

It's Raining Results

TODAY'S TOP NEWS & ANALYSIS

MACRO

The Egyptian government is targeting to attract FDIs worth USD10bn during FY23 and is reportedly looking for non-oil exports to reach USD35bn during FY23. ([Egyptian Cabinet, Enterprise](#))

Net foreign direct investments have grown by 183% in Q1 2022 to USD4.1bn compared to USD1.4bn last year. ([Economy plus](#))

The International Monetary Fund (IMF) expects Egypt to achieve the fourth highest growth rate among the most important global economies by 2023. ([Arab finance](#))

Egypt's agricultural exports have increased to USD2.5bn (+11.4% y/y) during the period between September 2021 and June 2022. ([Mubasher](#))

The Financial Regulatory Authority (FRA) is studying the possibility of increasing the minimum free float requirement for EGX-listed companies to be 10% of their total shares, up from a current 5%. ([Enterprise](#))

CORPORATE

Alexandria Mineral Oils' [AMOC] preliminary 2021/22 consolidated bottom line before minority came in at EGP1.3bn (+146% y/y). Astonishing bottom line performance was sparked by an 81% y/y improvement in top line of EGP18.4bn, coupled with a 4pp y/y improvement in GPM to 14%. Strong annual performance is anchored by **(1)** improvement in sales volumes, **(2)** higher average selling prices given the situation of the oil market throughout the year, **(3)** better output mix, and **(4)** better crack spreads. We note that AMOC achieved Q4 2021/22 bottom line before minority of EGP465mn (+31% q/q) in view of a 20% sequential growth in total revenues of EGP6.2bn as well as a considerable 5.4pp improvement in GPM to 20%. AMOC is currently traded at 2021/22 P/E of 4x. ([Company disclosure](#))

Egyptian Financial & Industrial Co.'s [EFIC] preliminary standalone H1 2022 results showed the bottom line growing to EGP247.4mn vs. EGP37.4mn a year earlier. Outstanding bottom line growth came in view of a 114% growth in the top line to EGP847mn due to substantially higher selling prices. As a result, GPM improved significantly to 51% vs. 39% a year earlier. ([Company disclosure](#))

Elsowedy Electric [SWDY], Electro Cable Egypt [ELEC], and Egytrans [ETRS] continue to buy back shares from the market. The aforementioned three companies bought back 250,000, 100,000, and 420,000 treasury shares, respectively, during yesterday's session. This trend continues as companies perceive market prices currently to be low and a share buyback should help boost EPS and ROE for stocks as well as boost trading volumes in the market. (Company Disclosure: [1](#) [2](#) [3](#))

Arab Drugs [ADCI] announced its 11M 2021/22 results, reporting a decrease in net profits to EGP74mn (-22% y/y). Meanwhile, revenues decreased to EGP487mn (-3.4% y/y) on lower volumes compared to EGP504mn a year earlier. ([Company disclosure](#))

Foodico [INFI] announced its H1 2022 results, reporting an increase in net earnings of EGP8.4mn on higher revenues of EGP50mn (+75% y/y) as well as better GPM. ([Company disclosure](#))

El Nasr for Manufacturing Agricultural Crops' [ELNA] BoD approved a capital increase from EGP78mn to EGP118mn to operate its Beni Suef factory and pay off insurance dues. ([Company disclosure](#))

Solid Capital has acquired Abu Dhabi Islamic Bank - Egypt's [ADIB] stake in Cairo National Co. for Securities. ([Mubasher](#))

GLOBAL

Oil prices dropped on Monday, as weak manufacturing data from China and Japan for July weighed on the outlook for demand, while investors braced for this week's meeting of officials from OPEC and other top producers on supply adjustments. ([Reuters](#))

According to Turkey's presidential spokesperson, Ukraine is expected to send its first wheat shipment through the Black Sea today. ([Enterprise](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
633.4					655.0 806.5				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	↗	EGX 30	9,467.08	1.04%	(20.77%)		↗	Gold	1,765.94 0.58% (3.67%)
	↗	EGX 30 TR	3,826.04	0.95%	(18.88%)		↗	Silver	20.36 1.73% (13.46%)
	↗	EGX 70 EWI	1,868.30	1.13%	(15.15%)		↘	Brent Oil	103.97 (0.72%) 38.90%
	↗	EGX 100 EWI	2,734.85	0.99%	(15.99%)		↘	WTI	98.62 (1.13%) 36.26%
	↗	DFMGI	3,337.96	1.11%	4.44%		↘	Natural Gas	8.23 (3.90%) 112.01%
	↗	ADSMI	9,663.47	1.04%	13.84%	EGP	↘	USD/EGP	18.94 (0.16%) (17.05%)
	↗	TASI	12,199.08	0.36%	8.13%	€	↗	EUR/USD	1.02 0.02% (10.10%)
	↗	QE Index	13,370.03	1.89%	15.00%	£	↗	GBP/USD	1.22 0.09% (9.98%)
	↗	S&P 500	4,130.29	1.42%	(13.34%)	¥	↗	USD/JPY	133.27 0.75% (13.21%)
	↗	Dow 30	32,845.13	0.97%	(9.61%)		↗	6M TB yield	15.63 5 290
	↗	NASDAQ	12,390.69	1.88%	(20.80%)		↗	1Y TB yield	16.29 24 352
	↘	VIX	21.33	(4.48%)	23.87%		↗	10Y TB yield	14.68 30 29
	↗	STOXX 50	3,708.10	1.53%	(13.73%)		↘	2Y TB yield	2.88 (12) 275
EM	↘	MSCI Emerging	993.78	(0.38%)	(19.34%)		↘	10Y TB yield	2.65 (14) 172
FM	↗	MSCI Frontier	520.36	0.16%	(21.83%)		↘	30Y TB yield	3.01 (6) 135

* As of market close, except for commodities and currencies at 8.3am CLT. Change in Treasuries is in basis points.

Source: Bloomberg, CBE.

KEY DATES

DATE	TICKER	TYPE	EVENT
1-Aug-22	ORAS	EGM	Approval of appointing Renad Younes as Independent Non-Executive Director
3-Aug-22	MNHD	Stock dividend	Last date for eligibility for a 0.12-for-1 stock dividend.
4-Aug-22	MNHD	Stock dividend	Date for distributing a 0.12-for-1 stock dividend.
7-Aug-22	AIVC	OGM	Approving financials ended 31 January 2022.
7-Aug-22	ABUK	OGM	A board reshuffle.
7-Aug-22	ABUK	EGM	Amending Articles No. 7 & 21 of the company's bylaws.
11-Aug-22		MSCI	MSCI's August 2022 Quarterly Index Review Announcement.
11-Aug-22	UNIT	EGM	Approving decreasing the issued capital & amending Articles No. 6 & 7 of the company's bylaws.
14-Aug-22	GMFC	Subscription in the capital increase	Last day of subscription in the GMFC's EGP98mn capital increase.
16-Aug-22	MNHD	OGM	To discuss allowing OCDI to conduct due diligence.
17-Aug-22	ETRS	EGM	To discuss selling the company's branch headquarters in Alexandria.
17-Aug-22	SWDY	Cash dividend	Deadline for eligibility for a dividend of USD0.2313/share.
18-Aug-22	SWDY	Cash dividend	Ex-dividend date for USD0.2313/share.
18-Aug-22		MPC Meeting	Determining the CBE's policy rate.
23-Aug-22	SWDY	OGM	Approving the authorization of the Chairman or the Managing Director to participate in establishing companies and entering as a partner or shareholder in other new or existing companies.

23-Aug-22	SWDY	EGM	Discussing capital reduction by cancelling SWDY's treasury stocks & amending Articles No. 6 & 7 of the company's bylaws.
24-Aug-22	SWDY	Cash dividend	Payment date for a dividend of USD0.2313/share.
24-Aug-22	MOIL	OGM	Appointing Peter William as a member of the BoD representing EFG Capital Partners III.

LATEST RESEARCH

DATE	PUBLISHED REPORT
31-July-22	<u>Ghazl El-Mahalla Football Co. [GMFC] - IPO Update</u>
14-Jun-22	<u>Ghazl El-Mahalla Football Co. [GMFC] - In a League of Its Own</u>
8-Jun-22	<u>TAKEStock – Delta Sugar [SUGR] - Sweet and Sour</u>
7-Jun-22	<u>TAKEStock – Orascom Financial Holding [OFH] - Triple-Digit Upside</u>
25-May-22	<u>TAKEStock – The Egyptian Cement Industry - Gauging the Impact</u>
23-May-22	<u>Cairo for Investment & Real Estate Development [CIRA] – Head of the Class</u>
19-May-22	<u>MACROView – A New Game Plan</u>
17-May-22	<u>MACROView – All Uphill from Here</u>
15-May-22	<u>EGYPTBanks – Harness the Hike</u>
15-May-22	<u>TAKEStock – Hidden “valu”</u>
28-Apr-22	<u>MACROView – Din of Battle Getting Louder</u>
17-Apr-22	<u>MACROView – Before the Grand Storm</u>
14-Apr-22	<u>EFG Hermes Holding [HRHO] – Rating Cut on Withdrawal of FAB’s Bid</u>
12-Apr-22	<u>MACROView – Mounting External Vulnerabilities</u>
10-Apr-22	<u>MACROView – Much Higher Inflation ... and Longer</u>
24-Mar-22	<u>EFG Hermes Holding [HRHO] – The Best Is Yet to Come</u>
23-Mar-22	<u>CI Capital Holding [CICH] – A Year to Remember</u>
22-Mar-22	<u>Orascom Construction [ORAS] – A Clear Devaluation Winner</u>
10-Mar-22	<u>MACROView – The Dizzying Speed</u>
6-Mar-22	<u>MACROView – On the Back Foot</u>
2-Mar-22	<u>MACROView – Calculating the Ferocity</u>
1-Mar-22	<u>Housing & Development Bank [HDBK] – Credit Provisions Flattened Earnings Growth</u>
27-Feb-22	<u>Export Development Bank of Egypt [EXPA] – A Year to Forget</u>
22-Feb-22	<u>Commercial International Bank (CIB) [COMI] – 2021, a Grand Finale</u>
21-Feb-22	<u>Crédit Agricole Egypt (CAE) [CIEB] – Non-Interest Income Saves the Day</u>
20-Feb-22	<u>Abu Dhabi Islamic Bank - Egypt [ADIB] – Wise Utilization Enhances Profitability</u>

17-Feb-22	<u>Al Baraka Bank Egypt [SAUD] – Earnings Pressured by Higher Cost of Risk</u>
16-Feb-22	<u>MACROView – A Soothing Message From the CBE ... and Our Takeaways</u>
14-Feb-22	<u>Abu Qir Fertilizers [ABUK] – Another Record-High Quarter</u>
13-Feb-22	<u>Misr Chemical Industries [MICH] – Annually Wild, Quarterly Tamed</u>
10-Feb-22	<u>MACROView – Ebb and Flow</u>
10-Feb-22	<u>MACROView – The Cloudy Year Has Just Begun</u>
9-Feb-22	<u>Elsewedy Electric [SWDY] – Ending 2021 on a Good Note</u>
8-Feb-22	<u>MACROView – A Fall in Disguise</u>
7-Feb-22	<u>Macro Group Pharmaceuticals [MCRO] – Not the Usual Pharma Stock</u>
1-Feb-22	<u>MACROView – The Ripple Effect</u>
31-Jan-22	<u>Obour Land For Food Industries [OLFI] – Double-Digit Growth Complements a Resilient Story</u>
30-Jan-22	<u>STANDPoint – Egypt Valuation Repertoire — 2022 Outlook</u>
12-Jan-22	<u>QNB Alahli [QNBA] – Slow Earnings Pace Despite Assets Growth</u>
10-Jan-22	<u>MACROView – The Last Reading Ahead of a Cloudy Year</u>
30-Dec-21	<u>EGYPTCeramics – From Dusk to Dawn</u>
26-Dec-21	<u>Obour Land For Food Industries [OLFI] – A Play on Consumption Recovery</u>
22-Dec-21	<u>MACROView – The Return of the ‘Vigilante’</u>
14-Dec-21	<u>MACROView – When “Bad” Inflation Clouds the Path of “Good” Inflation</u>
9-Dec-21	<u>MACROView – Another Retreat ... Until Further Notice</u>
8-Dec-21	<u>MACROView – For Stormy Days, Eyes on the Ball</u>
7-Dec-21	<u>EGYPTBanks – Takeoff Time</u>
5-Dec-21	<u>MACROView – Searching for Lost Momentum</u>
21-Nov-21	<u>TAKEStock – Nitrogen Fertilizers Local Price Hike</u>
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>Elsowedy 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>

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