

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

White Friday Gift

1. Today's Trading Playbook

TABLE OF CONTENTS**KEY THEMES**

Thursday night, the Egyptian government handed Egyptian nitrogen fertilizer producers a White Friday gift. It revised local nitrogen fertilizers prices upward, sending the local subsidized price 37-50% higher from nearly EGP3,000-3,290/ton to EGP4,500/ton. Effectively, this will raise the average price per sack of both urea and ammonium nitrate from EGP150-165 to as high as EGP225. The decision came following [the recent c.28% hike in natural gas prices three weeks ago](#) to USD5.75/MMBTu. The new regime will see fertilizers, in addition to their monthly quota, required to sell an additional 10% of their output in the "free" local market (where prices are not subsidized) to ensure availability of fertilizers in the local market. An [official announcement by the Ministry of Agriculture](#) cited the abnormally-high global prices as the driver of that move, which is the same exact reason that was attributed to the recent natural gas price hike. Two questions remain unanswered though:

- (1) Will the prices of either natural gas or local fertilizers be ever revised downward in the future when things get back to normal?
- (2) If yes, will their prices (i.e. natural gas and local fertilizers) be changed simultaneously, or just one of them?

[In the note we published earlier this morning](#), we assessed the impact of higher nitrogen fertilizer prices on three names, Abu Qir Fertilizers [**ABUK**], MOPCO [**MFPC**], and Egypt Kuwait Holding Co. [**EKHO/EKHOA**]. We believe ABUK will benefit the most of the recent nitrogen fertilizers price hike, followed by MFPC then EKHO/EKHOA. We note that this assumes higher local nitrogen fertilizer prices and the natural gas pricing scheme effective since early November 2021. We note that our updated **12M PT for ABUK is EGP31/share (ETR +57%)**. Meanwhile, our updated **12M PT for MFPC is EGP84/share (ETR -8%)**, where we assess the **positive impact for EKHO/EKHOA is USD0.042/share and EGP0.7/share, respectively**.

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

2. TOP NEWS & ANALYSIS

TABLE OF CONTENTS

MACRO NEWS

Fertilizer producers have been given the green light to raise the subsidized prices at which they sell nitrogen fertilizers to farmers to EGP4,500/ton. ([Ministry of Agriculture](#))

French hypermarket chain Géant Casino, a subsidiary of Groupe Casino, is planning to invest EGP1bn to open 15 new supermarkets, hypermarkets, and express markets in Egypt over the next five years. ([Hapi](#))

Remittances from Egyptians working abroad increased by the end of August by 11.6% y/y, recording about USD2.7bn. ([Economy Plus](#))

CORPORATE NEWS

The sale of an additional stake by EGX-listed Abu Qir Fertilizers [ABUK] will go ahead within the next month, the Minister of Public Enterprise said. The minister added that an offering of stakes in four state-owned companies will be completed during H1 2022. ([Reuters](#))

Speed Medical's [SPMD] separate net profit skyrocketed to EGP58.7mn in Q3 2021 (+111% y/y) as revenues jumped to EGP121mn (+125% y/y). The company delivered this impressive performance even after its administrative expenses spiraled up to EGP8.3mn (+208% y/y). ([Company release](#)) Furthermore, **the BoD approved the complete exit from its subsidiary Prime Speed Medical Services (30% owned)** provided that SPMD profits share is paid in full. ([Enterprise](#)) SPMD is currently trading at a TTM P/E of 11.0x.

EFG Hermes Holding [HRHO] finalized its acquisition over 51% stake in aiBank. ([Company disclosure](#))

Misr Capital will reportedly securitize EGP3bn of CI Capital Holding's [CICH] Corplease portfolio. Corplease ended 9M 2021 with an outstanding portfolio of EGP9.8bn. ([Al-Shorouk News](#))

Integrated Diagnostics Holdings (IDH) [IDHC] aims to implement acquisitions in Africa, the Middle East and Asia within the framework of its goals in order to achieve more growth during the coming period. (Al-Borsa)

Arabian Food Industries Co.'s (Domty) [DOMT] CEO announced the company will increase prices gradually due to pressure from global inflation and shipping costs. Also, the company aims at expanding its bakery segment's contribution to revenues. (Al-Mal)

Al-Ahly Football Co.'s BoD is considering to float 49% stake of the company on the EGX.
([Al-Arabiya](#))

GLOBAL NEWS

Long-dated U.S. Treasury yields tumbled on Friday as concerns about new lockdowns related to the spread of COVID-19 in Europe increased demand for safe-haven bonds, though the move was likely exaggerated by low liquidity. ([Reuters](#))

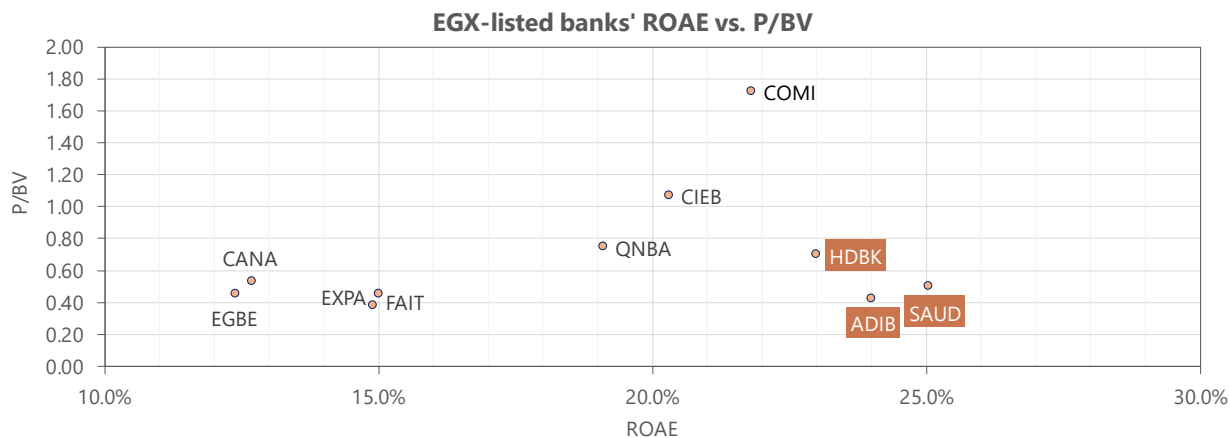
Japan is considering releasing oil from its reserves for the first time to curb surging oil prices, as Prime Minister signaled his readiness to counter oil price hikes following a request from the United States. ([Reuters](#))

First-time claims for unemployment insurance in US were little changed over the past week, indicating the heightened pace of layoffs during the pandemic may have hit a plateau. ([CNBC](#))

3. CHART OF THE DAY

[TABLE OF CONTENTS](#)

Shihab M. Helmy | Senior Equity Analyst
smohammed@egy.primegroup.org



Note: Figures as of 9M 2021.
Source: Banks' financials.

As depicted above, CIB [**COMI**] started to regain its position amongst the high-ROAE banks in terms of its price, while Abu Dhabi Islamic Bank - Egypt's [**ADIB**], Al-Baraka Bank Egypt [**SAUD**], and Housing & Development Bank [**HDBK**] are still trading at unjustified deeply-discount P/BV compared to their very high ROAEs.

4. MARKETS PERFORMANCE

TABLE OF CONTENTS

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
710.4					863.5 1,178.6				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	EGX 30	11,337.99	(1.01%)	4.54%		Gold	1,845.73	(0.71%)	(2.77%)
	EGX 30 TR	4,443.38	(0.93%)	6.51%		Silver	24.62	(0.75%)	(6.76%)
	EGX 70 EWI	2,015.95	(0.83%)	(6.02%)		Brent Oil	78.89	(2.89%)	56.30%
	EGX 100 EWI	2,972.43	(0.67%)	(4.05%)		WTI	75.94	(3.15%)	56.51%
	DFMGI	3,265.14	0.11%	31.03%		Natural Gas	5.07	3.33%	99.49%
	ADSMI	8,349.25	0.14%	65.49%	EGP	USD/EGP	15.70	0.04%	0.25%
	TASI	11,710.45	(1.04%)	34.77%	€	EUR/USD	1.13	(0.71%)	(7.58%)
	QE Index	11,949.75	(0.08%)	14.51%	£	GBP/USD	1.35	(0.32%)	(1.60%)
	S&P 500	4,697.96	(0.14%)	25.08%	¥	USD/JPY	113.99	0.24%	(9.42%)
	Dow 30	35,601.98	(0.75%)	16.32%		6M TB yield	12.66	2	(7)
	NASDAQ	16,057.44	0.40%	24.59%		1Y TB yield	13.29	3	52
	VIX	17.91	1.82%	(21.27%)		10Y TB yield	14.71	(2)	32
	STOXX 50	4,356.47	(0.62%)	22.63%		2Y TB yield	0.52	1	39
EM	MSCI Emerging	1,269.22	(0.37%)	(1.71%)		10Y TB yield	1.55	(4)	62
FM	MSCI Frontier	669.12	(0.96%)	17.05%		30Y TB yield	1.92	(6)	26

* As of market close. 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

DATE	TICKER	TYPE	EVENT
21-Nov-21	MNHD	Lawsuit	To recover EGP24.8mn owed by MNHD to NRPD for the development of 32 buildings in the 6th of October project.
21-Nov-21	FWRV	OGM	Election of a new BoD.
21-Nov-21	WCDF	Cash dividend	Deadline for eligibility for a dividend of EGP13.00/share.
22-Nov-21	WCDF	Cash dividend	The ex-date for dividends of EGP13.00/share.
24-Nov-21	AUTO	Conference Call	Discussing Q3 2021 earnings.
24-Nov-21	WCDF	Cash dividend	Date for paying out a dividend of EGP13.00/share.
24-Nov-21	NRPD	OGM	Approving the financial statements ending 31 Dec. 2020.
25-Nov-21	TALM	OGM	Approving the financial statements and the proposed dividend.
25-Nov-21	TALM	EGM	Amending articles 4 & 21 of the bylaws.
25-Nov-21	ISPH	EGM	Approving increasing issued capital and amending articles 3, 4, 6 & 7 of the bylaws.
25-Nov-21	RMDA	OGM	Discussing the agenda.
28-Nov-21	EAST	Cash dividend	Deadline for eligibility for a dividend of EGP1.6/share.
30-Nov-21	ZMID	Cash dividend	Date for paying out EGP0.15/share (3rd round).
30-Nov-21	UEFM	Cash dividend	Deadline for eligibility for a dividend of EGP10.00/share.
30-Nov-21	MOIN	Cash dividend	Deadline for eligibility for a dividend of EGP0.25/share.

1-Dec-21	UEFM	Cash dividend	Ex-dividend date for EGP10.00/share.
1-Dec-21	EAST	Cash dividend	Date for paying out a dividend of EGP1.00/share (1st round).
1-Dec-21	MSCI		MSCI's November 2021 Semi-Annual Index Review Effective Date.
1-Dec-21	CIRA	OGM	Approving the financial statements and other agenda items.
2-Dec-21	GDWA	EGM	Approving changes to the bylaws.
2-Dec-21	CAED	OGM	Approving the financial statements and other agenda items.
4-Dec-21	NEDA	OGM	Board election.
5-Dec-21	MOIN	Cash dividend	Date for paying out a dividend of EGP0.125/share (1st installment).
5-Dec-21	UEFM	Cash dividend	Date for paying out a dividend of EGP10.00/share.
6-Dec-21	ACGC	OGM	Approving the financial statements and other agenda items.
7-Dec-21	ORWE	OGM	Discussing netting contracts.
11-Dec-21	UEFM	EGM	Amending articles of the bylaws.
13-Dec-21	MNHD	OGM	Approving its fair value study.
13-Dec-21	MNHD	EGM	Approving increasing the issued capital and amending articles 6 & 7 of the bylaws.
14-15 Dec-21		FOMC	Determining U.S. Monetary stance.
16-Dec-21		MPC Meeting	Determining the CBE's policy rate.
26-Dec-21	AIH	Lawsuit	A court session discussing legal disputes relevant to the company.

7. LATEST RESEARCH

TABLE OF CONTENTS

DATE	PUBLISHED REPORT
17-Nov-21	<u>EFG Hermes Holding [HRHO] – Earnings Growth Skyrocketing ex-One-Offs</u>
17-Nov-21	<u>Orascom Construction [ORAS] – BESIX – Back on Track Again</u>
15-Nov-21	<u>B Investments Holding [BINV] – Growth Dented Across the Board – Take 2</u>
15-Nov-21	<u>Elsewedy Electric [SWDY] – A Quarter to Forget?</u>
14-Nov-21	<u>Misr Chemical Industries [MICH] – A Healthy Kick-off to a Promising Year</u>
14-Nov-21	<u>Abu Qir Fertilizers [ABUK] – A “One-of-a-Kind” Quarter</u>
14-Nov-21	<u>Commercial International Bank [COMI] – Elegant Earnings Growth on All Fronts</u>
10-Nov-21	<u>MACROView – The Calm Before the Storm, or Maybe Not</u>
10-Nov-21	<u>CI Capital Holding [CICH] – Record-Breaking Quarter</u>
7-Nov-21	<u>Crédit Agricole Egypt (CAE) [CIEB] – Earnings Recover on Lower Provisions</u>
4-Nov-21	<u>MACROView – Underlying Strength, but Gathering Headwinds</u>
3-Nov-21	<u>MACROView – Gathering Clouds</u>
1-Nov-21	<u>TAKEStock – Separating the Wheat from the Chaff</u>
31-Oct-21	<u>TAKEStock – Natural Gas Price Hike</u>
19-Oct-21	<u>MACROView – The Storm Is Gone but the Headwinds Persist</u>
13-Oct-21	<u>e-finance [EFIH] – An Eye-Opening IPO</u>
10-Oct-21	<u>MACROView – Walking a Tightrope</u>

6-Oct-21	<u>MACROView – On “Risk Control” Mode</u>
6-Oct-21	<u>MACROView – The Tortuous Path to Recovery</u>
19-Sep-21	<u>TAKEStock – Consumer Staples (Food & Beverage) – All You Can Eat Festival</u>
15-Sep-21	<u>MACROView – Deciphering the Din of Battle</u>
14-Sep-21	<u>TAKEStock – Orascom Investment Holding [OIH] — Monetization at Play</u>
9-Sep-21	<u>MACROView – Hot Summer Winds</u>
7-Sep-21	<u>MACROView – The Global Blessing Windfall</u>
6-Sep-21	<u>MACROView – Tempered, But Cautious, Optimism</u>
5-Sep-21	<u>Misr Chemical Industries [MICH] – Nice While It Lasted</u>
29-Aug-21	<u>Orascom Construction [ORAS] – Recovery on Track Although Below Estimates</u>
24-Aug-21	<u>Abu Qir Fertilizers [ABUK] – When the Stars Align</u>
18-Aug-21	<u>EFG Hermes Holding [HRHO] – Solid Business, Strong Financial Growth</u>
17-Aug-21	<u>Elsewedy Electric [SWDY] – Impressive Set of Results</u>
17-Aug-21	<u>Commercial International Bank [COMI] – Adjustment Post Stock Dividend</u>
16-Aug-21	<u>B Investments Holding [BINV] – Growth Dented Across the Board</u>
11-Aug-21	<u>Crédit Agricole Egypt (CAE) [CIEB] – Non-Interest Income Heals Earnings Growth</u>
10-Aug-21	<u>MACROView – July’s Feverous Inflation</u>
9-Aug-21	<u>CI Capital Holding [CICH] – Robust Exit Saves the Day</u>
5-Aug-21	<u>MACROView – The Sky Is No Blue</u>
4-Aug-21	<u>MACROView – Constrained Recovery</u>
26-Jul-21	<u>EFG Hermes Holding [HRHO] – FV and 12MPT Adjustment to Bonus Share Action</u>
13-Jul-21	<u>Commercial International Bank [COMI] – Tamed Credit Provisions Spur Annual Growth</u>
8-Jul-21	<u>MACROView – Inflation Edged Up, As Expected</u>
8-Jul-21	<u>MACROView – External Buffers Still Powering Ahead</u>
6-Jul-21	<u>MACROView – A Steady and Slow Recovery in the Making</u>
5-July-21	<u>Abu Qir Fertilizers [ABUK] – Talking U</u>
16-June-21	<u>B Investments Holding [BINV] – Strong Financials, Growing Investments</u>
14-June-21	<u>Al-Shams Housing & Development [ELSH] – Earnings Flattened by Factoring Cost</u>
10-June-21	<u>MACROView – Inflation Risk Rising, but Still Within Target</u>
8-June-21	<u>TAKEStock – Telecom Egypt [ETEL] – Show Me the Dividends</u>
6-June-21	<u>MACROView – Further Enhancement</u>
3-June-21	<u>MACROView – Contraction Eased</u>

23-May-21	<u>Orascom Construction [ORAS] – Earnings Short of Our Estimates</u>
23-May-21	<u>CI Capital Holding [CICH] – Earnings Dented by One-off ESOP Expense</u>
22-May-21	<u>Commercial International Bank [COMI] – Earnings Growth Driven by Lower Provisions</u>
20-May-21	<u>Crédit Agricole Egypt (CAE) [CIEB] – Slowing Lending Inhibits Earnings Growth</u>
20-May-21	<u>EFG Hermes Holding [HRHO] – Recovery Signs; Back on Track</u>
18-May-21	<u>B Investments Holding [BINV] – Exits Kick Off, Unlocking Value</u>
18-May-21	<u>Elsewedy Electric [SWDY] – Financials promise a buoyant year ahead</u>
17-May-21	<u>Misr Chemical Industries [MICH] – Another Chapter of Strong Annual Growth</u>
11-May-21	<u>MACROView – Inflation Eased but Stage Still Set for a Pick-Up</u>
9-May-21	<u>MACROView – Stability Prevailed</u>
6-May-21	<u>MACROView – The Road to Recovery Gets Longer</u>
18-Apr-21	<u>MACROView – Challenges Remain Daunting</u>
13-Apr-21	<u>Crédit Agricole Egypt (CAE) [CIEB] – The Value Algorithm</u>
12-Apr-21	<u>Orascom Construction [ORAS] – Rich in Value</u>
11-Apr-21	<u>MACROView – Monthly Reading Pressured By Seasonality</u>
6-Apr-21	<u>MACROView – FX Assets Well Placed to Mitigate Potential Risks</u>
6-Apr-21	<u>MACROView – Still Downbeat</u>
28-Mar-21	<u>Taaleem Management Services [TALM] – Enriching the Education Sector</u>
18-Mar-21	<u>EFG Hermes Holding [HRHO] – Challenging Year, Yet Growth Continues</u>
10-Mar-21	<u>MACROView – Still Below the Target, but Global Headwinds Cloud the Horizon</u>
8-Mar-21	<u>MACROView – Buffers Grew Despite Signs of Unwelcome Tightening of Financial Conditions</u>
7-Mar-21	<u>Al-Shams Housing & Development [ELSH] – Making Hay While the Sun Shines</u>
3-Mar-21	<u>MACROView – Weak Demand Still Weighing on the Rebound Trajectory</u>
2-Mar-21	<u>MACROView – Commodity Supercycle: Real or Hype?</u>
1-Mar-21	<u>Commercial International Bank [COMI] – Earnings Beat Despite Higher Provisions</u>
25-Feb-21	<u>Elsewedy Electric [SWDY] – Strong Set of Results Driven by Turnkey</u>
22-Feb-21	<u>CI Capital Holding [CICH] – Got the Hit, Yet Better Than Expected</u>
10-Feb-21	<u>MACROView – Disinflation Continues Amid Acceleration in Global Commodity Prices</u>
8-Feb-21	<u>Misr Chemical Industries [MICH] – Annually Wild, Quarterly Tamed</u>
4-Feb-21	<u>MACROView – External Buffers Are Still Restoring Grounds</u>
3-Feb-21	<u>MACROView – A Fragile Improvement but Favorable Sentiment</u>
3-Feb-21	<u>MACROView – External Woes vs. Cautious Optimism</u>

1-Feb-21	<u>STANDPoint – Egypt 2021 Investing Playbook</u>
14-Jan-21	<u>CI Capital Holding [CICH] – New Expansions = Further Growth</u>
10-Jan-21	<u>MACROView – Below End-of-Year Target</u>
6-Jan-21	<u>MACROView – On the Path to Further Recovery</u>
5-Jan-21	<u>MACROView – Rutted Road to Recovery</u>
28-Dec-20	<u>Elsewedy Electric [SWDY] – More Growth to Come</u>
22-Dec-20	<u>EFG Hermes Holding [HRHO] – Blueprinting Its Eminence</u>
16-Dec-20	<u>CIB [COMI] – Earnings beat despite higher provisions</u>
10-Dec-20	<u>MACROView – The Highest Reading in Seven Months</u>
7-Dec-20	<u>MACROView – Restored Ground</u>
6-Dec-20	<u>MACROView – Lost Momentum</u>
3-Dec-20	<u>MACROView – Not as Severe as Expected but All Eyes on the Scars</u>

Prime Securities

Shawkat El Maraghy

Managing Director

T +20233005622

SElmaraghy@egy.primegroup.org

Sales

Mohamed Ezzat

Head of Sales & Branches

T +20233005784

MEzzat@egy.primegroup.org

Mohamed Ashmawy

Head of Institutional Sales

T +20233005612

MAshmawy@egy.primegroup.org

Amr Alaa CFTe

Team Head-Institutional Desk

T +20233005609

AAlaa@egy.primegroup.org

Mohamed ElMetwaly

Manager

T +20233005610

MElmetwaly@egy.primegroup.org

Emad El Safoury

Manager

T +20233005624

EElsafoury@egy.primegroup.org

Shawkat Raslan

Heliopolis Branch Manager

T +20233008130

SRaslan@egy.primegroup.org

Nashwa Abuelatta

Alexandria Branch Manager

T +20233005173

NAbuelatta@egy.primegroup.org

Research

Amr Hussein Elalfy CFA

Head of Research

T +20233005724

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, 7th 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

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.