

**TABLE OF CONTENTS**

1. Today's Trading Playbook	2. Top News & Analysis	3. Chart of the Day
4. Markets Performance	5. Latest EGX Valuation Multiples	6. Key Dates
		7. Latest Research

## Valuation Disparity

### 1. Today's Trading Playbook

[\*\*TABLE OF CONTENTS\*\*](#)

#### KEY THEMES

Just yesterday, the IPO price for e-finance [EFIH] was determined at EGP13.98/share, valuing EFIH at EGP24.8bn post-capital increase (i.e. 5% below FWRV's market cap). The retail offering is set to conclude on 17 October 2021, where trading commencement to take place on 20 October 2021. The IPO has witnessed upsizing the total shares' offered to include 23.5% of EFIH's total outstanding shares from the originally-planned 14.5% due to strong institutional demand.

Now, the obvious valuation disparity we're seeing here between the only two pure listed fintech players could be the product of number of reasons. Such reasons disparity could be attributed to: **(1)** Despite belonging to the same sub sector, the two entities hardly serve the same segment, **(2)** Valuation disparity could be because growth is contrast in the two key segments which EFIH and FWRV currently operate, and **(3)** FWRV itself could still be pricey, in which case EFIH's valuation is an attempt to rationalize valuation in the fintech space.

Regardless of what reason contributed to the aforementioned observations, the existence of another major fintech player, let alone state-owned, should provide great optionality to investors that they have been missing before. Stay tuned for our pre-IPO note to be published later today.

*Now, on to the top news and analysis for the day.*

### 2. TOP NEWS & ANALYSIS

[\*\*TABLE OF CONTENTS\*\*](#)

#### MACRO NEWS

**The IMF expected the Egyptian economy to grow by 5.2% during the current fiscal year,** in its World Economic Outlook report issued on Tuesday. ([IMF](#))

**GASC, the state grain buyer, has called off a wheat tender as prices offered were higher than expected.** ([Nasdaq](#))

**Foreign holdings of T-bills slightly fell to USD23.5bn at the end of August 2021**, compared to USD23.7bn at the end of last July, according to the CBE. ([CBE](#))

**Ain Sokhna Port is getting additional investment from Emirati port giant DP World and CDC Group, the UK government's development finance arm.** The two institutions are setting up a joint USD1.7bn African investment platform, a portion of which will go towards Ain Sokhna. ([DP World](#))

## CORPORATE NEWS

**e-finance's [EFIH] initial public offering (IPO) price is set at the higher end of its price range at EGP13.98/share**, implying a market cap of EGP24.8bn post capital increase. ([Company disclosure](#))

**Orascom Development Egypt [ORHD] announced the preliminary 9M 2021 KPIs where sales reached EGP6.2bn (+43% y/y).** Real estate sales are driven by El-Gouna which increased by 72.5% to EGP3.1bn in 9M 2021. ([Company disclosure](#))

**Fawry [FWRY] announced acquiring a minority stake in alsoug**, Sudan's largest online classifieds marketplace. ([Company disclosure](#))

**Arabian Food Industries Co. (Domty) [DOMT] turned to a bottom-line profit of EGP51mn in Q3 2021, as per its unaudited financials**, after being a loss maker in H1 2021. Meanwhile, revenues surged to EGP956mn (+43% q/q) and gross profit margin improved to 23.3% (vs. 20.9% in Q2 2021). DOMT plans to achieve EGP4bn of revenues in 2022, pushing its bottom line to hit EGP240mn over the same period. ([Company disclosure](#), [Amwal Al-Ghad](#))

**Abu Dhabi Islamic Bank - Egypt [ADIB] has started developing its ATMs network** and replacing it with other new machines equipped with the latest technologies. ([Al-Borsa](#))

**The Holding Co. for Food Industries (HCFI) increased its stake in East Delta Flour Mills [EDFM] from 25.5% to 27.4%** by buying 112,649 shares at a price of EGP85/share for a total value of EGP9.6mn. ([Company disclosure](#))

**Nile City Investments [NCIN] is in talks with three investment banks** (EFG Hermes Holding [HRHO], CI Capital Holding [CICH], and Beltone Financial Holding [BTFH]) for the sale of a 10% stake to foreign investors to be split equally between Sawiris family and El-Shobokshy family. (Al-Mal)

## GLOBAL NEWS

**China's export growth unexpectedly accelerated in September**, as still solid global demand offset some of the pressures on factories from power shortages, supply bottlenecks and a resurgence of domestic COVID-19 cases. ([Reuters](#))

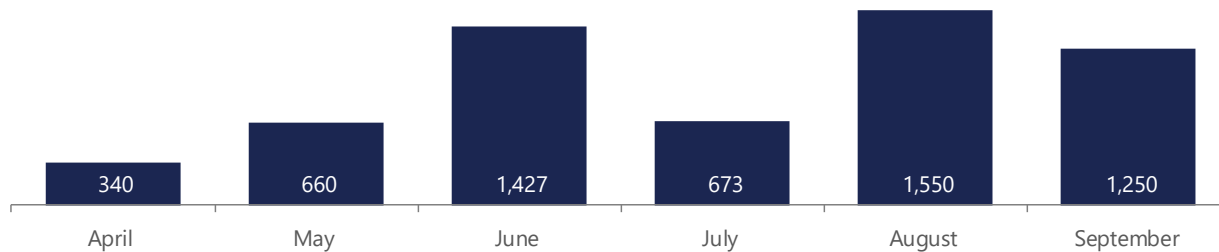
**Persistent supply chain disruptions and inflation pressures are constraining the global economy's recovery from the COVID-19 pandemic**, the IMF said on Tuesday as it cut growth outlooks for the United States and other major industrial powers. ([Reuters](#), [IMF](#))

## 3. CHART OF THE DAY

[TABLE OF CONTENTS](#)

**Nada Wagdy** | Equity Analyst  
[nwagdy@egy.primegroup.org](mailto:nwagdy@egy.primegroup.org)

**The number of cars delivered within the national car replacement initiative  
(Apr-Sep 2021)**



Source: Al-Mal.

During the six months between April and September 2021, the number of cars delivered as part of the national program for converting and replacing cars to work with dual fuel totaled 5,900, increasing from 340 in April to 1,250 in September. **Al-Amal Co.** was at the top of the companies with the highest deliveries during this period, with a total of 2,210 cars and a market share of 37%, while GB Auto [**AUTO**] took the fourth and last place after delivering 400 cars, acquiring a 7% market share.

## 4. MARKETS PERFORMANCE

## TABLE OF CONTENTS

Current equity market cap (EGPbn)						Equity turnover (EGPmn): Last, ytd avg.			
707.2						1,696.8		1,178.6	
				daily chg.	ytd chg.			daily chg.	ytd chg.
		EGX 30	10,783.92	0.65%	(0.57%)			Gold	1,760.18 0.34% (7.17%)
		EGX 30 TR	4,209.80	0.59%	0.91%			Silver	22.56 (0.08%) (14.11%)
		EGX 70 EWI	2,679.98	(0.14%)	24.93%			Brent Oil	83.42 0.05% 61.12%
		EGX 100 EWI	3,630.61	(0.00%)	17.20%			WTI	80.64 0.02% 66.24%
		DFMGI	2,787.72	0.64%	11.87%			Natural Gas	5.51 (1.34%) 113.90%
		ADSMI	7,786.89	0.06%	54.34%	EGP		USD/EGP	15.72 0.09% (0.12%)
		TASI	11,542.88	0.27%	32.84%	€		EUR/USD	1.15 0.18% (5.44%)
		QE Index	11,595.58	0.23%	11.11%	£		GBP/USD	1.36 0.15% (0.45%)
		S&P 500	4,350.65	(0.24%)	15.83%	¥		USD/JPY	113.61 (0.11%) 9.91%
		Dow 30	34,378.34	(0.34%)	12.32%			6M TB yield	12.57 2 (16)
		NASDAQ	14,465.92	(0.14%)	12.24%			1Y TB yield	13.11 6 34
		VIX	19.85	(0.75%)	(12.75%)			10Y TB yield	14.70 1 31
		STOXX 50	4,055.09	(0.43%)	14.14%			2Y TB yield	0.35 4 22
EM		MSCI Emerging	1,253.63	(0.95%)	(2.91%)			10Y TB yield	1.58 (3) 65
FM		MSCI Frontier	672.64	0.50%	17.67%			30Y TB yield	2.09 (7) 43

\* As of market close, except for commodities and currencies at 8.1am CLT. Change in Treasuries is in basis points.

Source: Bloomberg, CBE.

## 5. LATEST EGX VALUATION MULTIPLES

## TABLE OF CONTENTS

[Find out](#) how your favorite stocks compare to the rest of the market.

## 6. KEY DATES

## TABLE OF CONTENTS

DATE	TICKER	TYPE	EVENT
13-Oct-21	IRON	OGM	Approving the financial statements and other agenda items.
14-Oct-21	CERA	EGM	Approving a 4-for-1 stock split.
14-Oct-21	RAKT	OGM	Approving the financial statements and other agenda items.
14-Oct-21	RAKT	EGM	Discussing article 38 of the bylaws.
17-Oct-21	WCDF	OGM	Approving the financial statements for FY2017-FY2021.
17-Oct-21	WCDF	EGM	Amending the articles of incorporation.
17-Oct-21	ABUK	Cash dividend	Last date for eligibility for a dividend of EGP1.30/share.
18-Oct-21	AMOC	Cash dividend	Last date for eligibility for a dividend of EGP0.150/share.
18-Oct-21	SIPC	Stock dividend	Last date for eligibility for a 1-for-7 stock dividend.
19-Oct-21	SIPC	Stock dividend	Date for distributing a 1-for-7 stock dividend.
19-Oct-21	AMOC	Cash dividend	Date for ex-dividends of EGP0.150/share.
21-Oct-21	AMOC	Cash dividend	Date for paying out a dividend of EGP0.150/share.
21-Oct-21	ABUK	Cash dividend	Date for paying out a dividend of EGP0.30/share (1st round).
25-Oct-21	IFAP	EGM	Amending articles 3, 24 & 31 of the bylaws.
25-Oct-21	SCFM	OGM	Approving the financial statements and other agenda items.
25-Oct-21	SCFM	EGM	Discussing the continuation of the company.

25-Oct-21	MICH	Cash dividend	Last date for eligibility for a dividend of EGP1.00/share.
27-Oct-21	MILS	OGM	Approving the financial statements and the proposed dividend.
27-Oct-21	BTFH	OGM	Approving increasing the issued capital and amending articles 6 & 7 of the bylaws.
27-Oct-21	AIH	Lawsuit	A court session discussing legal disputes relevant to the company.
28-Oct-21		MPC Meeting	Determining the CBE's policy rate.
28-Oct-21	MICH	Cash dividend	Date for paying out a dividend of EGP0.50/share (1st round).
30-Oct-21	COSG	EGM	Discussing a capital decrease.
30-Oct-21	EGTS	OGM	Approving the financial statements and other agenda items.
31-Oct-21	MNHD	Cash dividend	Date for paying out a dividend of EGP0.30/share (2nd round).

## 7. LATEST RESEARCH

## TABLE OF CONTENTS

DATE	PUBLISHED REPORT
10-Oct-21	<a href="#"><u>MACROView – Walking a Tightrope</u></a>
6-Oct-21	<a href="#"><u>MACROView – On “Risk Control” Mode</u></a>
6-Oct-21	<a href="#"><u>MACROView – The Tortuous Path to Recovery</u></a>
19-Sep-21	<a href="#"><u>TAKEStock – Consumer Staples (Food &amp; Beverage) – All You Can Eat Festival</u></a>
15-Sep-21	<a href="#"><u>MACROView – Deciphering the Din of Battle</u></a>
14-Sep-21	<a href="#"><u>TAKEStock – Orascom Investment Holding [OIH] — Monetization at Play</u></a>
9-Sep-21	<a href="#"><u>MACROView – Hot Summer Winds</u></a>
7-Sep-21	<a href="#"><u>MACROView – The Global Blessing Windfall</u></a>
6-Sep-21	<a href="#"><u>MACROView – Tempered, But Cautious, Optimism</u></a>
5-Sep-21	<a href="#"><u>Misr Chemical Industries [MICH] – Nice While It Lasted</u></a>
29-Aug-21	<a href="#"><u>Orascom Construction [ORAS] – Recovery on Track Although Below Estimates</u></a>
24-Aug-21	<a href="#"><u>Abu Qir Fertilizers [ABUK] – When the Stars Align</u></a>
18-Aug-21	<a href="#"><u>EFG Hermes Holding [HRHO] – Solid Business, Strong Financial Growth</u></a>
17-Aug-21	<a href="#"><u>Elsowedy Electric [SWDY] – Impressive Set of Results</u></a>
17-Aug-21	<a href="#"><u>Commercial International Bank [COMI] – Adjustment Post Stock Dividend</u></a>
16-Aug-21	<a href="#"><u>B Investments Holding [BINV] – Growth Dented Across the Board</u></a>
11-Aug-21	<a href="#"><u>Crédit Agricole Egypt (CAE) [CIEB] – Non-Interest Income Heals Earnings Growth</u></a>
10-Aug-21	<a href="#"><u>MACROView – July’s Feverous Inflation</u></a>
9-Aug-21	<a href="#"><u>CI Capital Holding [CICH] – Robust Exit Saves the Day</u></a>
5-Aug-21	<a href="#"><u>MACROView – The Sky Is No Blue</u></a>
4-Aug-21	<a href="#"><u>MACROView – Constrained Recovery</u></a>
26-Jul-21	<a href="#"><u>EFG Hermes Holding [HRHO] – FV and 12MPT Adjustment to Bonus Share Action</u></a>

13-Jul-21	<a href="#"><u>Commercial International Bank [COMI] – Tamed Credit Provisions Spur Annual Growth</u></a>
8-Jul-21	<a href="#"><u>MACROView – Inflation Edged Up, As Expected</u></a>
8-Jul-21	<a href="#"><u>MACROView – External Buffers Still Powering Ahead</u></a>
6-Jul-21	<a href="#"><u>MACROView – A Steady and Slow Recovery in the Making</u></a>
<b>5-July-21</b>	<b><a href="#"><u>Abu Qir Fertilizers [ABUK] – Talking U</u></a></b>
16-June-21	<a href="#"><u>B Investments Holding [BINV] – Strong Financials, Growing Investments</u></a>
14-June-21	<a href="#"><u>Al-Shams Housing &amp; Development [ELSH] – Earnings Flattened by Factoring Cost</u></a>
10-June-21	<a href="#"><u>MACROView – Inflation Risk Rising, but Still Within Target</u></a>
8-June-21	<a href="#"><u>TAKEStock – Telecom Egypt [ETEL] – Show Me the Dividends</u></a>
6-June-21	<a href="#"><u>MACROView – Further Enhancement</u></a>
3-June-21	<a href="#"><u>MACROView – Contraction Eased</u></a>
23-May-21	<a href="#"><u>Orascom Construction [ORAS] – Earnings Short of Our Estimates</u></a>
23-May-21	<a href="#"><u>CI Capital Holding [CICH] – Earnings Dented by One-off ESOP Expense</u></a>
22-May-21	<a href="#"><u>Commercial International Bank [COMI] – Earnings Growth Driven by Lower Provisions</u></a>
20-May-21	<a href="#"><u>Crédit Agricole Egypt (CAE) [CIEB] – Slowing Lending Inhibits Earnings Growth</u></a>
20-May-21	<a href="#"><u>EFG Hermes Holding [HRHO] – Recovery Signs; Back on Track</u></a>
<b>18-May-21</b>	<b><a href="#"><u>B Investments Holding [BINV] – Exits Kick Off, Unlocking Value</u></a></b>
18-May-21	<a href="#"><u>Elsewedy Electric [SWDY] – Financials promise a buoyant year ahead</u></a>
17-May-21	<a href="#"><u>Misr Chemical Industries [MICH] – Another Chapter of Strong Annual Growth</u></a>
11-May-21	<a href="#"><u>MACROView – Inflation Eased but Stage Still Set for a Pick-Up</u></a>
9-May-21	<a href="#"><u>MACROView – Stability Prevailed</u></a>
6-May-21	<a href="#"><u>MACROView – The Road to Recovery Gets Longer</u></a>
18-Apr-21	<a href="#"><u>MACROView – Challenges Remain Daunting</u></a>
<b>13-Apr-21</b>	<b><a href="#"><u>Crédit Agricole Egypt (CAE) [CIEB] – The Value Algorithm</u></a></b>
<b>12-Apr-21</b>	<b><a href="#"><u>Orascom Construction [ORAS] – Rich in Value</u></a></b>
11-Apr-21	<a href="#"><u>MACROView – Monthly Reading Pressured By Seasonality</u></a>
6-Apr-21	<a href="#"><u>MACROView – FX Assets Well Placed to Mitigate Potential Risks</u></a>
6-Apr-21	<a href="#"><u>MACROView – Still Downbeat</u></a>
28-Mar-21	<a href="#"><u>Taaleem Management Services [TALM] – Enriching the Education Sector</u></a>
18-Mar-21	<a href="#"><u>EFG Hermes Holding [HRHO] – Challenging Year, Yet Growth Continues</u></a>
10-Mar-21	<a href="#"><u>MACROView – Still Below the Target, but Global Headwinds Cloud the Horizon</u></a>
8-Mar-21	<a href="#"><u>MACROView – Buffers Grew Despite Signs of Unwelcome Tightening of Financial Conditions</u></a>

<b>7-Mar-21</b>	<b><u><a href="#">Al-Shams Housing &amp; Development [ELSH] – Making Hay While the Sun Shines</a></u></b>
3-Mar-21	<u><a href="#">MACROView – Weak Demand Still Weighing on the Rebound Trajectory</a></u>
2-Mar-21	<u><a href="#">MACROView – Commodity Supercycle: Real or Hype?</a></u>
1-Mar-21	<u><a href="#">Commercial International Bank [COMI] – Earnings Beat Despite Higher Provisions</a></u>
25-Feb-21	<u><a href="#">Elsewedy Electric [SWDY] – Strong Set of Results Driven by Turnkey</a></u>
22-Feb-21	<u><a href="#">CI Capital Holding [CICH] – Got the Hit, Yet Better Than Expected</a></u>
10-Feb-21	<u><a href="#">MACROView – Disinflation Continues Amid Acceleration in Global Commodity Prices</a></u>
8-Feb-21	<u><a href="#">Misr Chemical Industries [MICH] – Annually Wild, Quarterly Tamed</a></u>
4-Feb-21	<u><a href="#">MACROView – External Buffers Are Still Restoring Grounds</a></u>
3-Feb-21	<u><a href="#">MACROView – A Fragile Improvement but Favorable Sentiment</a></u>
3-Feb-21	<u><a href="#">MACROView – External Woes vs. Cautious Optimism</a></u>
<b>1-Feb-21</b>	<b><u><a href="#">STANDPoint – Egypt 2021 Investing Playbook</a></u></b>
<b>14-Jan-21</b>	<b><u><a href="#">CI Capital Holding [CICH] – New Expansions = Further Growth</a></u></b>
10-Jan-21	<u><a href="#">MACROView – Below End-of-Year Target</a></u>
6-Jan-21	<u><a href="#">MACROView – On the Path to Further Recovery</a></u>
5-Jan-21	<u><a href="#">MACROView – Rutted Road to Recovery</a></u>
<b>28-Dec-20</b>	<b><u><a href="#">Elsewedy Electric [SWDY] – More Growth to Come</a></u></b>
<b>22-Dec-20</b>	<b><u><a href="#">EFG Hermes Holding [HRHO] – Blueprinting Its Eminence</a></u></b>
16-Dec-20	<u><a href="#">CIB [COMI] – Earnings beat despite higher provisions</a></u>
10-Dec-20	<u><a href="#">MACROView – The Highest Reading in Seven Months</a></u>
7-Dec-20	<u><a href="#">MACROView – Restored Ground</a></u>
6-Dec-20	<u><a href="#">MACROView – Lost Momentum</a></u>
3-Dec-20	<u><a href="#">MACROView – Not as Severe as Expected but All Eyes on the Scars</a></u>
<b>25-Nov-20</b>	<b><u><a href="#">Misr Chemical Industries [MICH] – Pandemic Proof</a></u></b>
10-Nov-20	<u><a href="#">MACROView – An expected rise as the new school year began</a></u>
4-Nov-20	<u><a href="#">MACROView – The Stars Seem to Be Aligned for International Reserves</a></u>
3-Nov-20	<u><a href="#">MACROView – The Highest Reading in Six Years</a></u>
25-Oct-20	<u><a href="#">CIB [COMI] – Short-term pain for longer-term gain</a></u>

## Prime Securities

### Shawkat El Maraghy

Managing Director

T +20233005622

[SElmaraghy@egy.primegroup.org](mailto:SElmaraghy@egy.primegroup.org)

## Sales

### Mohamed Ezzat

Head of Sales & Branches

T +20233005784

[MEzzat@egy.primegroup.org](mailto:MEzzat@egy.primegroup.org)

### Mohamed Ashmawy

Head of Institutional Sales

T +20233005612

[MAshmawy@egy.primegroup.org](mailto:MAshmawy@egy.primegroup.org)

### Amr Alaa CFTe

Team Head-Institutional Desk

T +20233005609

[AAlaa@egy.primegroup.org](mailto:AAlaa@egy.primegroup.org)

### Mohamed ElMetwaly

Manager

T +20233005610

[MElmetwaly@egy.primegroup.org](mailto:MElmetwaly@egy.primegroup.org)

### Emad El Safoury

Manager

T +20233005624

[EElsafoury@egy.primegroup.org](mailto:EElsafoury@egy.primegroup.org)

### Shawkat Raslan

Heliopolis Branch Manager

T +20233008130

[SRaslan@egy.primegroup.org](mailto:SRaslan@egy.primegroup.org)

### Nashwa Abuelatta

Alexandria Branch Manager

T +20233005173

[NAbuelatta@egy.primegroup.org](mailto:NAbuelatta@egy.primegroup.org)

## Research

### Amr Hussein Elalfy CFA

Head of Research

T +20233005724

[AElalfy@egy.primegroup.org](mailto:AElalfy@egy.primegroup.org)

## Head Office

Prime Securities S.A.E.

Regulated by FRA License No. 179.  
Member of the Egyptian Exchange.

2 Wadi El Nil St, Liberty Tower, 7<sup>th</sup> Fl.  
Mohandessin, Giza, Egypt

T +20233005700/770/650/649

F +20237607543

## Branches

### Heliopolis

7 Elheqaz Square  
Heliopolis, Cairo, Egypt

T +20227770600

F +20227770604

### Alexandria

7 Albert Al Awa St.  
Smouha, Alexandria, Egypt

T +20233008170

F +20233054622

## Website

[www.primeholdingco.com](http://www.primeholdingco.com)

## Disclaimer

Information included in this report has no regard to specific investment objectives, financial situation, advices or particular needs of the report users whether they received them directly or through any research pool and other specialized websites. The report is published for information purposes only and is not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. Unless specifically stated otherwise, all price information is only considered as indicator. No express or implied representation or guarantee is provided with respect to completeness, accuracy or reliability of information included in this report. Past performance is not necessarily an indication of future results. Fluctuation of foreign currency rates of exchange may adversely affect the value, price, or income of any products mentioned in this report. Information included in this report should not be regarded by report users as a substitute for the exercise of their own due diligence and analysis based on own assessment and judgment criteria. Any opinions given are subject to change without notice and may significantly differ or be contrary to opinions expressed by other Prime business areas as a result of using different assumptions and criteria. Prime Group is under no obligation responsible to update or keep current the information contained herein. Prime Group, its directors, officers, employees or clients may have or have had interests or long or short positions in the securities and/or currencies referred to herein, and may at any time make purchases and/or sales in them as principal or agent. Prime Group, its related entities, directors, employees, and agents accept no liability whatsoever for any loss or damage of any kind arising from the use of all or part of these information included in this report whether it is received directly or through research pools and other specialized websites. Certain laws and regulations impose liabilities which cannot be disclaimed. This disclaimer shall, in no way, constitute a waiver or limitation of any rights a person may have under such laws and/or regulations. Furthermore, Prime Group or any of the group companies may have or have had a relationship with or may provide or have provided other services, within its objectives to the relevant companies.

Copyrights © 2021, Prime Group, ALL RIGHTS RESERVED. You are hereby notified that distribution and copying of this document is strictly prohibited without the prior approval of Prime Group.