

Higher Deficits on the Way

TODAY'S TOP NEWS & ANALYSIS

Egypt's budget deficit target increased again

The first hyper-scale data center in Egypt

Safi and Wataniya may receive offers this month

ESRS responds to the circulating news regarding its acquisition of EZDK

OIH signs a strategic partnership agreement with BluEV

B Investments and TSFE launch a new company in partnership with El-Ezaby

MACRO

Egypt's budget deficit target increased again

The **Egyptian government** raised its budget deficit targets for FY23 from 6.8% to 8% and for FY24 from 6.3% to 7%. ([Asharq Business](#))

The first hyper-scale data center in Egypt

Egypt-based **Benya Group** and **UAE**-based **Khazna Data Centers** paired up to introduce the first hyper-scale data center in **Egypt**. The data center will offer an expected capacity of 25 megawatts and will be built on a 40,000 sqm parcel in **Maadi Technology Park** for a total investment of USD250mn. ([Economy Plus](#))

Safi and Wataniya may receive offers this month

The **Egyptian cabinet** announced that **National Co. for Natural Water (Safi)** and **National Petroleum Co. (Wataniya)** would start receiving offers this month (May 2023). The **Prime Minister** referred that international consortiums have shown interest in both companies. ([Cabinet statement](#))

CORPORATE

ESRS responds to the circulating news regarding its acquisition of EZDK

Ezz Steel Co. [**ESRS**] released a statement regarding its reported intent to purchase the Egyptian government's stake in its subsidiary Al Ezz Dekheila Steel Co. (EZDK) [**IRAX**], which we had reported on yesterday. The company clarified that it did not formally present any offer to acquire an additional stake. ([Company disclosure](#))

OIH signs a strategic partnership agreement with BluEV

Orascom Investment Holding [OIH] announced signing a strategic partnership agreement with **BluEV**, a software-based company for e-mobility solutions, aiming to create an industrial leap in lightweight transportation in Egypt. ([Company disclosure](#))

B Investments and TSFE launch a new company in partnership with El-Ezaby

B Investments Holdings [BINV] alongside The **Sovereign Fund of Egypt**' (TSFE) Healthcare & Pharma Subfund launched a new company named "**EZ International**" in partnership with **El-Ezaby Pharmacies chain**, offering logistics and management services as well as pharmaceutical distribution and trade services. ([Company disclosure](#))

MARKETS PERFORMANCE

Current equity market cap (EGPbn)						1,142.3		Equity turnover (EGPmn): Last, ytd avg.				2,124.5		2,019.6			
						daily chg.		ytd chg.						daily chg.		ytd chg.	
		EGX 30	17,642.97	2.37%	20.85%			Gold	2,021.16	0.22%	11.05%						
		EGX 30 TR	7,338.54	2.37%	22.21%			Silver	25.55	(0.45%)	6.99%						
		EGX 70 EWI	3,056.29	2.47%	9.08%			Brent Oil	77.01	(0.35%)	(8.86%)						
		EGX 100 EWI	4,641.30	2.58%	11.96%			WTI	73.16	(0.33%)	(9.08%)						
		DFMGI	3,582.84	(0.01%)	7.40%			Natural Gas	2.24	(0.71%)	(50.35%)						
		ADSMI	9,691.35	(0.15%)	(5.09%)	EGP		USD/EGP	30.90	(0.18%)	(20.05%)						
		TASI	11,256.39	(0.00%)	7.42%	€		EUR/USD	1.10	(0.14%)	2.65%						
		QE Index	10,715.60	0.40%	0.32%	£		GBP/USD	1.26	(0.04%)	4.39%						
		S&P 500	4,138.12	0.05%	7.78%	¥		USD/JPY	135.10	(0.22%)	(2.89%)						
		Dow 30	33,618.69	(0.17%)	1.42%			6M TB yield	23.65	13	448						
		NASDAQ	12,256.92	0.18%	17.11%			1Y TB yield	23.58	6	468						
		VIX	16.98	(1.22%)	(21.64%)			10Y TB yield	14.68	0	0						
		STOXX 50	4,348.65	0.19%	14.63%			2Y TB yield	4.00	9	(42)						
	EM		MSCI Emerging	989.44	0.79%	3.46%			10Y TB yield	3.51	7	(37)					
	FM		MSCI Frontier	480.13	0.38%	1.65%			30Y TB yield	3.82	7	(14)					

* 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
9-May-23	DOMT	Cash dividend	Deadline for eligibility for a dividend of EGP0.50/Share.
9-May-23	MFPC	Cash dividend	Deadline for eligibility for a dividend of EGP15.00/Share.
10-May-23	MFPC	Cash dividend	Ex-dividend date for EGP15.00/Share.
10-May-23	DOMT	Cash dividend	Ex-dividend date for EGP0.50/Share.
10-May-23	ACAMD	OGM	A board reshuffle.
11-May-23	MOIL	EGM	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.
28-May-23	TMGH	Cash dividend	Deadline for eligibility for a dividend of EGP0.19/Share.
30-May-23	IDHC	OGM	Approving financial statements ending 31 Dec. 2022.
31-May-23	TMGH	Cash dividend	Payment date for a dividend of EGP0.096/share (1st installment).

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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