

## Another M&A Flair

### TODAY'S TOP NEWS & ANALYSIS

Ministry of Transportation seeks funding for Metro 6<sup>th</sup> line

Orascom Construction reports Q3 2022 results

Talks between QIA and ETEL are reportedly accelerating

Shareholders of Sidi Kerir approve stock dividends

### MACRO

#### Ministry of Transportation seeks funding for Metro 6<sup>th</sup> line

**The Ministry of Transportation** is in talks with three unnamed French financial institutions for a concessional EUR20.bn loan to fund development works for Cairo Metro 6<sup>th</sup> Line. ([Enterprise](#))

### CORPORATE

#### Orascom Construction reports Q3 2022 results

Orascom Construction [**ORAS**] Q3 2022 results showed net income reaching USD23.9mn (-15.8% y/y), ahead of our expectations by 18%. Top line came at USD1.1bn (+32.7% y/y), beating our estimates by 19%. The drop in the bottom line is attributable to a lower EBITDA margin of 5% (-0.3pp y/y). We note that backlog reached USD5.7bn, where new awards during the quarter reached USD677mn (-30% y/y). (Company disclosure)

#### Talks between QIA and ETEL are reportedly accelerating

News sources point to accelerated talks between **Qatar Investment Authority (QIA)** and Telecom Egypt [**ETEL**] to buy c. 20% stake in Vodafone Egypt [**VODE**], with expected proceeds being reportedly north of USD1.0bn. ([Asharq Business](#))

#### Shareholders of Sidi Kerir approve stock dividends

Sidi Kerir Petrochemicals' [**SKPC**] EGM has approved to raise the company's paid-in capital to EGP1.5bn by EGP252mn, distributed over 630mn shares, at a par value of EGP2.0/share, through 20% bonus share distribution. ([Company disclosure](#))

## MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
833.6					1,746.7 997.4				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	EGX 30	12,600.09	(0.18%)	5.45%		Gold	1,749.68	0.54%	(4.14%)
	EGX 30 TR	5,182.58	(0.24%)	9.88%		Silver	21.54	2.15%	(7.65%)
	EGX 70 EWI	2,411.20	0.21%	9.51%		Brent Oil	85.41	(0.62%)	16.47%
	EGX 100 EWI	3,517.42	0.40%	8.06%		WTI	77.94	(0.56%)	11.86%
	DFMGI	3,326.21	(0.12%)	4.08%		Natural Gas	7.31	(1.09%)	93.78%
	ADSMI	10,528.73	1.31%	24.04%	EGP	USD/EGP	24.55	(0.19%)	(35.95%)
	TASI	10,965.41	0.32%	(2.80%)	€	EUR/USD	1.04	0.38%	(8.21%)
	QE Index	11,896.70	0.58%	2.33%	£	GBP/USD	1.21	0.30%	(10.65%)
	S&P 500	4,027.26	0.59%	(15.50%)	¥	USD/JPY	139.60	1.17%	(17.11%)
	Dow 30	34,194.06	0.28%	(5.90%)		6M TB yield	18.39	31	566
	NASDAQ	11,285.32	0.99%	(27.87%)		1Y TB yield	18.33	28	556
	VIX	20.35	(4.42%)	18.18%		10Y TB yield	14.68	30	29
	STOXX 50	3,946.44	0.42%	(8.19%)		2Y TB yield	4.47	(4)	434
EM	MSCI Emerging	932.30	0.53%	(24.33%)		10Y TB yield	3.69	(6)	276
FM	MSCI Frontier	461.24	0.56%	(30.71%)		30Y TB yield	3.73	(10)	207

\* As of market close, except for commodities and currencies at 8.35am CLT. Change in Treasuries is in basis points.  
Source: Bloomberg, CBE.

## KEY DATES

DATE	TICKER	TYPE	EVENT
24-Nov-22	EGAL	Cash dividend	Payment date for a dividend of EGP4.50/share.
26-Nov-22	CSAG	OGM	Approving financial statements and the proposed dividends.
26-Nov-22	ALCN	OGM	Approving financial statements and the proposed dividends.
27-Nov-22	ACGC	OGM	Approving financial statements and the proposed dividends.
27-Nov-22	ACGC	EGM	Amending Article No. 21 of the company's bylaws.
30-Nov-22	ICLE	Cash dividend	Payment date for a dividend of EGP1.25/share (2nd installment).
1-Dec-22	ETRS	OGM	Approving financial statements and the proposed dividends.
1-Dec-22		MSCI	MSCI's November 2022 Semi-Annual Index Review Effective Date.
6-Dec-22	SAUD	Stock dividend	Last date for eligibility for a 1.74-for-1 stock dividend.
7-Dec-22	SAUD	Stock dividend	Date for distributing a 1.74-for-1 stock dividend.
7-Dec-22	MOIN	OGM	Approving financial statements and the proposed dividends.
11-Dec-22	AMER	EGM	Approving the division of the company and amending Articles no. 6 & 7 of the company's bylaws.
12-Dec-22	GOCO	OGM	Approving financial statements and the proposed dividends.
13-Dec-22	CAED	OGM	Approving financial statements and the proposed dividends.
13-14 Dec-2022		FOMC	Determining policy rate & monetary stance.
15-Dec-22	ARCC	OGM	Approving financial statements and the proposed dividends.

## LATEST RESEARCH

DATE	PUBLISHED REPORT
------	------------------

20-Nov-22	<a href="#"><u><b>Alexandria Containers &amp; Cargo Handling Co. [ALCN] – Gateway of the North</b></u></a>
14-Nov-22	<a href="#"><u><b>Obour Land for Food Industries [OLFI] – Wise and Clever</b></u></a>
13-Nov-22	<a href="#"><u><b>STANDPoint – Time to Catch Up; Updating our fundamental outlook</b></u></a>
3-Nov-22	<a href="#"><u><b>TAKEStock – Telecom Egypt [ETEL] – Life Above 40</b></u></a>
19-Oct-22	<a href="#"><u><b>Lecico Egypt [LCSW] – A Fragile Tile?</b></u></a>
27-Sep-22	<a href="#"><u><b>Commercial International Bank [COMI]: Commander-in-Chief</b></u></a>
24-Sep-22	<a href="#"><u>TAKEStock: The Egyptian Banking Industry - The RRR Effect</u></a>
21-Sep-22	<a href="#"><u><b>EGYPTBanks – The Causal Sequence</b></u></a>
24-Aug-22	<a href="#"><u><b>Arabian Food Industries (Domty) – Core Coverage Report</b></u></a>
22-Aug-22	<a href="#"><u><b>Credit Agricole Egypt [CIEB] – Core Coverage Update</b></u></a>
31-Jul-22	<a href="#"><u>Ghazl El-Mahalla Football Co. [GMFC] - IPO Update</u></a>
14-Jun-22	<a href="#"><u>Ghazl El-Mahalla Football Co. [GMFC] - In a League of Its Own</u></a>
8-Jun-22	<a href="#"><u>TAKEStock – Delta Sugar [SUGR] - Sweet and Sour</u></a>
7-Jun-22	<a href="#"><u>TAKEStock – Orascom Financial Holding [OFH] - Triple-Digit Upside</u></a>
25-May-22	<a href="#"><u>TAKEStock – The Egyptian Cement Industry - Gauging the Impact</u></a>
23-May-22	<a href="#"><u><b>Cairo for Investment &amp; Real Estate Development [CIRA] – Head of the Class</b></u></a>
19-May-22	<a href="#"><u>MACROView – A New Game Plan</u></a>
17-May-22	<a href="#"><u>MACROView – All Uphill from Here</u></a>
15-May-22	<a href="#"><u><b>EGYPTBanks – Harness the Hike</b></u></a>
15-May-22	<a href="#"><u>TAKEStock – Hidden “valu”</u></a>
28-Apr-22	<a href="#"><u>MACROView – Din of Battle Getting Louder</u></a>
17-Apr-22	<a href="#"><u>MACROView – Before the Grand Storm</u></a>
14-Apr-22	<a href="#"><u>EFG Hermes Holding [HRHO] – Rating Cut on Withdrawal of FAB’s Bid</u></a>
12-Apr-22	<a href="#"><u>MACROView – Mounting External Vulnerabilities</u></a>
10-Apr-22	<a href="#"><u>MACROView – Much Higher Inflation ... and Longer</u></a>
24-Mar-22	<a href="#"><u>EFG Hermes Holding [HRHO] – The Best Is Yet to Come</u></a>
23-Mar-22	<a href="#"><u>CI Capital Holding [CICH] – A Year to Remember</u></a>
22-Mar-22	<a href="#"><u>Orascom Construction [ORAS] – A Clear Devaluation Winner</u></a>
10-Mar-22	<a href="#"><u>MACROView – The Dizzying Speed</u></a>
6-Mar-22	<a href="#"><u>MACROView – On the Back Foot</u></a>
2-Mar-22	<a href="#"><u>MACROView – Calculating the Ferocity</u></a>
1-Mar-22	<a href="#"><u>Housing &amp; Development Bank [HDBK] – Credit Provisions Flattened Earnings Growth</u></a>

- 27-Feb-22 [Export Development Bank of Egypt \[EXPA\] – A Year to Forget](#)
- 22-Feb-22 [Commercial International Bank \(CIB\) \[COMI\] – 2021, a Grand Finale](#)
- 21-Feb-22 [Crédit Agricole Egypt \(CAE\) \[CIEB\] – Non-Interest Income Saves the Day](#)
- 20-Feb-22 [Abu Dhabi Islamic Bank - Egypt \[ADIB\] – Wise Utilization Enhances Profitability](#)
- 17-Feb-22 [Al Baraka Bank Egypt \[SAUD\] – Earnings Pressured by Higher Cost of Risk](#)
- 16-Feb-22 [MACROView – A Soothing Message From the CBE ... and Our Takeaways](#)
- 14-Feb-22 [Abu Qir Fertilizers \[ABUK\] – Another Record-High Quarter](#)
- 13-Feb-22 [Misr Chemical Industries \[MICH\] – Annually Wild, Quarterly Tamed](#)
- 10-Feb-22 [MACROView – Ebb and Flow](#)
- 10-Feb-22 [MACROView – The Cloudy Year Has Just Begun](#)
- 9-Feb-22 [Elsewedy Electric \[SWDY\] – Ending 2021 on a Good Note](#)
- 8-Feb-22 [MACROView – A Fall in Disguise](#)
- 7-Feb-22 [Macro Group Pharmaceuticals \[MCRO\] – Not the Usual Pharma Stock](#)
- 1-Feb-22 [MACROView – The Ripple Effect](#)
- 31-Jan-22 [Obour Land For Food Industries \[OLFI\] – Double-Digit Growth Complements a Resilient Story](#)
- 30-Jan-22** [\*\*STANDPoint – Egypt Valuation Repertoire — 2022 Outlook\*\*](#)
- 12-Jan-22 [QNB Alahli \[QNBA\] – Slow Earnings Pace Despite Assets Growth](#)
- 10-Jan-22 [MACROView – The Last Reading Ahead of a Cloudy Year](#)
- 30-Dec-21** [\*\*EGYPTCeramics – From Dusk to Dawn\*\*](#)
- 26-Dec-21** [\*\*Obour Land For Food Industries \[OLFI\] – A Play on Consumption Recovery\*\*](#)
- 22-Dec-21 [MACROView – The Return of the 'Vigilante'](#)
- 14-Dec-21 [MACROView – When "Bad" Inflation Clouds the Path of "Good" Inflation](#)
- 9-Dec-21 [MACROView – Another Retreat ... Until Further Notice](#)
- 8-Dec-21 [MACROView – For Stormy Days, Eyes on the Ball](#)
- 7-Dec-21** [\*\*EGYPTBanks – Takeoff Time\*\*](#)
- 5-Dec-21 [MACROView – Searching for Lost Momentum](#)

## Prime Securities

### Shawkat El Maraghy

Managing Director

T +20233005622

[SElmaraghy@egy.primegroup.org](mailto:SElmaraghy@egy.primegroup.org)

## Sales

### Mohamed Ezzat

Head of Sales & Branches

T +20233005784

[MEzzat@egy.primegroup.org](mailto:MEzzat@egy.primegroup.org)

### Mohamed Ashmawy

Head of Institutional Sales

T +20233005612

[MAshmawy@egy.primegroup.org](mailto:MAshmawy@egy.primegroup.org)

### Amr Alaa CFTe

Team Head-Institutional Desk

T +20233005609

[AAlaa@egy.primegroup.org](mailto:AAlaa@egy.primegroup.org)

### Mohamed ElMetwaly

Manager

T +20233005610

[MElmetwaly@egy.primegroup.org](mailto:MElmetwaly@egy.primegroup.org)

### Emad El Safoury

Manager

T +20233005624

[EElsafoury@egy.primegroup.org](mailto:EElsafoury@egy.primegroup.org)

### Shawkat Raslan

Heliopolis Branch Manager

T +20233008130

[SRaslan@egy.primegroup.org](mailto:SRaslan@egy.primegroup.org)

### Nashwa Abuelatta

Alexandria Branch Manager

T +20233005173

[NAbuelatta@egy.primegroup.org](mailto:NAbuelatta@egy.primegroup.org)

## Research

### Amr Hussein Elalfy CFA

Head of Research

T +20233005724

[AElalfy@egy.primegroup.org](mailto: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, 7<sup>th</sup> 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](http://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 © 2022, 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.