

The M&A Saga Continues

TODAY'S TOP NEWS & ANALYSIS

The government sees a flexible exchange rate as good for the economy

Egypt's PMI rose in August, but still in contraction mood

Mwani Qatar is reportedly interested to invest in Sokhna port

Americana Egypt is looking to expand its operations

QIA is potentially eyeing a stake in Vodafone Egypt

CIB has submitted its capital increase documents to the EGX

Aman Microfinance is in talks for EGP1bn facility

MACRO

The government sees a flexible exchange rate as good for the economy

In a meeting with Bloomberg TV, Hala El-Said, minister of planning, has said that the government believes that a flexible exchange rate is definitely good for the economy. ([Bloomberg](#))

Egypt's PMI rose in August, but still in contraction mood

Egypt Purchasing Manager's Index (PMI) climbed to 47.6 in August 2022 vs. July's reading of 46.4. The reading of August is the highest reading since February, yet it remains within contraction territories. ([S&P Global](#))

Mwani Qatar is reportedly interested to invest in Sokhna port

Mwani Qatar is reportedly interested to invest in the Sokhna seaport. There are no further details available yet. (Al-Mal)

Americana Egypt is looking to expand its operations

Americana Egypt is planning to invest USD26mn in new food production lines in Egypt. ([Enterprise](#))

CORPORATE

QIA is potentially eyeing a stake in Vodafone Egypt

News sources point to a heightened interest from the **Qatar Investment Authority (QIA)**, Qatar Sovereign Wealth Fund, to buy part of Telecom Egypt's **[ETEL]** stake at Vodafone Egypt **[VODE]**. We note that ETEL owns a 45% stake in VODE. However, ETEL has denied yesterday receiving any offers. Moreover, news sources said that Vodafone Global might not exercise the right of the first refusal if ETEL is to sell part or its entire stake at VODE. ETEL stock price soared yesterday, closing at EGP17.68/share. ETEL is one of the 15 stocks we had picked in our [STANDPoint 2022 strategy outlook published on 30 January 2022](#). We have an Overweight rating for the name, with our 12MPT of EGP28.1/share (ETR +59%). ([Enterprise](#), [Company disclosure](#))

CIB has submitted its capital increase documents to the EGX

Commercial International Bank (CIB) **[COMI]** has submitted its capital increase documents to the EGX. COMI is looking to increase its paid-in capital from EGP19.85bn to EGP29.82bn through issuing c.1.0bn shares as bonus shares at a par value of EGP10/share, to be financed from COMI's general reserves as of 31 December 2021. ([Enterprise](#))

Aman Microfinance is in talks for EGP1bn facility

Aman, subsidiary of Raya Financial Holding **[RAYA]**, is in negotiations to obtain c. EGP1bn as credit facilities from four banks. ([Enterprise](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.			
695.3					2,740.5 901.8			
			daily chg.	ytd chg.			daily chg.	ytd chg.
	↗	EGX 30	10,177.64	1.81% (14.83%)		↘	Gold	1,710.40 (0.10%) (6.09%)
	↗	EGX 30 TR	4,117.68	1.86% (12.70%)		↗	Silver	18.16 0.64% (21.12%)
	↗	EGX 70 EWI	2,233.52	2.06% 1.44%		↘	Brent Oil	95.74 (0.81%) 28.62%
	↗	EGX 100 EWI	3,204.13	2.08% (1.57%)		↗	WTI	86.87 2.10% 24.97%
	↘	DFMGI	3,354.43	(1.18%) 4.96%		↘	Natural Gas	8.79 (0.64%) 134.05%
	↘	ADSMI	9,686.81	(0.69%) 14.12%	EGP	↗	USD/EGP	19.23 0.16% (18.30%)
	↘	TASI	12,099.84	(0.77%) 7.25%	€	↗	EUR/USD	0.99 0.31% (12.40%)
	↘	QE Index	13,038.02	(0.76%) 12.15%	£	↗	GBP/USD	1.15 0.54% (14.43%)
	↘	S&P 500	3,924.26	(1.07%) (17.66%)	¥	↘	USD/JPY	140.60 (0.28%) (18.46%)
	↘	Dow 30	31,318.44	(1.07%) (13.81%)		↘	6M TB yield	16.38 (4) 365
	↘	NASDAQ	11,630.86	(1.31%) (25.66%)		↗	1Y TB yield	16.88 7 411
	↗	VIX	25.99	2.04% 50.93%		↗	10Y TB yield	14.68 30 29
	↘	STOXX 50	3,490.01	(1.53%) (18.81%)		↗	2Y TB yield	3.48 8 335
EM	↘	MSCI Emerging	967.80	(0.43%) (21.45%)		↗	10Y TB yield	3.24 4 231
FM	↘	MSCI Frontier	523.25	(0.32%) (21.39%)		↗	30Y TB yield	3.38 3 172

* 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
12-Sep-22	AMER	OGM	Approving financial statements and the proposed dividends.
14-Sep-22	DOMT	Acquisition offer	End date for the MTO at a price of EGP5/share.
17-Sep-22	AMES	Acquisition offer	End date for the MTO at a price of EGP47.67/share.
17-Sep-22	ALCN	OGM	A board reshuffle.
20-21 Sep-2022		FOMC	Determining the Fed's policy rate and monetary stance.
21-Sep-22	EGBE	OGM	Approving financial statements.
21-Sep-22	EGBE	EGM	Discussing applying a reward system for the bank & amending Articles No. 6 & 7 of the bank's bylaws.
22-Sep-22		MPC Meeting	Determining the CBE's policy rate.
24-Sep-22	IFAP	OGM	Approving financial statements.
24-Sep-22	AMOC	OGM	Approving financial statements and the proposed dividends.
24-Sep-22	ABUK	OGM	Approving financial statements and the proposed dividends.
24-Sep-22	ABUK	EGM	Amending Articles No. 7, 21, and 39 in its articles of incorporation, to reflect the new shareholder structure and board members and to allow for advanced communication tools to use when holding general meetings.
25-Sep-22	MFPC	EGM	Amending Articles No. 7 & 21 of the company's bylaws.
28-Sep-22	ELSH	Cash dividend	Payment date for a dividend of EGP0.075/share (2nd installment).
28-Sep-22	MICH	OGM	Approving financial statements and the proposed dividends.
29-Sep-22	RMDA	OGM	A board reshuffle.
29-Sep-22	SAUD	EGM	Amending Articles No. 6, 7, 20 and 27 of the bank's bylaws.
29-Sep-22	CICH	Cash dividend	Payment date for a dividend of EGP0.125/share (2nd installment).
29-Sep-22	AUTO	Cash dividend	Payment date for a dividend of EGP0.25/share (2nd installment).

LATEST RESEARCH

DATE	PUBLISHED REPORT
24-Aug-22	Arabian Food Industries (Domty) – Core Coverage Report
22-Aug-22	Credit Agricole Egypt [CIEB] – Core Coverage Update
31-Jul-22	Ghazl El-Mahalla Football Co. [GMFC] - IPO Update
14-Jun-22	Ghazl El-Mahalla Football Co. [GMFC] - In a League of Its Own
8-Jun-22	TAKEStock – Delta Sugar [SUGR] - Sweet and Sour
7-Jun-22	TAKEStock – Orascom Financial Holding [OFH] - Triple-Digit Upside
25-May-22	TAKEStock – The Egyptian Cement Industry - Gauging the Impact
23-May-22	Cairo for Investment & Real Estate Development [CIRA] – Head of the Class
19-May-22	MACROView – A New Game Plan
17-May-22	MACROView – All Uphill from Here
15-May-22	EGYPTBanks – Harness the Hike

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 [MACROView – The Global Blessing Windfall](#)
- 6-Sep-21 [MACROView – Tempered, But Cautious, Optimism](#)
- 5-Sep-21 [Misr Chemical Industries \[MICH\] – Nice While It Lasted](#)

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