

Good as Gold

TODAY'S TOP NEWS & ANALYSIS

Gold prices to be posted on the EGX

Ministry of Petroleum investing USD19bn in 11 petrochemical projects

Ministry of Agriculture releases amounts of corn and soybean

Toyota Tsusho seeks to establish two car factories in the African market

SODIC Q1 2023: Net profits down despite higher revenues

PACHIN bidding war comes to an end

MACRO

Gold prices to be posted on the EGX

Chairman of the **Egyptian Exchange (EGX)** announced that the EGX and the **Financial Regulatory Authority (FRA)** are working on posting gold prices on the EGX over the coming period, coinciding with the launch of the recently-approved gold investment fund. Gold prices will be determined by an Egyptian gold refinery that has a significant share of the Egyptian gold market. ([Al-Borsa](#), [Mubasher](#))

Ministry of Petroleum investing USD19bn in 11 petrochemical projects

A report published by the **Information & Decision Support Center** outlines **Egypt's Ministry of Petroleum & Mineral Resources'** plan to invest USD19bn to implement 11 new petrochemical projects between 2020-2035. These projects are part of the updated national strategy to develop the petrochemical sector and exploit Egypt's untapped energy resources. We had reported on [26 April 2023](#) regarding a few of the projects included in the plan; some of the other projects include producing titanium dioxide, algae-based green naphtha, superabsorbent polymer, biodegradable plastic, and green hydrogen. ([Al-Borsa](#))

Ministry of Agriculture releases amounts of corn and soybean

Last week, **Egypt's Ministry of Agriculture** released 163,000 tons of corn worth USD59mn and 48,000 tons of soybeans worth USD36mn, in addition to fodder worth USD4mn. ([Mubasher](#))

Toyota Tsusho seeks to establish two car factories in the African market

Toyota Tsusho is seeking to establish two car factories in **Africa**, one of which could be in **Egypt**, with a production capacity of 100,000 cars annually/factory. ([Economy Plus](#))

CORPORATE

SODIC Q1 2023: Net profits down despite higher revenues

SODIC's [OCDI] Q1 2023 results showed a 17% y/y drop in net profits to EGP187mn despite 25% higher revenues of EGP1.5bn on 70% y/y higher selling, marketing, general, and administrative expenses of EGP422mn and provisions of EGP21.6mn.

Revenues can be broken down into:

- Real estate sales increased by 27% y/y to EGP1.35bn.
- Communities' management service revenues increased by 11% y/y to EGP109mn.
- Club revenues increased 17% y/y to EGP22.2mn.
- Investment property revenues increased 7% y/y to EGP14.5mn.

Moreover, the main operational highlights during the quarter included:

- Gross contracted sales of EGP2.8bn.
- Cancellations at 21% of gross contracted sales.
- Cash collections of EGP2.1bn.
- 208 units delivered.

Meanwhile, GPM dropped to 37.6% (-3.5pp y/y), affected by the large number of early phase deliveries on SODIC East project. (Company disclosure: [1](#), [2](#))

PACHIN bidding war comes to an end

Paints & Chemical Industries' (PACHIN) [PACH] shareholders responded to **National Paints Holding's** offer to buy up to 100% of PACHIN at EGP39.8/share, where 19,358,213 shares (80.7% of PACH's 24mn total shares) accepted the offer. ([Company disclosure](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)					Equity turnover (EGPmn): Last, ytd avg.				
1,117.1					1,516.0 2,033.0				
			daily chg.	ytd chg.			daily chg.	ytd chg.	
	EGX 30	17,300.56	(0.06%)	18.51%		Gold	2,016.68	1.72%	10.53%
	EGX 30 TR	7,197.71	(0.08%)	19.87%		Silver	25.37	1.52%	5.51%
	EGX 70 EWI	2,982.94	(0.42%)	6.46%		Brent Oil	75.32	0.00%	(10.55%)
	EGX 100 EWI	4,525.31	(0.34%)	9.16%		WTI	71.66	(0.08%)	(10.72%)
	DFMGI	3,575.56	1.06%	7.18%		Natural Gas	2.21	0.63%	(50.21%)
	ADSMI	9,669.13	(0.36%)	(5.31%)	EGP	USD/EGP	30.91	0.27%	(20.09%)
	TASI	11,218.61	(0.59%)	7.06%	€	EUR/USD	1.10	0.24%	2.99%
	QE Index	10,331.82	0.58%	(3.27%)	£	GBP/USD	1.25	0.20%	3.38%
	S&P 500	4,119.58	(1.16%)	7.29%	¥	USD/JPY	136.55	0.70%	(3.62%)
	Dow 30	33,684.53	(1.08%)	1.62%		6M TB yield	23.52	22	435
	NASDAQ	12,080.51	(1.08%)	15.42%		1Y TB yield	23.52	5	462
	VIX	17.78	10.57%	(17.95%)		10Y TB yield	14.68	0	0
	STOXX 50	4,294.85	(1.48%)	13.21%		2Y TB yield	3.96	(18)	(46)
EM	MSCI Emerging	973.94	(0.29%)	1.84%		10Y TB yield	3.42	(15)	(45)
FM	MSCI Frontier	480.56	(0.59%)	1.74%		30Y TB yield	3.71	(10)	(25)

* 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
3-May-23	DAFH	<u>OGM</u>	Approving financial statements ending 31 Dec. 2022.
3-May-23	DAFH	<u>EGM</u>	Approving increasing the issued capital & amending Articles No. 6 & 7 of the company's bylaws.
3-May-23	JUFO	<u>OGM</u>	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
3-May-23		<u>Egypt PMI</u>	Announcing date of PMI.
6-May-23	MTIE	<u>OGM</u>	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
6-May-23	MTIE	<u>EGM</u>	Approving increasing the issued capital & amending Articles No. 3, 6, 7 & 21 of the company's bylaws.
8-May-23	OIH	<u>OGM</u>	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
9-May-23	DOMT	<u>Cash dividend</u>	Deadline for eligibility for a dividend of EGP0.50/Share.
9-May-23	MFPC	<u>Cash dividend</u>	Deadline for eligibility for a dividend of EGP15.00/Share.
10-May-23	MFPC	<u>Cash dividend</u>	Ex-dividend date for EGP15.00/Share.
10-May-23	DOMT	<u>Cash dividend</u>	Ex-dividend date for EGP0.50/Share.
10-May-23	ACAMD	<u>OGM</u>	A board reshuffle.
11-May-23	MOIL	<u>EGM</u>	Approving the acquisition offer from Al Gihaz Holding.

11-May-23	ASPI	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
11-May-23		MSCI	MSCI's May 2023 Semi-Annual Index Review Announcement.
13-May-23	HRHO	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
13-May-23	HRHO	EGM	Approving increasing the issued capital & amending Articles No. 6 & 7 of the company's bylaws.
13-May-23	AIH	OGM	Approving financial statements ending 31 Dec. 2022 and the proposed dividends.
14-May-23	MFPC	Cash dividend	Payment date for a dividend of EGP15.00/share.
14-May-23	DOMT	Cash dividend	Payment date for a dividend of EGP0.50/share.
14-May-23	ORWE	Cash dividend	Deadline for eligibility for a dividend of EGP0.60/Share.
14-May-23	SKPC	Cash dividend	Deadline for eligibility for a dividend of EGP0.90/Share.
14-May-23	EFID	Cash dividend	Deadline for eligibility for a dividend of EGP0.57/share.
15-May-23	ORWE	Cash dividend	Ex-dividend date for EGP0.60/Share.
16-May-23	SWDY	Cash dividend	Deadline for eligibility for a dividend of EGP0.40/Share.
17-May-23	SWDY	Cash dividend	Ex-dividend date for EGP0.40/Share.
17-May-23	ORWE	Cash dividend	Payment date for a dividend of EGP0.60/share.
17-May-23	SKPC	Cash dividend	Payment date for a dividend of EGP0.50/share (1st installment).
17-May-23	EFID	Cash dividend	Payment date for a dividend of EGP0.57/share.
20-May-23	ESRS	OGM	Approving financial statements ending 31 Dec. 2022.
20-May-23	IRAX	OGM	Approving financial statements ending 31 Dec. 2022.
21-May-23	SWDY	Cash dividend	Payment date for a dividend of EGP0.40/share.
28-May-23	ASCM	OGM	Approving financial statements ending 31 Dec. 2022.
28-May-23	ASCM	EGM	Discussing the continuation of the company.

LATEST RESEARCH

DATE	PUBLISHED REPORT
30-Apr-23	<u>EGYPTFertilizers – Grass Is Green on Both Sides</u>
11-Apr-23	<u>Obour Land Food Industries [OLFI] – Resilience is Key</u>
9-Apr-23	<u>Orascom Construction [ORAS] – On Solid Foundations</u>
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>

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