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.
EGX 30	17,642.97	2.37%	20.85%
EGX 30 TR	7,338.54	2.37%	22.21%
EGX 70 EWI	3,056.29	2.47%	9.08%
EGX 100 EWI	4,641.30	2.58%	11.96%
DFMGI	3,582.84	(0.01%)	7.40%
ADSMI	9,691.35	(0.15%)	(5.09%)
TASI	11,256.39	(0.00%)	7.42%
QE Index	10,715.60	0.40%	0.32%
S&P 500	4,138.12	0.05%	7.78%
Dow 30	33,618.69	(0.17%)	1.42%
NASDAQ	12,256.92	0.18%	17.11%
VIX	16.98	(1.22%)	(21.64%)
STOXX 50	4,348.65	0.19%	14.63%
EM MSCI Emerging	989.44	0.79%	3.46%
FM MSCI Frontier	480.13	0.38%	1.65%

		daily chg.	ytd chg.
Gold	2,021.16	0.22%	11.05%
Silver	25.55	(0.45%)	6.99%
Brent Oil	77.01	(0.35%)	(8.86%)
WTI	73.16	(0.33%)	(9.08%)
Natural Gas	2.24	(0.71%)	(50.35%)
EGP USD/EGP	30.90	(0.18%)	(20.05%)
€ EUR/USD	1.10	(0.14%)	2.65%
£ GBP/USD	1.26	(0.04%)	4.39%
¥ USD/JPY	135.10	(0.22%)	(2.89%)
6M TB yield	23.65	13	448
1Y TB yield	23.58	6	468
10Y TB yield	14.68	0	0
2Y TB yield	4.00	9	(42)
10Y TB yield	3.51	7	(37)
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	**EGYPTFertilizers – Grass Is Green on Both Sides**
11-Apr-23	Obour Land Food Industries [OLFI] – Resilience is Key
9-Apr-23	Orascom Construction [ORAS] – On Solid Foundations
21-Mar-23	**STANDPoint Portfolio Update – Adding ALCN, ECAP, HRHO, and RACC**
16-Mar-23	Al Ezz Ceramics & Porcelain (GEMMA) [ECAP] – A Hidden "GEMMA"
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"

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