

Going Once, Going Twice

TODAY'S TOP NEWS & ANALYSIS

The Central Bank of Egypt extended two deposits valued at USD2.7bn

New USD2bn Chinese cast-iron pipes and steel manufacturing project in Ain Sokhna

Egyptian customs exempts some drugs' raw materials from VAT

PACHIN's bidding war continues; higher offers expected

SODIC's negotiations to acquire Orascom Real Estate stopped

MICH's BoD approved 2023/24 Budget

AT Lease's OGM approves distributing EGP0.42/share

MACRO

The Central Bank of Egypt extended two deposits valued at USD2.7bn

The **Central Bank of Egypt (CBE)** announced the extension of two deposits from the **UAE** and **Kuwait** valued at USD2.7bn. The first deposit, valued at USD2bn, from Kuwait has been extended to September 2023, while the second, valued at USD658mn, from the UAE has been extended to August 2027. ([Al-Mal](#))

New USD2bn Chinese cast-iron pipes and steel manufacturing project in Ain Sokhna

China's Xinxing Ductile Iron Pipes intends to invest USD2bn in a cast-iron pipes and steel manufacturing plant in the China-Egypt TEDA Suez Economic and Trade Cooperation Zone in **Ain Sokhna**. The project will encompass a total area of 1.7mn sqm and a total annual production value of USD2.6bn:

- (1) The first phase will focus on cast-iron pipes production with a production capacity of 250,000 tons/year, an annual production value of USD1.2bn, costing c.USD150mn and covering an area of 250,000 sqm.
- (2) The second phase will focus on steel manufacturing with a production capacity of 2mn tons/year, an annual production value of USD1.4bn, costing c.USD1.8bn and covering an area of 1.45mn sqm. ([Cabinet Statement](#))

Egyptian customs exempts some drugs' raw materials from VAT

The **Egyptian customs** exempted some drugs' raw materials from the value-added tax (VAT) for 56 companies. The exemption came as a result of the **Egyptian Drug Authority's (EDA)** decisions and was applied in mid-March. ([Egyptian Customs](#))

CORPORATE

PACHIN's bidding war continues; higher offers expected

National Paints Holding (NPH) upped its offer to acquire Paints & Chemical Industries (PACHIN) [**PACH**] at EGP36/share. This makes NPH the highest bidder on the table, followed by **Eagles Chemicals'** offer at EGP35/share. Moreover, media sources have reported that **Compass Capital** may be looking to up its offer from EGP30/share. ([Al-Mal](#))

SODIC's negotiations to acquire Orascom Real Estate stopped

Orascom Development Egypt [**ORHD**] said that negotiations with SODIC [**OCDI**] to acquire its 70%-owned **Orascom Real Estate** have stopped. We note that SODIC had offered to acquire 100% of Orascom Real Estate, the owner of O-West project in West Cairo, for EGP2.5bn. ([Al-Mal](#))











































MICH's BoD approved 2023/24 Budget

Misr Chemical Industries Co.'s [**MICH**] BoD approved 2023/24 budget, projecting a net income of EGP240mn on revenues of EGP760mn. The 2022/23 budget had projected for the company to generate a net income of EGP121mn. We note that MICH's H1 2022/23 figures have so far eclipsed its full-year expectations, with a net income of EGP280mn. (Company disclosure: [1](#), [2](#))

AT Lease's OGM approves distributing EGP0.42/share

AT Lease's [**ATLC**] OGM approved distributing EGP0.42/share, implying a 10% yield. ([Company disclosure](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					1,006.4	Equity turnover (EGPmn): Last, ytd avg.					1,291.7	2,096.4	
					daily chg.	ytd chg.						daily chg.	ytd chg.
		EGX 30	15,625.08	2.44%	7.03%			Gold	1,978.21	(0.76%)	8.45%		
		EGX 30 TR	6,447.80	2.67%	7.38%				Silver	23.23	0.53%	(3.03%)	
		EGX 70 EWI	2,765.44	1.15%	(1.30%)					Brent Oil	74.99	(1.21%)	(12.06%)
		EGX 100 EWI	4,106.21	1.63%	(0.95%)					WTI	69.26	(1.00%)	(13.91%)
		DFMGI	3,349.48	(0.43%)	0.40%						Natural Gas	2.22	2.88%
		ADSMI	9,502.51	(0.50%)	(6.94%)		EGP				USD/EGP	30.90	0.17%
		TASI	10,446.39	0.93%	(0.31%)	€		EUR/USD		1.08	(0.66%)	0.51%	
		QE Index	10,006.20	0.26%	(6.32%)	£		GBP/USD	1.22	(0.44%)	1.24%		
			S&P 500	3,970.99	0.56%	3.42%	¥		USD/JPY	130.73	0.09%	0.30%	
		Dow 30	32,237.53	0.41%	(2.74%)			6M TB yield	22.59	10	342		
		NASDAQ	11,823.96	0.31%	12.97%			1Y TB yield	22.58	(1)	367		
		VIX	21.74	(3.85%)	0.32%				10Y TB yield	14.68	0	0	
		STOXX 50	4,130.62	(1.82%)	8.88%						2Y TB yield	3.77	(17)
	EM		MSCI Emerging	972.17	(0.57%)	1.65%					10Y TB yield	3.38	(5)
FM		MSCI Frontier	475.22	(0.96%)	0.61%		30Y TB yield			3.64	(1)	(32)	

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

Source: Bloomberg, CBE.

KEY DATES

DATE	TICKER	TYPE	EVENT
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.
26-Mar-23	MBSC	OGM	Approving financial statements ending 31 Dec. 2022.
26-Mar-23	MBSC	EGM	Discussing capital reduction & amending Articles No. 4, 6 & 7 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.
28-Mar-23	POUL	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
28-Mar-23	EFID	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
28-Mar-23	UNIT	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
28-Mar-23	ETEL	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
28-Mar-23	PORT	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.

29-Mar-23	EPCO	OGM	Approving financial statements ending 31 Dec. 2022.
29-Mar-23	MCRO	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
29-Mar-23	MCRO	EGM	Discussing capital reduction & amending Articles No. 6 & 7 of the company's bylaws.
29-Mar-23	AMES	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
29-Mar-23	SUGR	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
29-Mar-23	ICLE	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
29-Mar-23	ACAMD	OGM	Approving financial statements ending 31 Dec. 2022 and netting contracts.
29-Mar-23	ELSH	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	ATQA	OGM	Approving financial statements ending 31 Dec. 2022 and netting contracts.
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.
30-Mar-23	ETRS	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	EXPA	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	HDBK	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	LCSW	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	CANA	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	AREH	OGM	Discussing netting contracts.
30-Mar-23	EMFD	OGM	Approving financial statements ending 31 Dec. 2022.
30-Mar-23	EKHO	OGM	Approving financial statements ending 31 Dec. 2022 and approving distributing dividends of USD0.11/share.
30-Mar-23	EKHO	EGM	Considering approval some articles of the law.
30-Mar-23	GGCC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
30-Mar-23	GGCC	EGM	Discussing capital reduction & amending Articles No. 6 & 7 of the company's bylaws.
30-Mar-23	MCQE	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
31-Mar-23	CCRS	OGM	Approving financial statements ending 31 Dec. 2022.
1-Apr-23	GDWA	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
1-Apr-23	GDWA	EGM	Adding new article of the company's bylaws.

1-Apr-23	PHAR	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
1-Apr-23	PHAR	EGM	Approving increasing the issued capital & amending Articles No. 6 & 7 of the company's bylaws.
1-Apr-23	PRDC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
1-Apr-23	PRDC	EGM	Adding new article of the company's bylaws.
2-Apr-23	NEDA	OGM	Approving financial statements ending 31 Dec. 2022.
2-Apr-23	ORWE	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
3-Apr-23	PHDC	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
3-Apr-23	FAIT	Cash dividend	Deadline for eligibility for a dividend of EGP1.98/share.
3-Apr-23	COMI	Cash dividend	Deadline for eligibility for a dividend of EGP0.54/share.
4-Apr-23	COMI	Cash dividend	Ex-dividend date for EGP0.54/share.
4-Apr-23	FAIT	Cash dividend	Ex-dividend date for EGP1.98/share.
5-Apr-23	DOMT	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
6-Apr-23	COMI	Cash dividend	Payment date for a dividend of EGP0.54/share.
6-Apr-23	FAIT	Cash dividend	Payment date for a dividend of EGP1.98/share.

LATEST RESEARCH

DATE	PUBLISHED REPORT
21-Mar-23	<u>STANDPoint Portfolio Update – Adding ALCN, ECAP, HRHO, and RACC</u>
16-Mar-23	<u>Al Ezz Ceramics & Porcelain (GEMMA) [ECAP] – A Hidden “GEMMA”</u>
8-Feb-23	<u>Alexandria Containers Handling [ALCN] – Breaking Higher Waves</u>
29-Jan-23	<u>STANDPoint – The Year of Adjustment; Our fundamental outlook for 2023</u>
18-Dec-22	<u>Elsewedy Electric [SWDY] – Turning Copper Into Gold</u>
5-Dec-22	<u>Commercial International Bank [COMI] – Still Spearheading</u>
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>

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