

More Investments

TODAY'S TOP NEWS & ANALYSIS

Egypt closes the first tranche of its sukuk program

Natural gas car conversions to reach 100,000 cars/year in 2023

More investments in the nation's automotive industry over the next three years

25% of new hotels company are open for grabs

Negotiations for United Bank's acquisition halted

Kima denies seeking USD300mn funding for the new plant

Some CNFN's shares transferred to its ESOP program

Egypt-TEDA SEZone seeks to attract new projects worth USD5bn

Almarai fully acquires Beyti

The IPO of Misr Life Insurance still on track

MACRO

Egypt closes the first tranche of its sukuk program

Egypt closed its first USD1.5bn sukuk issuance. The oversubscription caused the yield to fall to 10.875% from an initial yield of 11.625%. About 250 global investors subscribed to the sukuk which attracted new investors to our debt markets such as the **Gulf, East Asia, the US, and Europe**. Additionally, Egypt will issue an additional USD3.5bn in sukuk program over 3 years. ([Cabinet statement](#))

Natural gas car conversions to reach 100,000 cars/year in 2023

The **Minister of Petroleum & Mineral Resources** expects to increase the number of natural gas-converted cars to 100,000 cars/year (+20% y/y) in 2023, noting the following:

- The average natural gas car fuel sales increased to 109mn cubic meters in January 2023 (+15% vs. 2022 monthly average), which replaces more than 88,000 tons/month of liquid fuel.
- The number of car conversion centers reached 130 in 2022, with plans to add 45 centers in 2023.
- The number of natural gas refueling stations increased by 700 stations to 909 stations in the past two years, with plans to add 100-120 new stations in 2023.

We note that Qalaa holding's **[CCAP] TAQA Gas** currently operates 61 natural gas refueling stations, with plans to increase the number to 108 stations in 2023. TAQA Gas also owns 17 conversion centers with a conversion rate of 31,500 cars/year, with plans to increase the conversion rate by 8,000 cars/year. ([Egypt Oil & Gas](#))

More investments in the nation's automotive industry over the next three years

The **Prime Minister** said that if the 3 agreements signed with **Stellantis**, **Nissan**, and **Al Mansour** are implemented, these companies will invest USD145mn over the next three years producing a total of 60,000-70,000 conventional and electric vehicles annually. Some of which are to be exported. ([Enterprise](#))

25% of new hotels company are open for grabs

The **Public Enterprise Minister** said that the government will offer a 20% stake in its new hotels company to strategic investors, followed by a 5% placing in the stock market. ([Enterprise](#))

CORPORATE

Negotiations for United Bank's acquisition halted

Public Investment Fund (PIF), **Saudi Arabia's** sovereign wealth fund, has reportedly halted negotiations with **Egypt** to acquire **The United Bank**. The reason behind the termination is that the EGP devaluation made it difficult to determine the value of the deal that was originally reported to be around USD600mn. ([Asharq Business](#))

Kima denies seeking USD300mn funding for the new plant

In an official statement published yesterday, Egyptian Chemical Industries (Kima) **[EGCH]** denied circling rumors that it was seeking USD300mn funding for its new Nitric Acid & Ammonium Nitrate production plant, either through a partnership with a strategic investor or debt. Kima also assured that the project is still under review and the capital structure and investment cost are yet to be determined. ([Company disclosure](#))

Some CNFN's shares transferred to its ESOP program

A trade took place on Contact Financial Holding's **[CNFN]** shares for a total number of 4.6mn shares worth some EGP17mn as part of CNFN's ESOP program. ([Company disclosure](#))

Egypt-TEDA SEZone seeks to attract new projects worth USD5bn

Egypt-TEDA SEZone Development Co., which invests in the Sokhna region of the Suez Canal Economic Zone, is seeking to attract seven new projects over the coming period with investments worth USD5bn. ([Al-Borsa](#))

Almarai fully acquires Beyti

Almarai Investment Holding, a KSA-based company acquired **PepsiCo's** 48% stake in **Beyti**. The acquisition was worth USD68mn; Almarai now fully owns Beyti. ([Enterprise](#))

The IPO of Misr Life Insurance still on track

With the exception of a few minor technical aspects that advisors are still working out before June 2023, state-owned **Misr Life Insurance** is prepared to offer a stake in the **EGX**. ([Enterprise](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.			
1,068.8					1,687.1		2,342.8	
			daily chg.	ytd chg.			daily chg.	ytd chg.
	EGX 30	16,777.20	(1.54%)	14.92%		Gold	1,825.39	(0.53%) 0.31%
	EGX 30 TR	6,914.42	(1.46%)	15.15%		Silver	21.51	(1.48%) (9.69%)
	EGX 70 EWI	2,936.76	(1.49%)	4.81%		Brent Oil	80.60	0.21% (5.70%)
	EGX 100 EWI	4,387.47	(1.69%)	5.84%		WTI	73.95	0.27% (7.92%)
	DFMGI	3,426.59	(0.91%)	2.71%		Natural Gas	2.17	(1.10%) (51.96%)
	ADSMI	9,887.91	(0.61%)	(3.16%)	EGP	USD/EGP	30.62	(0.08%) (19.35%)
	TASI	10,269.73	(0.98%)	(1.99%)	€	EUR/USD	1.06	0.17% (0.77%)
	QE Index	10,664.84	(0.27%)	(0.15%)	£	GBP/USD	1.20	0.12% (0.18%)
	S&P 500	3,991.05	(0.16%)	3.95%	¥	USD/JPY	134.84	0.13% (2.72%)
	Dow 30	33,045.09	(0.26%)	(0.31%)		6M TB yield	21.77	18 260
	NASDAQ	11,507.07	0.13%	9.94%		1Y TB yield	22.27	15 337
	VIX	22.29	(2.54%)	2.86%		10Y TB yield	14.68	0 0
	STOXX 50	4,242.88	(0.18%)	11.84%		2Y TB yield	4.69	(3) 27
EM	MSCI Emerging	982.06	(1.32%)	2.69%		10Y TB yield	3.92	(3) 4
FM	MSCI Frontier	485.83	(1.31%)	2.86%		30Y TB yield	3.91	(6) (5)

* 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
23-Feb-23	SKPC	Stock dividend	Date for distributing a 0.20-for-1 stock dividend.
23-Feb-23	ALCN	BoD meeting	Discussing financial results.
25-Feb-23	MICH	BoD meeting	Follow up on production, sales and exports.
25-Feb-23	OLFI	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
26-Feb-23	CANA	Stock dividend	Last date for eligibility for a 0.24-for-1 stock dividend.
27-Feb-23	CANA	Stock dividend	Date for distributing a 0.24-for-1 stock dividend.
28-Feb-23	BTFH	EGM	Approving increasing the issued capital & amending Articles No. 6 & 7 of the company's bylaws.
28-Feb-23	ISPH	BoD meeting	Discussing financial results.
1-Mar-23	PHDC	EGM	Discussing decreasing paid in capital by EGP120mn.
1-Mar-23		MSCI	MSCI's February 2023 Quarterly Index Review Effective Date.
5-Mar-23	MOIN	Cash dividend	Payment date for a dividend of EGP0.096/share (2nd installment).
9-Mar-23	OCDI	OGM	Approving financial statements ending 31 Dec. 2022 and discussing netting contracts.
15-Mar-23		IMF Review	First IMF review with Egypt (end-December 2022 quantitative targets).

15-Mar-23	SMFR	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
15-Mar-23	SMFR	EGM	Amending articles No. 31 & 56 of the company's bylaws.
16-Mar-23	FAIT	OGM	Approving financial statements ending 31 Dec. 2022 & board election.
18-Mar-23	SNFC	OGM	Approving financial statements ending 31 Dec. 2022.
18-Mar-23	SAUD	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
19-Mar-23	ATLC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
20-Mar-23	AMIA	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
20-Mar-23	AMIA	EGM	Approving increasing the issued capital & amending Articles No. 6 & 7 of the company's bylaws.
20-Mar-23	COMI	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
20-Mar-23	COMI	EGM	Amending some articles of the bank's bylaws.
20-Mar-23	DEIN	OGM	Board election.
20-Mar-23	ANFI	OGM	Approving financial statements ending 31 Dec. 2022.
20-Mar-23	ANFI	EGM	Discussing the continuation of the company.
21-Mar-23	ADIB	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
21-Mar-23	ADIB	EGM	Amending articles No. 39 & 40 of the bank's bylaws.
21-Mar-23	CNFN	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
21-Mar-23	KZPC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
27-Mar-23	SAIB	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.

LATEST RESEARCH

DATE	PUBLISHED REPORT
8-Feb-23	Alexandria Containers Handling [ALCN] – Breaking Higher Waves
29-Jan-23	STANDPoint – The Year of Adjustment; Our fundamental outlook for 2023
18-Dec-22	Elsewedy Electric [SWDY] – Turning Copper Into Gold
5-Dec-22	Commercial International Bank [COMI] – Still Spearheading
28-Nov-22	Abu Dhabi Islamic Bank - Egypt [ADIB] – Unmitigated Temerity
20-Nov-22	Alexandria Containers & Cargo Handling Co. [ALCN] – Gateway of the North
14-Nov-22	Obour Land for Food Industries [OLFI] – Wise and Clever
13-Nov-22	STANDPoint – Time to Catch Up; Updating our fundamental outlook
3-Nov-22	TAKEStock – Telecom Egypt [ETEL] – Life Above 40
19-Oct-22	Lecico Egypt [LCSW] – A Fragile Tile?
27-Sep-22	Commercial International Bank [COMI]: Commander-in-Chief

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>

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