

Finally and at Last

TODAY'S TOP NEWS & ANALYSIS

Reaching IMF assistance at last

State-owned banks issue new three-year 17.25% p.a. CDs

Suez Canal revenues rose 27% y/y in October

CBE issues circular governing FX derivatives

Egyptians abroad will be allowed to import cars with customs and tax exemptions

GB Auto's Affiliate sells a 21.7% stake to Chimera Investments

Taaleem announced its 2021/22 results

AMOC posts 78% annual growth in bottom line in Q1 2022/23

Al Shams Housing announced its preliminary 9M 2022 results

CI Ratings affirms CIB's rating at BB

MACRO

Reaching IMF assistance at last

The **International Monetary Fund (IMF)** and **Egypt** have reached an agreement for USD3bn 46-month extended fund facility (EFF). Moreover, Egypt could obtain a multi-year financing package, including about USD5bn in FY23 that reflects broad international and regional support for Egypt. Furthermore, the government has requested financing under the newly created **Resilience & Sustainability Facility (RSF)**, which could unlock up to an additional USD1bn. Accordingly, all fresh expected proceeds from the support program is amounting to USD9bn. ([IMF](#))

State-owned banks issue new three-year 17.25% p.a. CDs

National Bank of Egypt (NBE) and **Banque Misr** announced new high-yield three years CDs that offer 17.25% p.a. Meanwhile, they also increased the previous three-year CDs from 14% to 16%. This comes right after the CBE's decision to hike interest rates by 200bps in order to curb inflation. ([Al-Arabiya](#))

Suez Canal revenues rose 27% y/y in October

Suez Canal revenues rose 27% y/y in October, clocking in at USD703.4mn compared to USD552.9mn in October 2021. (Enterprise)

CBE issues circular governing FX derivatives

The **Central Bank of Egypt (CBE)** has issued a new circular that governs the way banks can trade or use FX derivatives. The CBE previously announced allowing banks to use these derivatives in order to mitigate FX risk and alleviate pressure on the local currency. According to the circular, the CBE urges banks not to give funding in foreign currency to clients with no foreign currency cash flow stream. ([CBE](#))

Egyptians abroad will be allowed to import cars with customs and tax exemptions

President El-Sisi has signed into law a bill that will allow Egyptians living abroad to import cars and get customs and tax exemptions after paying upfront in FX. ([Enterprise](#))

CORPORATE**GB Auto's Affiliate sells a 21.7% stake to Chimera Investments**

MNT Investments B.V., an affiliate of GB Auto [**AUTO**], has signed a definitive agreement to sell a 21.7% of its stake to **Chimprop**, on behalf of **Chimera Investments**. The agreement would include AUTO selling an indirect stake of 7.5%, with total proceeds of USD60mn, with an earn-out component that could potentially lead to a total of USD71.3mn. The agreement would reduce AUTO's stake to 49.5%. ([Company disclosure](#))

Taaleem announced its 2021/22 results

Taaleem Management Services [**TALM**] reported an increase in net profits to EGP230mn (+24% y/y), while revenues came in at EGP618mn (+3% y/y). Although GPM decreased to 67% (-4pp y/y), EBITDA margin scored 57% (+12pp y/y) due to a lower SG&A-to-sales ratio of 21% (-15pp y/y). (Company disclosure)

AMOC posts 78% annual growth in bottom line in Q1 2022/23

Alexandria Mineral Oils Co.'s [**AMOC**] preliminary Q1 2022/23 showed net earnings growing to EGP346mn (+78% y/y) in view of 60% higher top line of EGP5.85bn. GPM came in at 9% vs. 10% a year earlier. ([Company disclosure](#))

Al Shams Housing announced its preliminary 9M 2022 results

Al Shams Housing & Urbanization [**ELSH**] recorded an increase in net profits reaching EGP141mn (+90% y/y) on higher revenues of EGP289mn (+66% y/y). However, GPM decreased to 76% (-7pp y/y). ([Company disclosure](#))

CI Ratings affirms CIB's rating at BB

Capital Intelligence Ratings (CI Ratings) confirmed Commercial International Bank's [**COMI**] rating at BB and described the core financial strength of the bank as "stable". While the agency rated the Long-Term Foreign Currency Rating (LT FCR) and Short-Term Foreign Currency Rating (ST FCR) of COMI at 'BB+' and 'B', respectively. ([CI Ratings](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
745.8					2,319.1 949.1				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	↗	EGX 30	11,072.02	4.92% (7.34%)		↘	Gold	1,644.86 (1.11%) (10.08%)	
	↗	EGX 30 TR	4,530.94	5.18% (3.94%)		↘	Silver	19.26 (1.74%) (17.37%)	
	↗	EGX 70 EWI	2,241.72	0.72% 1.81%		↘	Brent Oil	95.77 (1.23%) 30.57%	
	↗	EGX 100 EWI	3,243.92	1.50% (0.35%)		↘	WTI	87.90 (1.32%) 25.88%	
	↘	DFMGI	3,349.31	(0.52%) 4.80%		↗	Natural Gas	5.68 9.60% 52.39%	
	↘	ADSMI	10,286.89	(0.09%) 21.19%		↘	USD/EGP	23.15 (0.01%) (32.13%)	
	↘	TASI	11,709.50	(0.76%) 3.79%	€	↗	EUR/USD	1.00 0.01% (12.36%)	
	↗	QE Index	12,262.30	0.45% 5.47%	£	↗	GBP/USD	1.16 0.43% (14.17%)	
	↗	S&P 500	3,901.06	2.46% (18.15%)	¥	↘	USD/JPY	147.60 (0.89%) (22.03%)	
	↗	Dow 30	32,861.80	2.59% (9.57%)		↗	6M TB yield	16.91 21 418	
	↗	NASDAQ	11,102.45	2.87% (29.04%)		↗	1Y TB yield	17.98 27 521	
	↘	VIX	25.75	(5.99%) 49.54%		↗	10Y TB yield	14.68 30 29	
	↗	STOXX 50	3,613.02	0.24% (15.95%)		↘	2Y TB yield	4.41 (1) 428	
EM	↘	MSCI Emerging	845.58	(1.61%) (31.37%)		↗	10Y TB yield	4.02 0 309	
FM	↘	MSCI Frontier	459.57	(0.48%) (30.96%)		↘	30Y TB yield	4.15 (0) 249	

* As of market close. Change in Treasuries is in basis points.

Source: Bloomberg, CBE.

KEY DATES

DATE	TICKER	TYPE	EVENT
30-Oct-22	IRON	OGM	Discussing the financial position.
31-Oct-22	ZMID	Cash dividend	Payment date for a dividend of EGP0.15/share (2nd installment).
31-Oct-22	JUFO	Cash dividend	Deadline for eligibility for a dividend of EGP0.350/share.
31-Oct-22	TALM	Conference Call	Discussing Q4 2022 financial results.
1-Nov-22	JUFO	Cash dividend	Ex-dividend date for EGP0.350/share.
1-2 Nov-2022		FOMC	Determining policy rate & monetary stance.
3-Nov-22	JUFO	Cash dividend	Payment date for a dividend of EGP0.350/share
3-Nov-22		MPC Meeting	Determining the CBE's policy rate.
6-Nov-22	PHDC	OGM	Discussing netting contracts.
6-Nov-22	PHDC	EGM	Discussing capital reduction.
6-Nov-22	EGCH	OGM	Approving financial statements ending 30 Jun. 2022.
6-Nov-22	EGCH	EGM	Discussing land selling.
7-Nov-22	SCEM	OGM	Discussing netting contracts.
7-Nov-22	ZMID	OGM	A board reshuffle.
9-Nov-22	KABO	OGM	Approving financial statements ending 30 Jun. 2022.
9-Nov-22	KABO	EGM	Considering approval some articles of the law.
10-Nov-22		MSCI	MSCI's November 2022 Semi-Annual Index Review Announcement.
10-Nov-22	DOMT	OGM	Board election.
10-Nov-22	DOMT	EGM	Considering approval some articles of the law.
13-Nov-22	AMES	OGM	A board reshuffle.
14-Nov-22	CANA	EGM	Amending Article No. 4 of the bank's bylaws.

LATEST RESEARCH

DATE	PUBLISHED REPORT
19-Oct-22	<u>Lecico Egypt [LCSW] – A Fragile Tile?</u>
27-Sep-22	<u>Commercial International Bank [COMI]: Commander-in-Chief</u>
24-Sep-22	<u>TAKEStock: The Egyptian Banking Industry - The RRR Effect</u>
21-Sep-22	<u>EGYPTBanks – The Causal Sequence</u>
24-Aug-22	<u>Arabian Food Industries (Domty) – Core Coverage Report</u>
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 [Abu Qir Fertilizers \[ABUK\] – A “One-of-a-Kind” Quarter](#)
- 14-Nov-21 [Commercial International Bank \[COMI\] – Elegant Earnings Growth on All Fronts](#)
- 10-Nov-21 [MACROView – The Calm Before the Storm, or Maybe Not](#)
- 10-Nov-21 [CI Capital Holding \[CICH\] – Record-Breaking Quarter](#)
- 7-Nov-21 [Crédit Agricole Egypt \(CAE\) \[CIEB\] – Earnings Recover on Lower Provisions](#)
- 4-Nov-21 [MACROView – Underlying Strength, but Gathering Headwinds](#)
- 3-Nov-21 [MACROView – Gathering Clouds](#)
- 1-Nov-21 [TAKESStock – Separating the Wheat from the Chaff](#)

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