

Breaking Corporate Records

TODAY'S TOP NEWS & ANALYSIS

Egypt and Qatar sign a double taxation agreement

Credit Agricole 2022: Remarkable operating performance

ORWE's 2022: Strong earnings growth

Edita to acquire 100% stake in a company in food industries

E-Finance plans to invest EGP2.5bn within three years

ISPH clarifies misinterpreted news regarding their 2023 investments

MACRO

Egypt and Qatar sign a double taxation agreement

An agreement to eliminate double taxation and tackle tax evasion was reached between **Egypt** and **Qatar**. The agreement includes capital gains, income, corporate profit, interest and dividends. (Enterprise)

CORPORATE

Credit Agricole 2022: Remarkable operating performance

Credit Agricole - Egypt [**CIEB**] announced strong financial results for 2022. CIEB's net income increased 52% y/y to EGP2.4bn (+39% higher than our estimates). This was on the back of:

- 1) A stronger than expected growth in net interest income of 30% tp EGP3.8bn mainly on income from loans that grew 27% y/y.
 - 2) 40% y/y lower provisions of EGP193mn where CoR decreased to 0.6%.
 - 3) 45% increase in net fees and commissions income to EGP828mn.
 - 4) 36% increase in other operating income to EGP113mn.
- On the balance sheet side, CIEB's loan book increased by 13% ytd to EGP34.4bn, attributable to corporate loans. With a decreased NPL ratio of 2.9% and a stable coverage ratio at 150%.
 - While deposits grew by 25% ytd to EGP60bn with an equal contribution to growth from local and foreign currency deposits.
 - Total financial investments grew significantly ytd by 62% to EGP13bn which is a new approach for CIEB. This has caused GLDR to drop from 63% to 57%. Now treasuries represent 17% of CIEB's total assets against 13% last year.

- Interbank assets saw huge growth as well to EGP20.7bn, almost double its balance last year.
- Given this huge growth in interest earning assets, CIEB's NIM remained flat at 6.6% in 2022, while ROAE expanded 6 pp y/y to 26%.
- CIEB's positive assets repricing gap widened to 30% of total assets, which makes the bank a strong beneficiary of interest rate increases.
- While the positive foreign currency net position still makes the bank make good use of any further devaluations.
- BoD suggested distributing a DPS of EGP1.55/share which implies a payout ratio of 80% and a dividends yield of 15%.
- The bank is currently traded at a P/E of 5.3x and a P/BV of 1.3x (Bank disclosures: [1](#), [2](#))

CIEB — Rating: OW / M, 12MPT: EGP8.30/share. FV EGP11/share (22-Aug-2022)

ORWE's 2022: Strong earnings growth

Oriental Weavers Carpet [**ORWE**] reported Q4 2022 consolidated net profits of EGP316mn (+39% y/y) on higher revenues of EGP3.8bn (+25% y/y). Revenue growth was driven by prices rather than volumes which decreased 20% y/y to 28.1mn sqm. Still, the Egypt-based woven segment was the highest revenue contributor with 65% or EGP2.5bn (+35% y/y). However, gross profit and EBITDA margins decreased to 7% (-7pp y/y) and 11% (3pp y/y), respectively. The BoD proposed distributing a cash dividend of EGP0.6/share, implying a 5% yield. ([Company disclosure](#))

Edita to acquire 100% stake in a company in food industries

Edita Food Industries' [**EFID**] BoD approved the acquisition of 100% stake in a company specialized in food industries but not listed on the EGX. ([Company disclosure](#))

E-Finance plans to invest EGP2.5bn within three years

E-Finance [**EFIH**] intends to invest up to EGP2.5bn within the next three years to 2025, targeting EGP0.9-1.2bn within 2023. The investments are earmarked for the evolution of EFIH's infrastructure base and the acquisition of fintech startups. ([Al-Mal](#))

ISPH clarifies misinterpreted news regarding their 2023 investments

Ibnsina Pharma [**ISPH**] clarified misinterpreted news published recently which cited EGP200mn investments in 2023. The company said that this was within the context of a response to an inquiry regarding the company's average investments over the last few years, which amounted to less than EGP200mn annually with no specific figures disclosed. ([Company disclosure](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
1,088.9					1,902.4 2,284.3				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	EGX 30	17,098.16	(0.67%)	17.12%		Gold	1,817.14	0.34%	(0.58%)
	EGX 30 TR	7,041.25	(0.68%)	17.26%		Silver	20.63	(0.65%)	(14.09%)
	EGX 70 EWI	3,011.63	(0.26%)	7.48%		Brent Oil	82.45	0.24%	(3.50%)
	EGX 100 EWI	4,491.15	(0.20%)	8.34%		WTI	75.68	0.42%	(5.63%)
	DFMGI	3,417.96	(0.03%)	2.45%		Natural Gas	2.73	(0.44%)	(39.24%)
	ADSMI	9,833.30	(0.26%)	(3.70%)	EGP	USD/EGP	30.63	0.04%	(19.22%)
	TASI	9,994.79	(0.57%)	(4.62%)	€	EUR/USD	1.06	(0.25%)	(1.14%)
	QE Index	10,538.30	(0.03%)	(1.34%)	£	GBP/USD	1.21	(0.21%)	(0.36%)
	S&P 500	3,982.24	0.31%	3.72%	¥	USD/JPY	136.19	0.21%	(3.82%)
	Dow 30	32,889.09	0.22%	(0.78%)		6M TB yield	21.96	20	279
	NASDAQ	11,466.98	0.63%	9.56%		1Y TB yield	22.39	12	349
	VIX	20.95	(3.32%)	(3.32%)		10Y TB yield	14.68	0	0
	STOXX 50	4,248.01	1.66%	11.98%		2Y TB yield	4.78	(3)	35
EM	MSCI Emerging	967.25	(0.48%)	1.14%		10Y TB yield	3.91	(3)	4
FM	MSCI Frontier	481.04	(0.37%)	1.85%		30Y TB yield	3.93	(0)	(4)

* As of market close, except for commodities and currencies at 8.15am CLT. Change in Treasuries is in basis points.

Source: Bloomberg, CBE.

KEY DATES

DATE	TICKER	TYPE	EVENT
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.
13-Mar-23	QNBA	Cash dividend	Deadline for eligibility for a dividend of EGP0.75/share.
14-Mar-23	QNBA	Cash dividend	Ex-dividend date for EGP0.75/share.
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	QNBA	Cash dividend	Payment date for a dividend of EGP0.75/share.
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.

18-Mar-23	EGAS	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
18-Mar-23	EGAS	EGM	Amending Articles No. 2 & 6 of the company's bylaws.
19-Mar-23	ATLC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
19-Mar-23	EGBE	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.
20-Mar-23	EHDR	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
20-Mar-23	BINV	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
20-Mar-23	TMGH	OGM	Approving financial statements ending 31 Dec. 2022.
21-Mar-23	CERA	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
21-Mar-23	EFIH	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
21-Mar-23	EFIC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
21-Mar-23	SKPC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
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.
22-Mar-23	KRDI	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
23-Mar-23	ARCC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
26-Mar-23	AUTO	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
26-Mar-23	AUTO	EGM	Amending articles No. 2 & 41 of the company's bylaws.

27-Mar-23	ECAP	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.
30-Mar-23	MENA	OGM	Approving financial statements ending 31 Dec. 2022.
30-Mar-23	CIEB	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	TAKEStock: The Egyptian Banking Industry - The RRR Effect
21-Sep-22	EGYPTBanks – The Causal Sequence
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	TAKEStock – Hidden “valu”
28-Apr-22	MACROView – Din of Battle Getting Louder
17-Apr-22	MACROView – Before the Grand Storm
14-Apr-22	EFG Hermes Holding [HRHO] – Rating Cut on Withdrawal of FAB’s Bid
12-Apr-22	MACROView – Mounting External Vulnerabilities
10-Apr-22	MACROView – Much Higher Inflation ... and Longer
24-Mar-22	EFG Hermes Holding [HRHO] – The Best Is Yet to Come



- 23-Mar-22 [CI Capital Holding \[CICH\] – A Year to Remember](#)
- 22-Mar-22 [Orascom Construction \[ORAS\] – A Clear Devaluation Winner](#)
- 10-Mar-22 [MACROView – The Dizzying Speed](#)
- 6-Mar-22 [MACROView – On the Back Foot](#)
- 2-Mar-22 [MACROView – Calculating the Ferocity](#)
- 1-Mar-22 [Housing & Development Bank \[HDBK\] – Credit Provisions Flattened Earnings Growth](#)

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