

## Al Maha Market EYE

### Global markets & Commodities Watch

#### International Indices

Index	Value	% Change
<b>USA</b>		
Dow Jones	17,515.42	-1.47%
S&P 500	2,046.68	-1.67%
NASDAQ	4,909.76	-1.75%
<b>EUROPE</b>		
FTSE 100	6,490.70	0.91%
CAC 40	4,639.02	0.75%
DAX 30	10,747.30	0.66%
<b>ASIA</b>		
NIKKEI	19,473.71	-1.34%
Hang Seng	24,334.86	3.48%
Strait Times	3,275.98	-0.27%

#### Regional Indices

Index	Value	% Change
Muscat Stock Market	6,402.65	-0.40%
Saudi Arabia	9,057.89	-0.26%
Dubai	3,986.60	-1.36%
Abu Dhabi	4,692.29	-0.68%
Kuwait (Price Index)	6,156.68	0.15%
Bahrain	1,335.64	-0.17%
Qatar	11,787.11	-1.25%

#### Commodities Market

Index	Value	% Change
Crude Oil (\$/bbl)		
Crude Oil (WTI)	52.37	1.39%
Crude Oil (Brent)	57.73	1.19%

Metals	Value	% Change
Gold Future \$/OZ	1,157.30	-0.53%
Silver Future \$/OZ	15.07	-0.61%
Aluminum \$/T	1,619.50	-1.52%
Copper \$/T	5,370.00	-1.29%
Nickel \$/T	10,875.00	-2.33%

#### Forex Market

##### Cross Currency Rates for Major currencies

Currency	\$	Rs	£	€	¥
US \$	1.0000	0.0158	1.5404	1.1029	0.0082
Indian Rupees (Rs)	63.3871	1.0000	97.6250	69.8970	0.5213
Sterling ( £ )	0.6492	0.0102	1.0000	0.7159	0.0053
Euro ( € )	0.9067	0.0143	1.3965	1.0000	0.0075
Japanese Yen ( ¥ )	121.5800	1.9100	187.2600	134.0700	1.0000

#### Currency Rates against OMR

Currency	Value	% Change
OMR/ \$	2.588	0.00%
OMR/ £	1.680	0.75%
OMR/ €	2.347	-0.26%
OMR/ ¥	314.68	-0.77%
OMR/ Rs	164.06	0.20%

#### Debt market

Interest Rates	1M	3M	6M	1Y
LIBOR	0.187%	0.284%	0.445%	0.762%
EURIBOR	-0.069%	-0.018%	0.049%	0.164%

Sources: Bloomberg, Reuters, Zawya, MSM

Data as on 8:30 AM, 9-Jul-15

### GLOBAL NEWS WATCH

9-Jul-15

#### Asian stocks rise as China fall stemmed, yen off highs

Asian shares reversed course and rose as a slide in battered Chinese stocks was stemmed, while the safe-haven yen was nudged off highs scaled against the dollar. China's securities regulator took the drastic step on Wednesday of ordering shareholders with stakes of more than 5 percent from selling shares for the next six months, in a bid to halt a plunge in stock prices. China's CSI300 index was up 1.6 percent and the Shanghai Composite Index had gained 0.6 percent. Hong Kong's Hang Seng soared 3.5 percent.

#### Dow hits 5-month low amid NYSE trading suspension, growth concerns

The Dow Jones Industrial Average fell to a five-month low in a session marked by a nearly four-hour suspension of trading on the New York Stock Exchange and concerns about the pace of global growth. The Dow Jones Industrial Average fell 261.49 points, or 1.5%, to 17515.42, ending at its lowest level since February 2. The S&P 500 dropped 34.66 points, or 1.7%, to 2046.68, and the Nasdaq Composite lost 87.70, or 1.8%, to 4909.76. About 7.1 billion shares traded were on Wednesday, higher than the 2015 average of 6.5 billion shares.

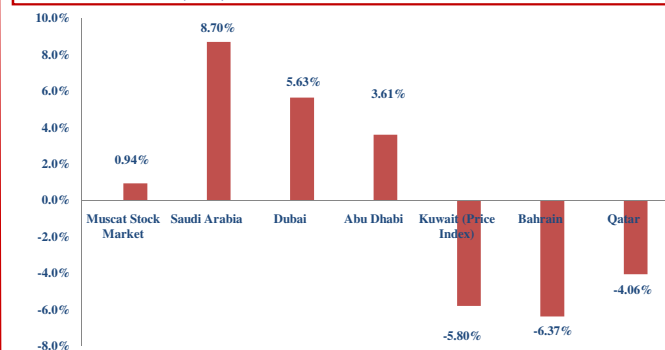
#### Greece seeks new EU loan deal in race to avert collapse

A race to save Greece from bankruptcy and keep it in the euro gathered pace on Wednesday when Athens formally applied for a three-year loan and European authorities launched an accelerated review of the request. The government submitted a request to the European Stability Mechanism bailout fund to lend an unspecified amount to meet Greece's debt obligations and to ensure stability of the financial system. It promised to begin implementing tax and pension measures sought by creditors as early as Monday.

#### Oil prices bounce; but oversupply worries remain

Crude oil prices bounced following losses earlier in the week, with Chinese stocks picking up after the government launched new steps to stop a rout that had knocked off a third of the country's share market value. Front-month U.S. crude futures were up at \$52.37 per barrel, but remained almost 8 percent below levels at the end of last week. Brent crude was 68 cents higher at \$57.73 a barrel. However, Iranian exports could also resume if major global powers and Iran reach an agreement this week that could lead to a lifting of western sanctions against Tehran, adding to the global oversupply.

#### GCC Market Returns (YTD)



## Market Round up

## REGIONAL & OMAN NEWS WATCH

### MSM Indices Movement 8-Jul-15

Index	Last Close	Prev. Close	Change	% Change
MSM 30	6,402.65	6,428.46	-25.81	-0.40%
Financial	7,729.17	7,784.85	-55.68	-0.72%
Industry	8,288.68	8,299.37	-10.69	-0.13%
Services	3,455.01	3,446.89	8.12	0.24%
Shariah	986.57	988.11	-1.54	-0.16%

### MSM Sectorial Snapshot

Index	Mcap (RO '000)	P/E (TTL)	P/BV	Dividend Yield
MSM 30	7,070,070	11.2	1.5	3.9%
Financial	3,417,158	10.2	1.2	3.4%
Industry	857,138	12.7	1.7	4.6%
Services	2,795,774	12.3	2.2	4.2%

### Net Position

Nationality	Buy		Sell		Net Buy / Sell
	Vol (%)	Val (%)	Vol (%)	Val (%)	
OMANIS	90.11 %	84.33 %	73.94 %	65.95 %	18.39 %
GCC	5.02 %	6.17 %	1.72 %	3.43 %	2.74 %
ARABS	1.58 %	2.72 %	0.77 %	0.63 %	2.09 %
OTHERS	3.29 %	6.78 %	23.57 %	30.00 %	-23.22 %

### MSM Movers

Stock	Close	% Change	Volume	Market Share
Al Batinah Power	0.207	2.48%	241,707	1.62%
Al Suwadi Power	0.207	2.48%	350,625	2.36%
Al Sharqia Investment Holding	0.126	0.80%	336,514	2.26%

### MSM Shakers

Stock	Close	% Change	Volume	Market Share
Ahli Bank	0.201	-6.51%	3,000,000	20.17%
Dhofar Cattle Feed	0.175	-3.32%	10,562	0.07%
Al Anwar Holding	0.203	-1.46%	574,260	3.86%

### MSM Volume Leaders

Stock	Close	% Change	Volume	Market Share
Phoenix Power	0.153	-0.65%	7,381,809	49.63%
Ahli Bank	0.201	-6.51%	3,000,000	20.17%
Bank Sohar	0.191	0.53%	833,201	5.60%

### MSM Value Leaders

Stock	Close	% Change	Turnover	Market Share
Phoenix Power	0.153	-0.65%	1,127,758	36.67%
Ahli Bank	0.201	-6.51%	601,525	19.56%
Oman Telecommunication	1.730	-0.58%	254,102	8.26%

### Major Shareholders' Trades

Ticker	Shareholder	Quantity	Transaction	Holding
OCOI	Civil Service Pension Fund	100,000	Buy	7.19%
ABOB	Ominvest	2,867,100	Buy	6.81%
BMCC	Civil Service Pension Fund	70,032	Buy	12.00%

### Market Breadth

Advances	4
Declines	16
Total Securities Traded	42

### Activity Statistics

Traded volume	Turnover (R.O.)
14,875,086	3,075,539

Sources: Bloomberg, Reuters, Zawya, MSM, MCDC

## REGIONAL

### Dubai property will return to growth path in 2016-17

Declining apartment and villa prices in Dubai will stabilise during 2016 and return to growth later in the year or in 2017, a leading realty company said. According to Core Savills, recent data suggests that Dubai's real estate market peaked in October 2014 at levels higher than those achieved in August 2008, and that Dubai's residential sales market has softened steadily by a compounded average of 1.2 per cent per month for apartments and 0.7 per cent for villas since then. In a statement, Core Savills said it expects a return to growth as Dubai gears up for Expo 2020, and has welcomed the drop in prices as a healthy and positive market adjustment after the strong growth numbers posted in 2014. Citing reasons for the softening prices, the Core Savills report mentions several external factors such as regional instability issues, global macroeconomic concerns. In particular, a Chinese crackdown on capital outflows, Russian sanctions and the falling ruble, the appreciating dollar and overall eurozone issues are mentioned as making their mark on Dubai's residential market.

### Inflation rate declines in Oman, UAE tops in GCC

The GCC inflation index recorded rates that ranged between -0.40 per cent in the Sultanate of Oman and 4.32 per cent in the United Arab Emirates (UAE) compared to the same month of 2014, based on data issued by the GCC-Stat. Among GCC states, the highest inflation rate was recorded in the UAE at 4.32 per cent, followed by Kuwait at 3.32 per cent, the Kingdom of Bahrain at 2.4 per cent, the Kingdom of Saudi Arabia at 2.1 per cent and Qatar at 0.87 per cent while the Sultanate of Oman recorded a decline to 0.40 per cent.

## OMAN

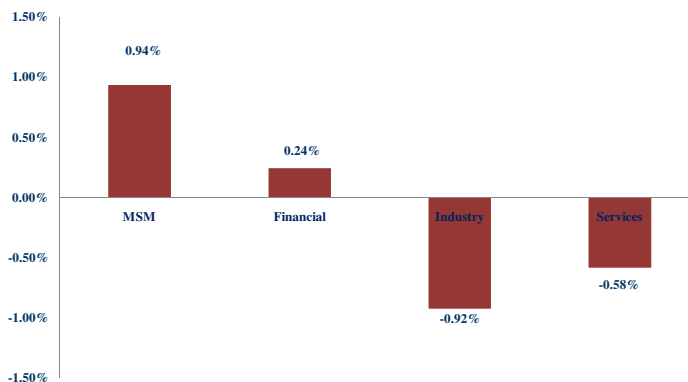
### United Finance discloses initial unaudited results for the first half of FY 2015

United Finance Company SAOG reported a net profit after tax of RO 2.5 million, registering a 9% year-on-year growth from that of RO 2.3 million reported for the first six months of last year. Net installment finance debtors of the Company stood at RO 115.8 million as on 30 June remaining almost flat compared to that of RO 115.6 as of a year ago.

### CI reaffirms ratings of Renaissance MCBs

Capital Intelligence (CI) has reaffirmed the rating of BBB (CI national scale for Oman) on the mandatory convertible bond (MCB) issue of Renaissance Services. The outlook on the rating remains 'stable'. In a statement on its website, CI said the rating is supported by the group's strong market positions in several geographies, its relatively young fleet, and the successful completion of a second major re-profiling of its debt structure at the Topaz level - which has lowered funding costs and pushed out tenors. The ratings agency said the imminent repurchase of the MCB issue is also a supporting factor. Constraining the rating is the still high leverage and the tight liquidity inherent in the business model.

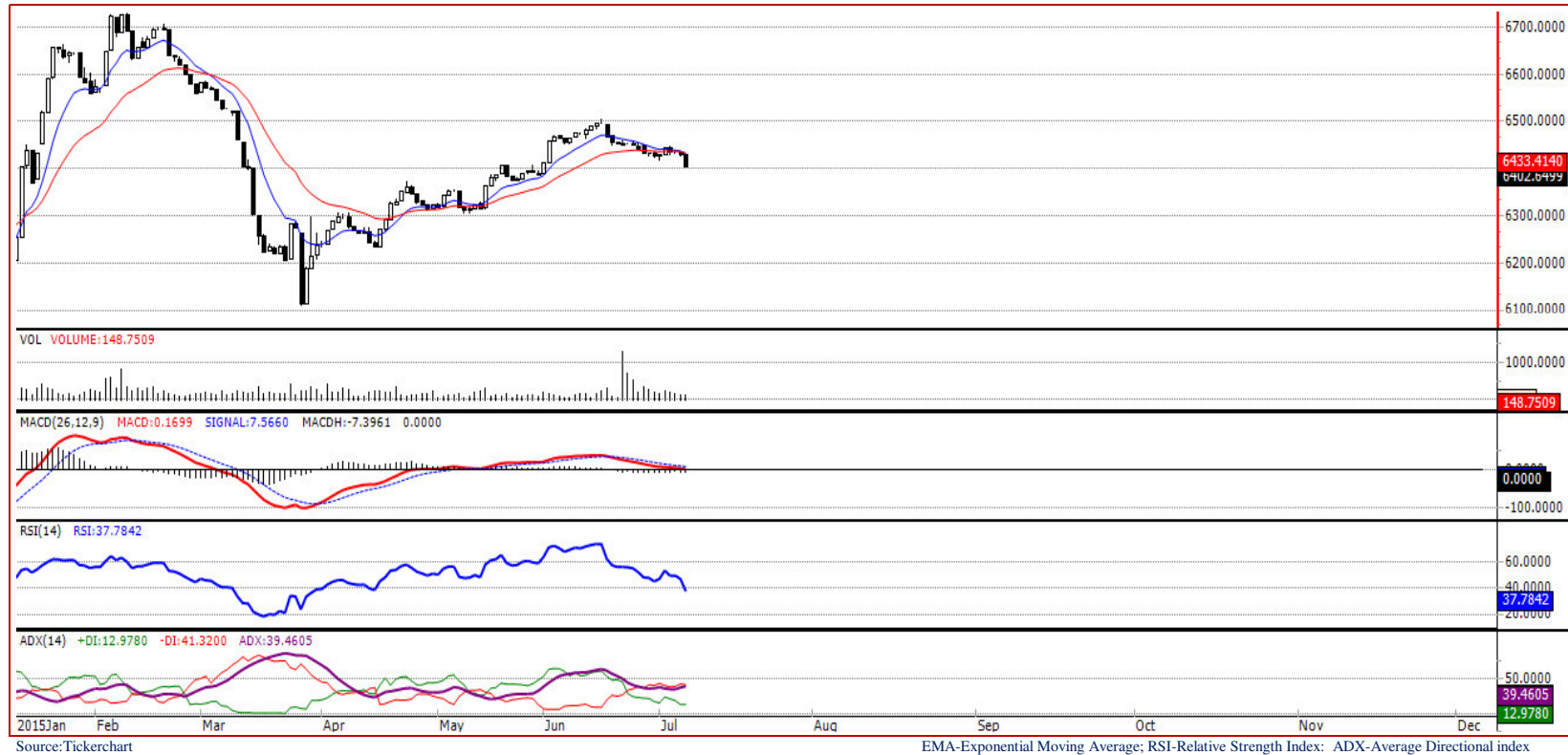
### MSM Returns (YTD)



## Technical Analysis

### MSM General Index

Close	Resistance	Support	EMA 10	EMA 25	RSI(14)	ADX(14)
6,402.65	6,490	6,380	6,431	6,433	38	39



MSM General Index closed Wednesday's trading session at 6402.65, losing 0.40% with 14.88 million shares traded.

Index continued decline on the previous session with relatively high volumes, while Omani investors were net buyer with their net buy position of 18.39%. Market continues to show southbound bias after missing the up trend and key indicators suggest likelihood of further down side. Failure to find immediate support at 6380 level is likely to drag the index further.

## MSM Corporate Score Sheet

Company  (Values in RO '000)	Price  8-Jul-15	52-Weeks (Closing)		Share Capital	Market Cap	Result as on	Revenue			Net Profit			EPS  (TTM)	BVPS	PE  (TTM)	PBV	Cash DPS FY 2014	Cash Dividend Yield
		High	Low				Q1 2015	Q1 2014	Y-o-Y % Change	Q1 2015	Q1 2014	Y-o-Y % Change						
Financial																		
National Bank of Oman	0.334	0.408	0.285	134,071	447,797	31-Mar-15	31,500	26,300	20%	12,600	10,300	22%	0.039	0.264	8.5	1.3	0.017	5.1%
Bank Muscat	0.562	0.784	0.498	229,182	1,288,004	31-Mar-15	97,730	89,270	9%	43,300	39,760	9%	0.069	0.552	8.2	1.0	0.025	4.4%
Ahli Bank	0.201	0.259	0.179	142,504	286,432	31-Mar-15	14,080	12,340	14%	6,820	6,060	13%	0.018	0.145	11.1	1.4	-	-
Bank Sohar	0.191	0.272	0.170	144,144	275,315	31-Mar-15	16,125	17,108	-6%	6,588	7,957	-17%	0.020	0.135	9.7	1.4	0.004	2.1%
Bank Dhofar	0.280	0.396	0.275	154,473	432,525	31-Mar-15	26,802	23,669	13%	11,777	10,218	15%	0.027	0.214	10.3	1.3	0.005	1.8%
HSBC Bank Oman	0.133	0.182	0.115	200,031	266,041	31-Mar-15	18,600	16,100	16%	3,800	3,100	23%	0.006	0.151	NM	0.9	0.0055	4.1%
Bank Nizwa	0.074	0.096	0.072	150,000	111,000	31-Mar-15	2,390	1,641	46%	(1,613)	(1,990)	19%	-	0.087	NM	0.9	-	-
Ominvest	0.480	0.484	0.384	37,042	177,800	31-Mar-15	22,334	19,015	17%	5,657	4,463	27%	0.042	0.347	11.3	1.4	0.020	4.2%
Al Anwar Holding*	0.203	0.356	0.149	15,008	30,465	31-Mar-15	7,603	6,028	26%	4,814	3,051	58%	0.032	0.171	6.3	1.2	0.010	4.9%
Gulf Inv. Services	0.141	0.279	0.112	15,023	21,183	31-Mar-15	784	2,380	-67%	390	1,850	-79%	0.000	0.124	NM	1.1	0.006	4.3%
Global Investment	0.119	0.140	0.100	20,000	23,800	31-Mar-15	999	1,585	-37%	331	225	47%	-	0.155	NM	0.8	-	-
Oman United Insurance	0.272	0.454	0.239	10,000	27,200	31-Mar-15	2,067	2,719	-24%	1,054	1,721	-39%	0.029	0.248	9.4	1.1	0.022	8.1%
Oman and Emirates Hldg.	0.120	0.241	0.100	12,188	14,625	31-Mar-15	946	2,647	-64%	127	1,101	-88%	-	0.178	NM	0.7	-	-
Al Sharqia Investment Hldg.	0.126	0.235	0.100	9,000	11,340	31-Mar-15	940	996	-6%	703	714	-2%	0.006	0.200	NM	0.6	0.005	4.0%
Al Batinah Dev. Inv. Holding	0.121	0.208	0.096	3,000	3,630	31-Mar-15	227	539	-58%	187	617	-70%	0.018	0.120	6.6	1.0	0.005	4.1%
Aggregate Industry															10.2	1.2		
Oman Cement	0.524	0.776	0.470	33,087	173,376	31-Mar-15	14,689	13,038	13%	3,832	3,696	4%	0.040	0.464	13.1	1.1	0.030	5.7%
Raysut Cement	1.500	2.210	1.300	20,000	300,000	31-Mar-15	24,426	24,817	-2%	6,029	8,231	-27%	0.126	0.665	11.9	2.3	0.075	5.0%
Al Anwar Ceramic	0.406	0.582	0.334	29,621	120,263	31-Mar-15	7,486	6,993	7%	2,107	2,221	-5%	0.030	0.126	13.4	3.2	0.020	4.9%
Oman Cables	2.300	2.615	1.665	8,970	206,310	31-Mar-15	73,137	73,196	0%	4,777	3,035	57%	0.217	0.849	10.6	2.7	0.090	3.9%
Galfar Engineering	0.126	0.268	0.103	41,522	52,317	31-Mar-15	89,795	98,375	-9%	1,264	1,400	NM	-	0.248	NM	0.5	-	-
Gulf Int. Chemicals	0.232	0.271	0.108	2,100	4,872	31-Mar-15	1,143	966	18%	133	102	30%	0.021	0.134	10.9	1.7	0.022	9.5%
Aggregate Services															12.7	1.7		
Shell Oman Marketing	2.000	2.100	1.980	10,000	200,000	31-Mar-15	80,214	101,074	-21%	2,592	2,661	-3%	0.122	0.273	16.4	7.3	0.092	4.6%
Renaissance Services	0.279	0.724	0.279	28,209	74,642	31-Mar-15	58,369	56,375	4%	(728)	3,525	NM	0.047	0.619	6.0	0.5	0.010	3.6%
Omantel	1.730	1.810	1.475	75,000	1,297,500	31-Mar-15	129,403	120,212	8%	34,557	34,351	1%	0.163	0.732	10.6	2.4	0.075	4.3%
Ooredoo	0.768	0.788	0.542	65,094	499,925	31-Mar-15	59,316	52,200	14%	10,663	8,837	21%	0.061	0.283	12.6	2.7	0.038	4.9%
Oman Inv. & Finance*	0.206	0.267	0.138	20,000	41,200	31-Mar-15	13,847	12,491	11%	6,381	6,623	-4%	0.032	0.170	6.5	1.2	0.020	9.7%
Al Maha Petroleum	2.175	2.550	2.100	6,900	150,075	31-Mar-15	82,852	81,372	2%	2,545	2,576	-1%	0.155	0.631	14.1	3.4	0.110	5.1%
Sembcorp Salalah	2.565	2.645	1.955	95,457	244,848	31-Mar-15	16,813	14,889	13%	2,721	2,518	8%	0.136	1.055	18.8	2.4	0.042	1.6%
Al Batinah Power	0.207	0.207	0.155	67,489	139,702	31-Mar-15	8,055	6,456	25%	(3,230)	(3,714)	-13%	0.008	0.110	25.4	1.9	0.0063	3.0%
Al Suwadi Power	0.207	0.208	0.155	71,441	147,882	31-Mar-15	7,634	5,751	33%	(3,388)	(4,030)	-16%	0.008	0.113	27.1	1.8	0.0064	3.1%
Aggregate MSM-30															12.3	2.2		
MSM-30															11.2	1.5		
Others																		
ACWA Power Barka	0.840	0.852	0.728	16,000	134,400	31-Mar-15	10,375	8,974	16%	1,864	2,238	-17%	0.066	0.304	12.7	2.8	0.050	6.0%
Al Maha Ceramics	0.550	0.672	0.386	5,250	28,875	31-Mar-15	2,510	2,741	-8%	635	492	29%	0.061	0.150	9.0	3.7	0.035	6.4%
United Finance	0.148	0.156	0.117	31,076	45,993	31-Mar-15	2,697	2,693	0%	1,129	1,116	1%	0.016	0.129	9.2	1.2	0.007	4.7%
ONIC Holding	0.480	0.480	0.230	17,342	83,242	31-Mar-15	3,651	4,305	-15%	1,259	2,408	-48%	0.051	0.373	9.5	1.3	0.020	4.2%
A Saffa Foods	0.860	0.948	0.660	12,000	103,200	31-Mar-15	8,193	7,460	10%	1,593	1,813	-12%	0.052	0.272	16.6	3.2	0.018	2.1%
Voltamp Energy	0.432	0.446	0.340	6,050	26,136	31-Mar-15	7,752	5,043	54%	512	383	34%	0.035	0.267	12.3	1.6	0.025	5.8%
Jazeera Steel Product	0.240	0.480	0.240	12,490	29,976	31-Mar-15	21,492	24,388	-12%	554	1,683	-67%	0.033	0.303	7.4	0.8	0.022	9.2%
National Aluminium	0.280	0.370	0.241	3,357	9,400	31-Mar-15	6,147	4,075	51%	165	159	4%	0.019	0.237	14.4	1.2	0.013	4.6%
Al Jazeera Services	0.364	0.468	0.260	11,172	40,665	31-Mar-15	2,754	2,338	18%	1,107	1,075	3%	0.041	0.197	8.8	1.9	0.020	5.5%
Al Hassan Engineering	0.100	0.161	0.085	7,521	7,521	31-Mar-15	22,425	13,705	64%	(1,480)	(1,423)	NM	NM	0.114	NM	0.9	-	-

\* Revenue & Net profit for the year ended 31 March 2015

\*\* Revenue & Net profit for the nine months ended 31 March 2015

Source: MSM

Note : PBV is based on the latest available Financial Statements. Valuations are based on adjusted earnings. NM - Not Meaningful.



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