

Cleaning Out the Closet

TODAY'S TOP NEWS & ANALYSIS

AD Ports wants to invest in the Nile river transportation

Government to increase export subsidies to EGP28-30bn in FY2023/24

Investment authority approves 13 golden licenses and reviews 40 more

IDA to allocate new industrial land next month

Telecom Egypt raised its proposed cash dividend

Maridive's subsidiary signs a preliminary MoU with Al Gihaz Holding

OFH 2022: Higher net losses but the same clean balance sheet

Eastern Company to raise its selling prices

Dice to buy back 70mn shares at a 5% premium to market

MACRO

AD Ports wants to invest in the Nile river transportation

It has been reported that **AD Ports** is looking to invest EUR500mn to build a transportation infrastructure for the Nile river. This includes new fuel stations for barges, developing river boats, and bringing amphibious buses to Egypt. ([Al-Borsa](#))

Government to increase export subsidies to EGP28-30bn in FY2023/24

In a meeting held yesterday, the **government** announced its plan to increase export subsidies to EGP28-30bn in FY2023/24 from EGP8bn for the current year. This new export subsidy program is to start next year, and will allow companies to receive subsidies within three months of submission. ([Cabinet](#))

Investment authority approves 13 golden licenses and reviews 40 more

The **General Authority for Freezones and Investment (GAFI)** is studying the applications of 40 companies submitted for golden licenses. Meanwhile, the authority has approved 13 golden licenses to various companies, including a USD5.5bn green ammonia plant in Ain Sokhna and an EGP8.8bn home and electrical appliances manufacturing and assembly facility in Menoufia. ([Al-Arabiya](#))

IDA to allocate new industrial land next month

The **Industrial Development Authority's (IDA)** head announced that the authority is preparing to allocate new industrial land by next month as they are currently studying 500 requests from local and foreign investors. ([Al-Borsa](#))

CORPORATE

Telecom Egypt raised its proposed cash dividend

Telecom Egypt's [**ETEL**] BoD approved raising its proposed cash dividend from EGP0.75/share to EGP1.25/share, implying a 6% yield. ([Company disclosure](#))

Maridive's subsidiary signs a preliminary MoU with Al Gihaz Holding

Valentine Maritime Ltd., a wholly-owned subsidiary of Maridive & Oil Services [**MOIL**], signed a preliminary MoU with Saudi **Al Gihaz Holding** for the latter's purchase of a few naval units and Valentine's 60% stake in its Saudi subsidiary. The terms of the MoU are as follows:

- The settlement of all outstanding debts pertaining to the naval units intended for purchase.
- The settlement of other dues valued at USD28.5mn.
- Valentine will receive USD300,000 in exchange for the company's stake in its Saudi subsidiary.
- Valentine will receive credit facilities worth USD15mn for a period of nine months to settle other dues related to the company or its subsidiaries, only after Al Gihaz acquires the naval units and Valentine's stake in its Saudi subsidiary. ([Company disclosure](#))

OFH 2022: Higher net losses but the same clean balance sheet

Orascom Financial Holding's [**OFH**] net losses after minority in 2022 widened to EGP72mn vs. EGP24mn a year earlier. Higher net losses can be attributed to other operating expenses that rose to EGP33mn (+235% y/y). We note that OFH's net losses came in despite higher interest income of EGP45mn (+272% y/y) and FX gains of EGP41mn. Still, OFH's balance sheet remained in very good shape with net cash recording EGP677mn (i.e. 68% of market cap). ([Company disclosure](#))

Eastern Company to raise its selling prices

Eastern Co. [**EAST**] BoD approved raising the selling prices for all of its products. The raise comes between EGP1-3/pack, effective 25 March 2023. Noting that this is the second price increase to be applied since last September. Meanwhile, EAST raises its prices to overcome the increasing raw material costs. ([Company disclosure](#), Economy plus)

Dice to buy back 70mn shares at a 5% premium to market

Dice Sports & Casual Wear [**DSCW**] will buy back 70mn treasury shares or 3.918% of its outstanding share at EGP0.45/share, a premium of 4% to the 26 March 2023 market price. We note that DSCW was initially going to buy back 90mn shares (5.04%) at EGP0.35/share. ([Company disclosure](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)						1,027.2	

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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