

At Top Speed

TODAY'S TOP NEWS & ANALYSIS

Egypt's remittances hit a record high in FY22

More wheat on the way

CBE performed a deposit market operation yesterday

Abu Qir Fertilizers' earnings skyrocket in 2021/22

MNHD records EGP1.5bn in new sales in July 2022

Chimera reportedly interested in GB Auto's NBFS firm

Emerging markets fund lowers its stake in Lecico Egypt

Ezdehar taps Egypt's retail sector

MACRO

Egypt's remittances hit a record high in FY22

Egypt's remittances grew by 1.6% y/y to USD31.9bn in FY22. Meanwhile, remittances during Q4 FY22 rose 3% y/y to USD8.3bn, with USD2.8bn registered in June 2022 (-3% y/y). ([Al-Mal](#))

More wheat on the way

GASC has reportedly bought 240,000 tons of Russian wheat directly from suppliers for delivery in September, October, and November. ([Enterprise](#))

CBE performed a deposit market operation yesterday

In pursuit of containing the money supply, the **Central Bank of Egypt (CBE)** has performed a CBE deposit operation in an auction that took place yesterday for EGP100bn. Submitted bids reached EGP374.6bn (i.e. a coverage ratio of 3.7x) at a fixed rate of 11.75% for a tenor of seven days. ([CBE](#)).

CORPORATE

Abu Qir Fertilizers' earnings skyrocket in 2021/22

Abu Qir Fertilizers' [**ABUK**] 2021/22 results showed net earnings leaping to EGP9.0bn vs. EGP3.5bn a year earlier (+157% y/y).

- Such bottom line performance was sparked by an 85% growth in top line to EGP16.3bn due to rallying urea prices despite 4% y/y lower sales volumes in view of a one-month stoppage for Abuqir III factory annual maintenance.
- GPM improved to 65% vs. 44% despite higher natural gas costs as a result of higher local and export prices, given rallying urea prices.
- Q4 2021/22 showed a sequential weakness, where earnings dropped 44% q/q due to slower momentum of urea prices in the last quarter besides the aforementioned one-month stoppage which took place in May 2022.
- ABUK's BoD has proposed a cash dividend distribution of EGP2.5/share, implying a 10% yield.

ABUK is now traded at 2021/22 P/E of only 2.5x. ([Company disclosure](#))

MNHD records EGP1.5bn in new sales in July 2022

Madinet Nasr Housing & Development [**MNHD**] booked EGP1.5bn in new sales during the month of July 2022, a single-month record high throughout its history. New sales were driven by the launches of Elect and Taj Ville in addition to the sale of ready-to-move inventory at Croons and Taval at Sarai. The launch of the first two phases of MNHD's latest project Elect during July helped boost monthly sales. ([Company disclosure](#))

Chimera reportedly interested in GB Auto's NBFS firm

UAE-based **Chimera** could be looking to acquire a minority stake in GB Auto's [**AUTO**] **MNT Halan**. ([Asharq Business](#))

Emerging markets fund lowers its stake in Lecico Egypt

Coronation Africa Frontiers Fund Universal sold 1.98mn shares in Lecico Egypt [**LCSW**] in a transaction amounting to EGP16.8mn at an average price of EGP8.44/share. Thus, the fund decreased its stake in LCSW from 5.05% to 2.57%. ([Company disclosure](#))

Ezdehar taps Egypt's retail sector

Ezdehar Management, an Egypt-based private equity firm, has acquired a controlling 60% stake in retail supermarket chain **Zahran Market**. ([Enterprise](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
685.0					1,731.3 872.3				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	EGX 30	10,137.89	(1.06%)	(15.16%)		Gold	1,748.15	0.68%	(4.54%)
	EGX 30 TR	4,104.15	(1.00%)	(12.99%)		Silver	19.12	0.67%	(18.22%)
	EGX 70 EWI	2,188.09	(0.26%)	(0.62%)		Brent Oil	100.22	(0.10%)	34.73%
	EGX 100 EWI	3,130.63	(0.56%)	(3.83%)		WTI	93.74	(0.03%)	32.04%
	DFMGI	3,392.69	(0.45%)	6.16%		Natural Gas	9.19	1.10%	149.17%
	ADSMI	10,019.05	(0.21%)	18.03%	EGP	USD/EGP	19.17	(0.01%)	(18.11%)
	TASI	12,420.77	(1.11%)	10.10%	€	EUR/USD	1.00	(0.28%)	(12.56%)
	QE Index	13,593.66	(1.50%)	16.93%	£	GBP/USD	1.18	(0.24%)	(12.74%)
	S&P 500	4,128.73	(0.22%)	(13.37%)	¥	USD/JPY	136.77	0.52%	(15.82%)
	Dow 30	32,909.59	(0.47%)	(9.44%)		6M TB yield	16.37	17	364
	NASDAQ	12,381.30	(0.00%)	(20.86%)		1Y TB yield	16.60	13	383
	VIX	24.11	1.30%	40.01%		10Y TB yield	14.68	30	29
	STOXX 50	3,652.52	(0.16%)	(15.03%)		2Y TB yield	3.30	0	317
EM	MSCI Emerging	989.54	(0.24%)	(19.68%)		10Y TB yield	3.04	2	211
FM	MSCI Frontier	531.75	0.39%	(20.11%)		30Y TB yield	3.25	3	159

* 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
24-Aug-22	ALCN	BoD meeting	Discussing financial results.
24-Aug-22	ORAS	Cash dividend	Payment date for a dividend of EGP4.39/share.
24-Aug-22	MOIL	OGM	Appointing Peter William as a member of the BoD representing EFG Capital Partners III.
25-Aug-22	CSAG	BoD meeting	Discussing financial results 2021/22.
29-Aug-22	DSCW	Earnings Announcement	Announcing Q2 2022 financial results.
30-Aug-22	PHDC	Cash dividend	Payment date for a dividend of EGP0.05/share (2nd installment).
30-Aug-22	MNHD / NRPD	Lawsuit	Postponed from 22 August 2022, a lawsuit filed by National Real Estate Bank for Development [NRPD] against Madinet Nasr Housing & Development [MNHD], demanding EGP42mn in relation to a project in the Sixth of October City.
31-Aug-22	MICH	BoD meeting	Follow up on production, sales and exports.
31-Aug-22	BTFH	OGM	Electing board members.
31-Aug-22	ORAS	Financial results Announcement	Q2 2022 financial results' announcement
1-Sep-22		MSCI	MSCI's August 2022 Quarterly Index Review Effective Date.
12-Sep-22	EGBE	OGM	Approving financial statements.
12-Sep-22	EGBE	EGM	Discussing applying a reward system for the bank & amending Articles No. 6 & 7 of the bank's bylaws.
12-Sep-22	AMER	OGM	Approving financial statements and the proposed dividends.

LATEST RESEARCH

DATE	PUBLISHED REPORT
22-Aug-22	<u>Credit Agricole Egypt [CIEB] – Core Coverage Update</u>
31-Jul-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>

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