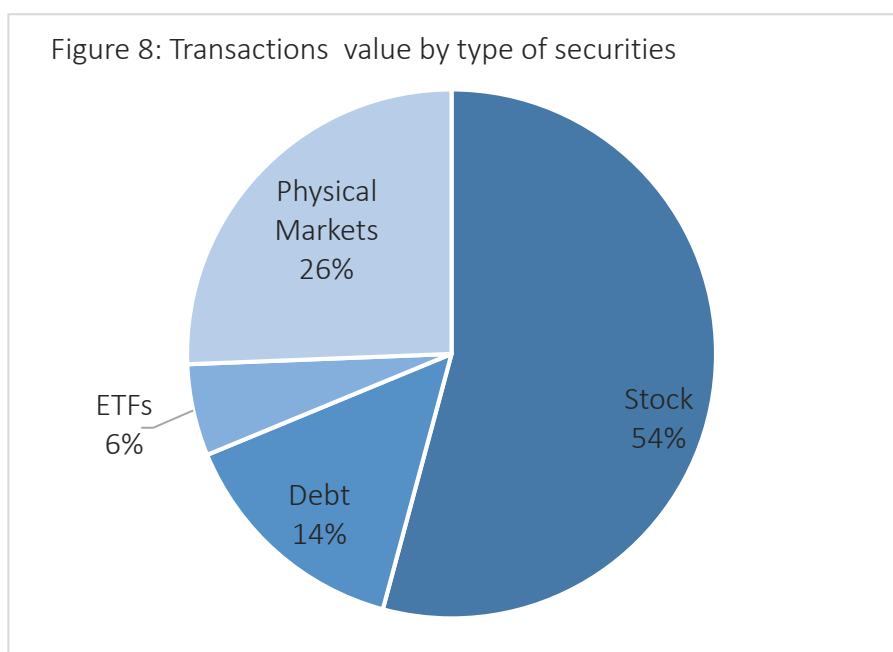
Exchange	Securities	Trade Value (Billion Rials)			change Percent	
		Nov-19	Oct-19	Nov-18	compared to the previous month	compared to the previous year
Tehran Stock Exchange	Stock	219,929	393,717	140,914	-44.14%	56.07%
	Sukuk	2,966	6,697	13,454	-55.71%	-77.95%
	ETFs	22,887	33,901	4,596	-32.49%	397.94%
Iran Fara Bourse	Stock	83,401	157,663	49,504	-47.10%	68.47%
	Sukuk	78,661	85,662	27,388	-8.17%	187.21%
	ETFs	7,825	16,663	7,715	-53.04%	1.42%
IME	Physical Market	108,036	109,324	77,171	-1.18%	40.00%
	ETFs	661	730	2,272	-9.45%	-70.90%
IRENEX	Physical Market	35,410	23,065	21,970	53.52%	61.17%
	ETFs	30.00	596.00	113.786	-94.97%	-73.63%
Grand Total		559,807	828,018	345,098	-32.39%	62.22%
Daily Average		31,100	39,429	17,255	-21.12%	80.24%

The trading value of each exchange is depicted in the following figures.



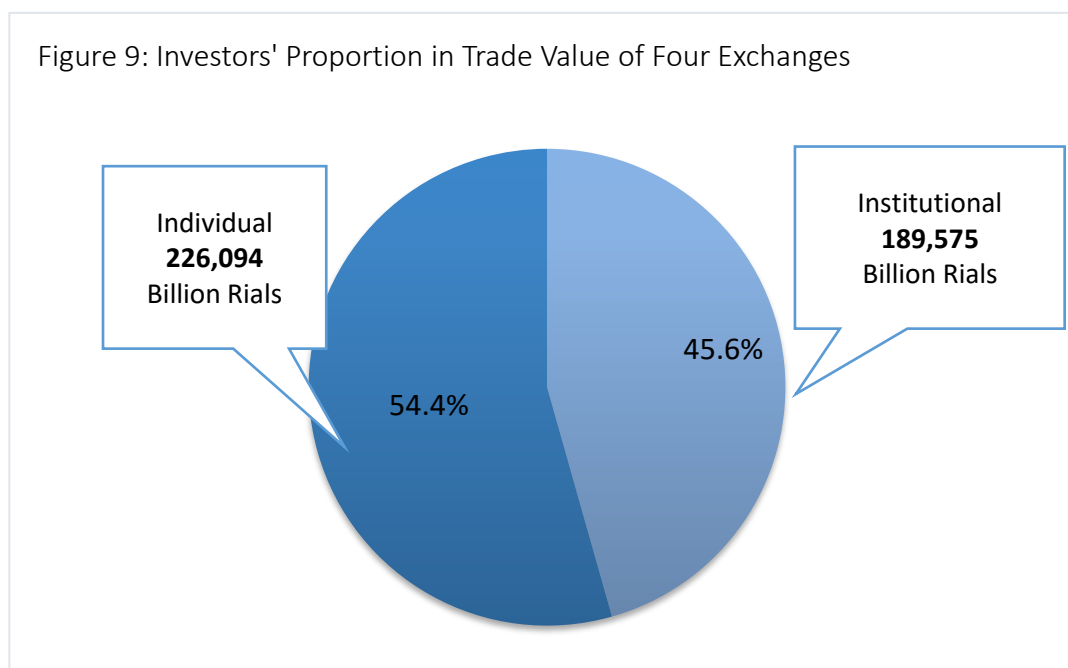


Instruments' Trading Statistics



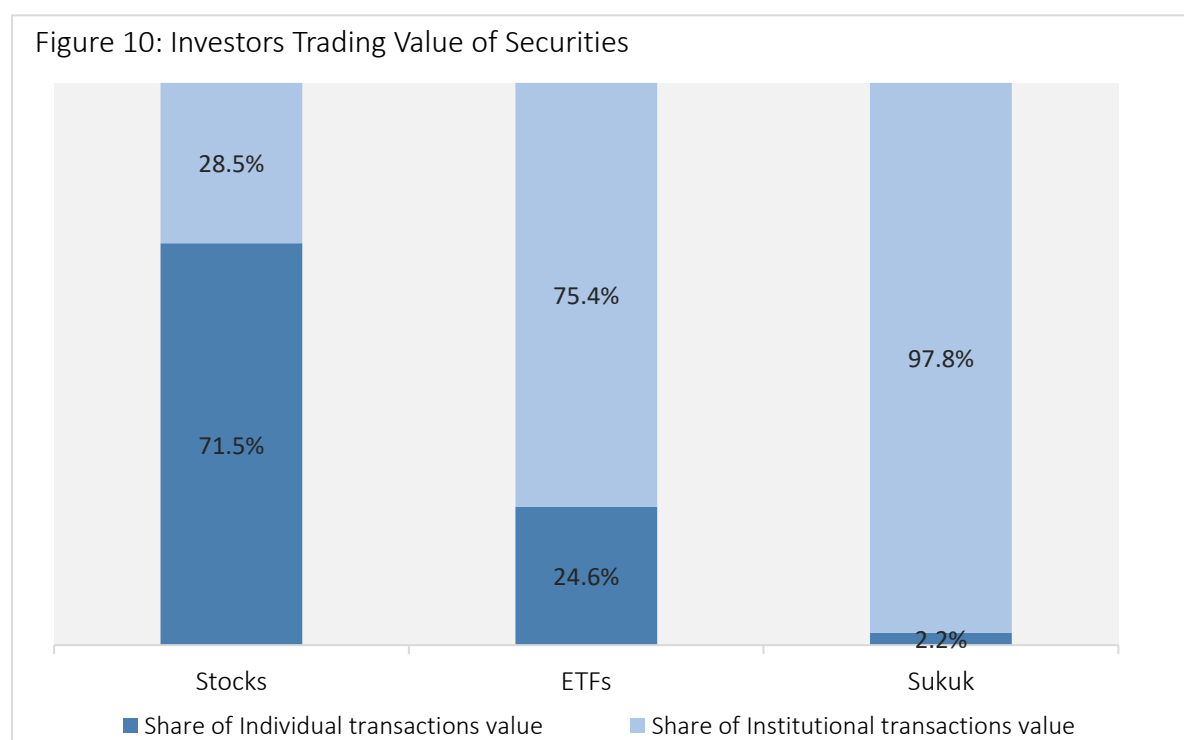
Share of Institutional and Individual Investors in Trading Value

Figure 9 reveals the proportion of individual and institutional investors in the total market trading value of TSE and IFB.



Institutional and Individual Transactions

Institutional and Individual contribution for each category of instruments in TSE and IFB is demonstrated in the following figure.



Sukuk

Outstanding Sukuk

The outstanding value of each Islamic securities (Sukuk) is presented in the following figures. It is noteworthy that all instruments in the Iran capital market are Shariah-compliant.

Figure 11: Outstanding Value of Each Type of Sukuk Issuers

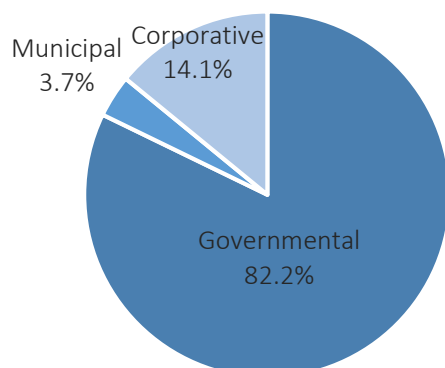


Figure 12: Outstanding Value of Each Type of Sukuk

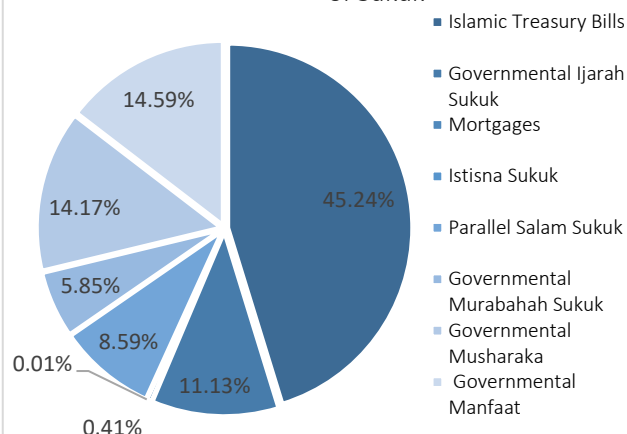
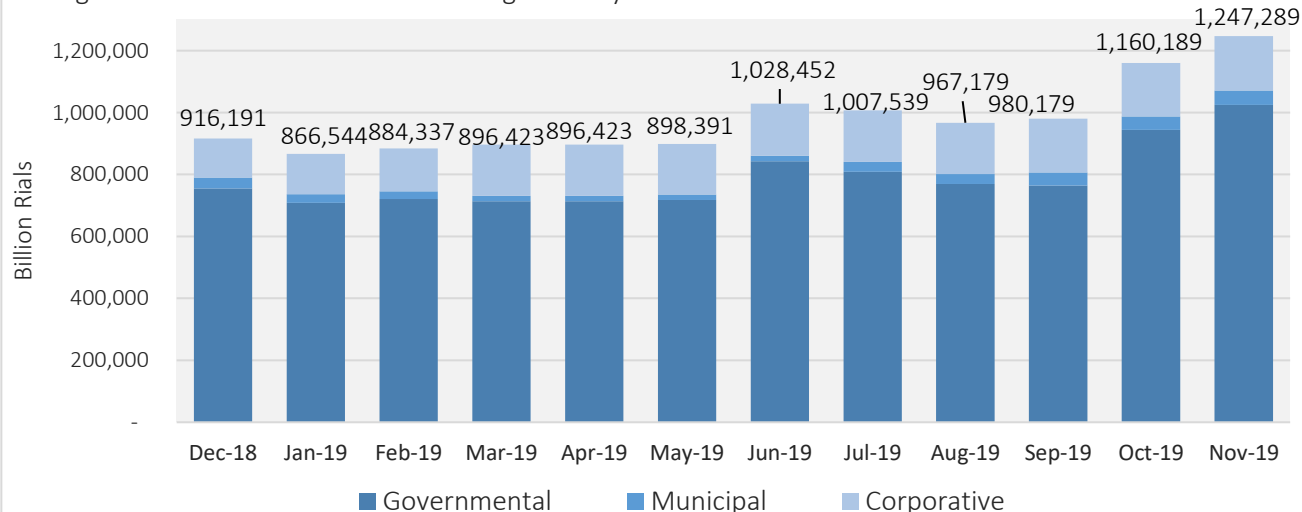


Figure 13: Annual trend of Outstanding Value by the nature of the issuer's securities



Number of Listed and Unlisted Companies

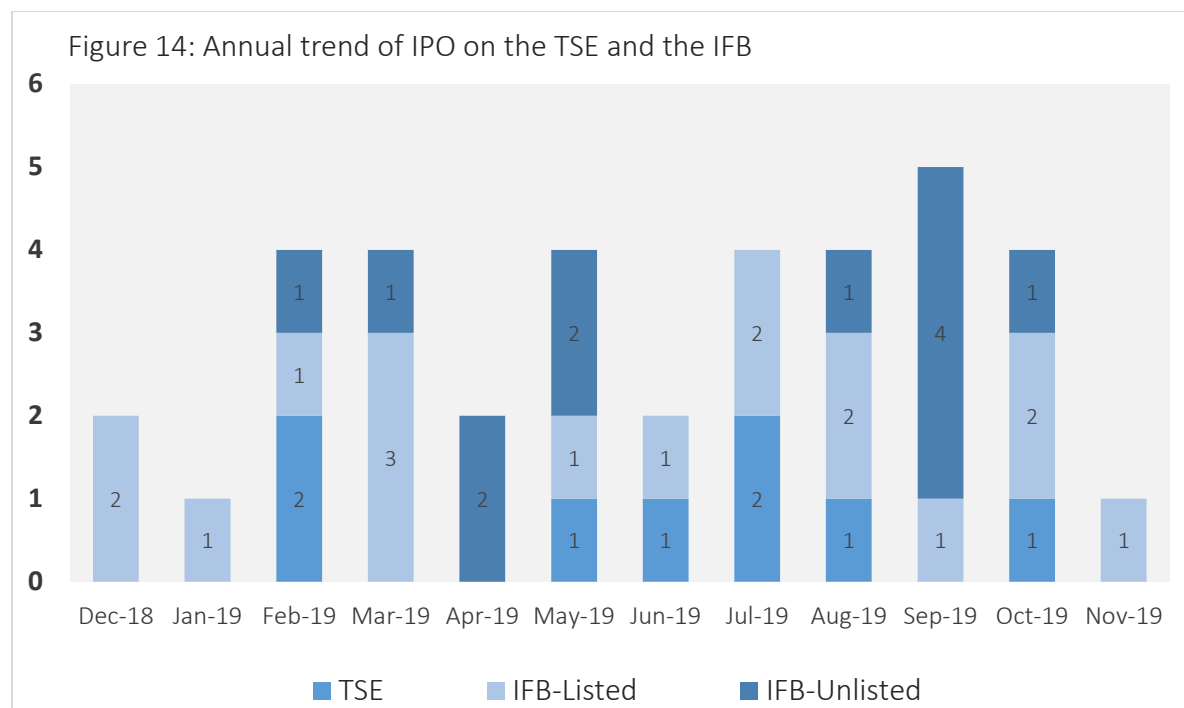
The number of listed and registered companies on the TSE and the IFB are presented in the following table.

Table 3: Number of Listed and Registered Companies on TSE and IFB

November 2019	
Listed Companies in the TSE	331
Listed Companies in the IFB	117
Unlisted Companies in the IFB	172

Initial Public Offerings

The trend of the number of initial public offerings in the TSE and the IFB is presented in the following figure.



The detail of IPOs in the TSE and the IFB is shown in the following table.

Table 4: detail of IPOs

Exchange	Industry	Company Name	Ticker	No.Shares	Offering Date
IFB - Listed	Investment	Ava Novin INVEST	ANIZ	600,000,000	2019/10/23

SEO Announcement on Unauthorized CRAs

The Securities and Exchange Organization of Iran (SEO) banned the activity of any individual or entity having no license on credit rating.

Based on Note 21, Article 1 of the Securities Market Act (SMA) of the Islamic Republic of Iran, “credit rating agencies are considered financial institutions”, while as per Note 28 of the same SMA, establishment and operation of “Exchanges, OTCs and financial institutions” are under the SEO supervision.

Any breaching of this law is subject to Note 1, Article 49 of the SMA. Article 49 depicts:

The following persons shall be sentenced to prison from one to six months or a cash penalty equal to one to three times the earned profit or the non-incurred loss, or both:

1. Any person who involves in activities of brokers, broker/dealers or market makers that require permission, without observing the provisions of the present Act under any title whatsoever and/or introduces himself under one of the said titles;
2. Any person who is obliged to present total or partial information or documents to the Organization and/or the related Exchange based on the present Act and refrains to do so;
3. Any person who is responsible for execution of documents, information, Registration Statements, Prospectus and the like for filing with the Organization and also any person who is responsible for considering and commenting on or execution of financial, technical or economic reports or any certification of such documents or information and violates the provisions of the present Act in the execution of the entrusted tasks and duties;
4. Any person intentionally and consciously misusing any information or documents or false and incorrect reports related to securities, in whatsoever manner.

More Supervision Issues within the SEO

The SEO in order to enhance disclosure and transparency with the ultimate objective to provide an effective market for the investors has recently departmentalized the Issuers Affairs into four offices. This step was taken to raise the efficiency and efficacy

of supervision on issuers. The decision has been made based on “industry” in which all the listed companies are working. The newly-established offices are as follow:

1. “Office of Supervision on Chemical Group” which covers the supervision on companies active in oil products, energy, pharmaceuticals, and foodstuff sectors,
2. “Office of Supervision on Financial and Services Sector Issuers” which covers the supervision on companies active in financial services, banks, insurances, leasing, investment companies, telecommunications, and commercial (transportation) sectors,
3. “Office of Supervision on Industry and Mine Group” which covers the supervision on companies active in mines and metals, machinery, cement and construction sectors, and
4. “Office of Supervision on Trusted Auditors and Financial Reporting” which focuses on the supervision on trusted auditors.

At the end of November 2019, the market capitalization reached 14,367,279 billion IR, which represents 0.3% growth compare with the previous month.

The TSE's total return index (TEDPIX) at the end of one-month trading session in November 2019 decreased by 1.08% and touched 304,997, while the IFB's total return index (IFX) reached 3,950, which demonstrates a 3.8% growth.

The total trading value of four exchanges (TSE, IFB, IME, and IRENEX) amounted to 559,807 billion IR in November 2019, which shows 32% decrease comparing to the last month.