

Rolling Over

TODAY'S TOP NEWS & ANALYSIS

Saudi Arabia is rolling over its deposit at the CBE

The New and Renewable Energy Authority to open bids on new solar investments

MOPCO posts Q3 2022 results

GB Auto filed a case against the Algerian Republic

Sidpec announces investment plan for 2023

Taaleem to acquire a university in New Cairo

EFG Hermes conducts its advisory for Taaleem's IPO in the UAE

Misr Beni Suef Cement will appeal the court ruling against ASEC

Minapharm Pharmaceuticals announced Q3 2022 results

MACRO

Saudi Arabia is rolling over its deposit at the CBE

Saudi Arabia is rolling over its USD5bn deposit at the **Central Bank of Egypt (CBE)** for an additional year to help shore up Egypt's finances and contain the fallout from Russia's war in Ukraine. ([Enterprise](#))

The New and Renewable Energy Authority to open bids on new solar investments

The New and Renewable Energy Authority is looking to offer multiple land plots in Aswan to build solar energy plants by the end of 2022. (Economy Plus)

CORPORATE

MOPCO posts Q3 2022 results

MOPCO [**MFPC**] Q3 2022 consolidated net profit came in at EGP1.3bn (-1.4% y/y). Flattish bottom line drop came despite 25% annual growth in top line of EGP3.6bn. Top line growth came in light of weaker local currency and higher global urea prices. We note that the reasons for such divergence between bottom line and top line growth are:

- (1) Lower GPM of 47% vs. 55% a year earlier on higher Natural Gas (NG) prices.
- (2) Considerably higher effective tax rate of 21% vs. 8% a year earlier.

Meanwhile, MFPC's 9M 2022 net earnings grew to EGP5.0bn (+44% y/y) on higher top line of EGP12.3bn (+74% y/y). We note that export revenues contributed 66% to total revenues. MFPC is currently traded at TTM P/E of only 4.7x. Our 12MPT for MFPC is EGP180/share (ETR +37%).
([Company disclosure](#))

GB Auto filed a case against the Algerian Republic

GB Auto [**AUTO**] filed an arbitration case against the Algerian government in view of the damage it suffered in the hands of the Algerian government actions towards its investments in Algeria (i.e. **GBR Auto** and **GBR Services**). AUTO mentioned that the losses it suffered are at least USD24mn (i.e. EGP588mn). We note that such investments were nonoperational for number of years.
([Company disclosure](#))

Sidpec announces investment plan for 2023

Sidi Kerir Petrochemicals' [**SKPC**] BoD held on 28 November 2022 has ratified the company's investment plan for 2023. SKPC budgeted investments next year amount to EGP1.6bn, distributed in the following manner:

- (1) EGP555mn for new projects.
- (2) EGP254nm for maintenance.
- (3) EUR30mn (i.e. EGP780mn) to fund number of capital increase attempts for investments owned by SKPC. ([Company disclosure](#))

Taaleem to acquire a university in New Cairo

Taaleem Management Services [**TALM**] will take control of an under-construction university in New Cairo. TALM will have a 32% stake through a capital increase of EGP32mn in the target company. Moreover, TALM may increase its stake to 51% after a year of student enrollment.
(Company disclosure)

EFG Hermes conducts its advisory for Taaleem's IPO in the UAE

The investment banking arm of EFG Hermes Holding [**HRHO**] has successfully conducted its advisory for Taaleem Holdings' USD204mn IPO in the UAE. Taaleem Holdings is a UAE-based company. ([Arab finance](#))











































Misr Beni Suef Cement will appeal the court ruling against ASEC

Misr Beni Suef Cement [**MBSC**] announced that it will appeal the court ruling which fined MBSC EGP380mn in the lawsuit which MBSC has lost last September against **ASEC**, a subsidiary of Qalaa Holdings [**CCAP**]. ([Al-Mal](#))

Minapharm Pharmaceuticals announced Q3 2022 results

Minapharm Pharmaceuticals [**MIPH**] reported Q3 2022 consolidated net profits of EGP184mn (+80% y/y) on higher revenues at EGP984mn (+30% y/y). GPM came in at 43%. (+8pp y/y).
([Company disclosure](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					868.2		Equity turnover (EGPmn): Last, ytd avg.			1,991.2 1,014.4			
					daily chg.	ytd chg.				daily chg.	ytd chg.		
		EGX 30	13,184.26	2.07%	10.34%			Gold	1,749.85	0.49%	(4.10%)		
		EGX 30 TR	5,422.45	1.99%	14.96%				Silver	21.26	1.54%	(8.78%)	
		EGX 70 EWI	2,591.51	1.63%	17.70%					Brent Oil	83.03	1.05%	15.12%
		EGX 100 EWI	3,744.49	1.58%	15.03%					WTI	78.20	0.54%	13.48%
		DFMGI	3,304.39	0.52%	3.39%					Natural Gas	7.24	(1.51%)	91.05%
		ADSMI	10,392.30	(0.13%)	22.43%		EGP			USD/EGP	24.54	0.12%	(36.12%)
		TASI	10,752.01	0.05%	(4.70%)	€		EUR/USD	1.03	0.19%	(8.97%)		
		QE Index	11,799.90	1.46%	1.50%	£		GBP/USD	1.20	0.24%	(11.46%)		
			S&P 500	3,957.63	(0.16%)	(16.96%)	¥		USD/JPY	138.63	0.23%	(16.88%)	
		Dow 30	33,852.53	0.01%	(6.84%)			6M TB yield	18.53	14	580		
		NASDAQ	10,983.78	(0.59%)	(29.79%)			1Y TB yield	18.65	32	588		
		VIX	21.89	(1.44%)	27.12%			10Y TB yield	14.68	30	29		
		STOXX 50	3,934.44	(0.03%)	(8.47%)				2Y TB yield	4.48	1	435	
EM		MSCI Emerging	952.94	2.38%	(22.65%)			10Y TB yield	3.73	2	280		
FM		MSCI Frontier	478.06	1.62%	(28.18%)			30Y TB yield	3.79	5	213		

* 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
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.
10-Dec-22	EGTS	Lawsuit	Rescheduled court hearing for withdrawal of assigned land.
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	ADIB	Right Issue	Last day for eligibility for subscription in the rights issue.
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.
17-Dec-22	HELI	OGM	Approving financial statements and the proposed dividends.
18-Dec-22	ADIB	Right Issue	First day of trading the rights issue.
18-Dec-22	ADIB	Capital increase	Capital increase subscription starting date.
22-Dec-22		MPC Meeting	Determining the CBE's policy rate.
29-Dec-22	MICH	Cash dividend	Payment date for a dividend of EGP0.75/share (2nd installment).
29-Dec-22	ABUK	Cash dividend	Payment date for a dividend of EGP2.00/share (2nd installment).
11-Jan-23	ADIB	Right Issue	Last day of trading the rights issue.
16-Jan-23	ADIB	Capital increase	Capital increase subscription closing date.

LATEST RESEARCH

DATE	PUBLISHED REPORT
28-Nov-22	<u>Abu Dhabi Islamic Bank - Egypt [ADIB] – Unmitigated Temerity</u>
20-Nov-22	<u>Alexandria Containers & Cargo Handling Co. [ALCN] – Gateway of the North</u>
14-Nov-22	<u>Obour Land for Food Industries [OLFI] – Wise and Clever</u>
13-Nov-22	<u>STANDPoint – Time to Catch Up; Updating our fundamental outlook</u>
3-Nov-22	<u>TAKEStock – Telecom Egypt [ETEL] – Life Above 40</u>
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>

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