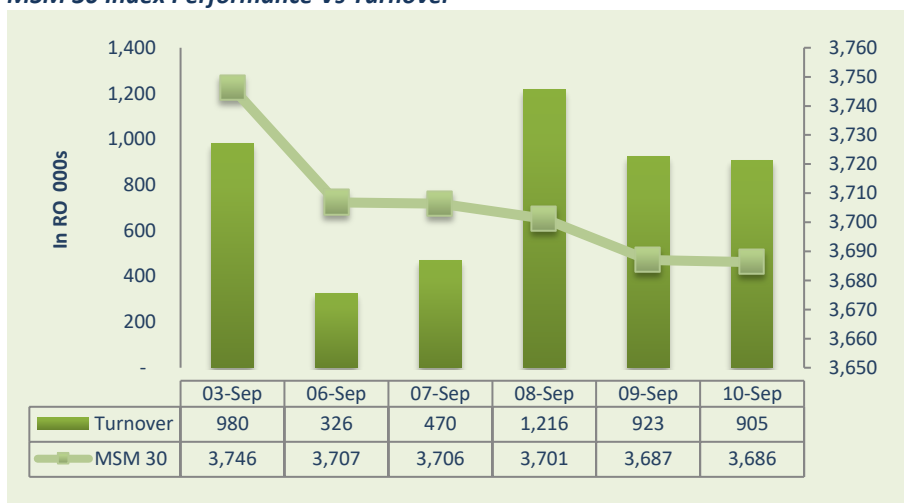


Index Performance	Current Week	Previous Week	WTD (%)	YTD (%)	Beta (Yr.)
MSM 30 Index	3,686.29	3,746.19	-1.60%	-7.41%	1.000
Financial Index	5,962.45	6,067.17	-1.73%	-6.09%	1.035
Industrial Index	3,965.20	3,989.18	-0.60%	-5.73%	0.521
Services Index	1,567.13	1,573.25	-0.39%	-17.37%	0.659

Source: MSM, GBCM Research

MSM 30 Index Performance Vs Turnover



Source: MSM, GBCM Research

MSM Weekly Trading Activity - Total Turnover RO 3.841 million (c.US\$ 10 million)

Fig. In RO	Buy	Sell	Net Buy / (Sell)
Omanis	3,105,752	2,586,116	519,636
GCC	518,949	342,867	176,082
Arabs	150,175	254,796	(104,621)
Others	66,031	657,128	(591,097)

Source: MSM, GBCM Research

Sharp decline seen amidst dull volumes...

During last trading week, **MSM30 Index declined 1.6% to close at 3,686.29 points** amidst selling pressure in key stocks along with weak global sentiments post recent rally. Oil price continued to decline during the week amidst expectations of slow economic recovery. MSM Financial Sector declined by 1.73% during the last week. While MSM Industrial and Services Index ended lower by 0.6% and 0.39% respectively in previous week.

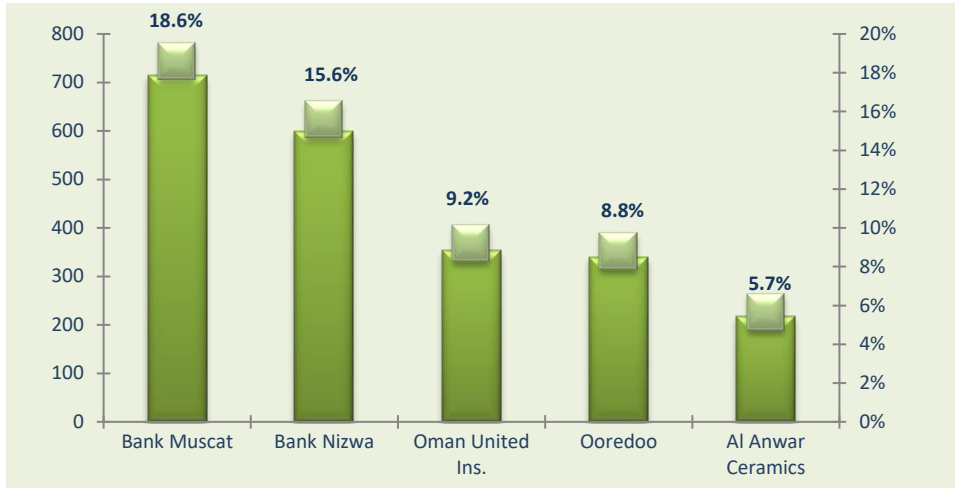
In terms of overall market activity, a total of 24.281 million shares got traded during the week amounting to an aggregate turnover of meager RO 3.840 million (one of lowest weekly turnover) as compared to RO 9.813 million in the previous week. In terms of investor participation, Foreign investors remained as net sellers to an extent of RO 591K during the week. While, Omani and GCC investors emerged as net buyers to an extent of RO 520K and RO 176K, respectively.

CBO new Policy measures include Validity of Loan Deferment Scheme, which were unveiled in March 20, till end of Q1 2021. Availability of the deferment scheme of loans/ instalments/interest for affected borrowers particularly SMEs, without adversely impacting risk classification of such loans, till March 31, 2021. Maximum limit of the Central Bank’s Forex Swap facility was increased to 100% of net worth from current joint ceiling on the Swap and rediscounting of commercial papers (up to 25% of Network). Tenor extended up to one year. Maximum limit for Rediscounting of Commercial Papers facility will remain at 25% of a bank’s net worth. For first time borrowers, the CBO decided to reduce the Loan to Value (LTV) margin for housing loans to 10%, down from 20%. LCR relaxation to be considered on a case by case basis, by allowing the bank to temporarily operate below the minimum LCR requirement of 100% but not less than a minimum LCR of 75%, up to 31 Mar 2021. (Source: CBO, Oman Observer)

Outlook...

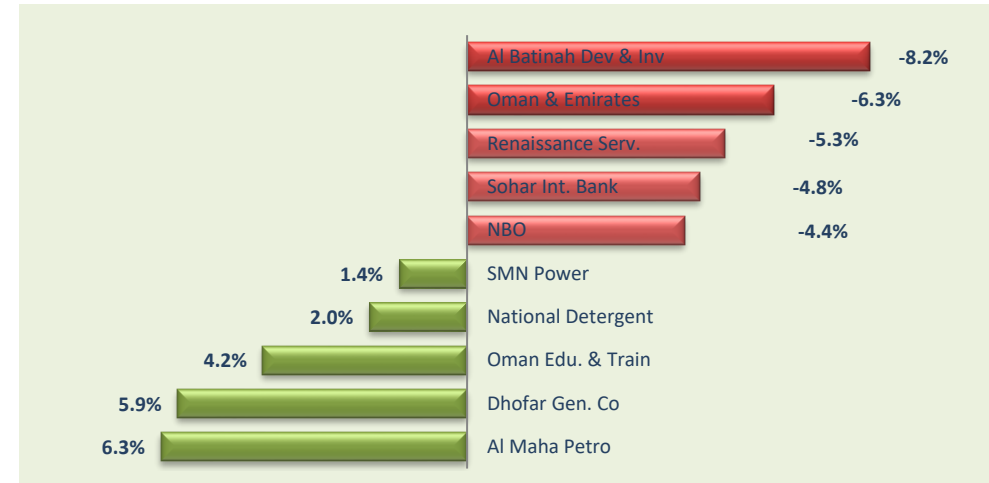
During last trading week, we saw most of the regional markets ending on a negative note amidst correction in global markets and lower oil prices. Saudi equities outperformed gaining 1.1% for the week led by higher overall volumes. UAE-DFM lowered 0.5% and UAE-ADX declined 0.7% last week. Qatar and Bahrain ended lower by 0.7% and 1.5% WTD, while Kuwait closed flat for the week. Oman declined sharply by 1.6% for the week post recent rally along with selling pressure in frontline stocks. Overall volumes in MSM remain subdued. Over the weekend, the global equities traded slightly higher, while oil prices continued to trade below USD 40/ barrel levels, which may impact regional equities. **We anticipate local and regional equities to reveal consolidation trend during the upcoming week and to see institutional investor interest in non-oil sectors which could outperform over medium term.** MSM may reveal sideways trend, while key concern remains on dull volumes. We continue to favor bottom-up approach and remain invested in names with profit growth, sector/ market leadership, strong balance sheet and steady free cash flows.

Value Leaders-Weekly



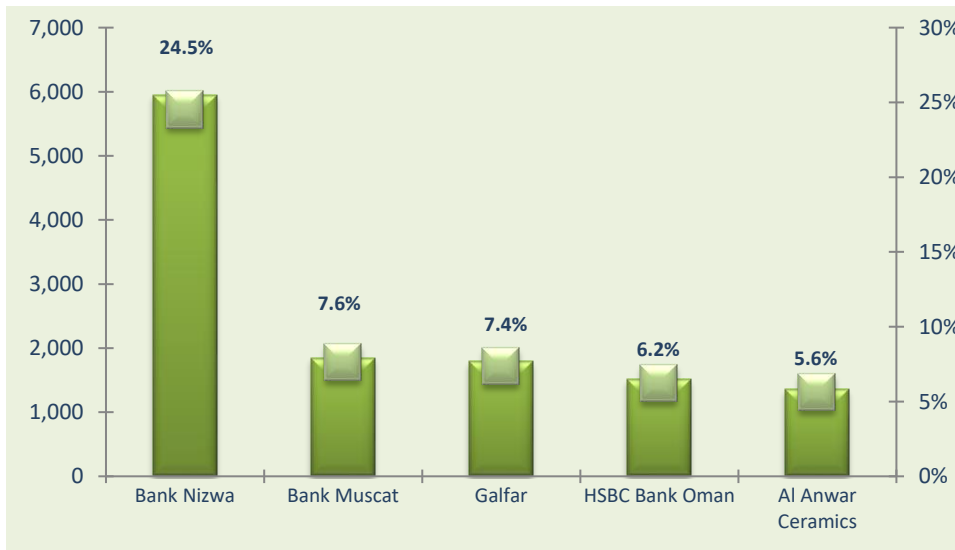
Source: MSM, GBCM Research

Top Five Gainers/ Losers for the Week



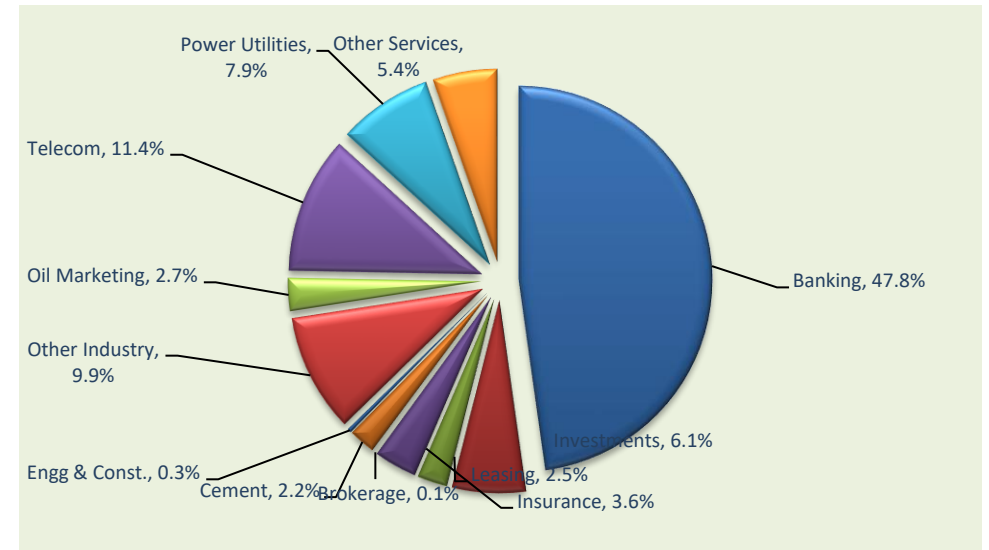
Source: MSM, GBCM Research

Volume Leaders- Weekly



Source: MSM, GBCM Research

MSM Sectoral Market



Source: MSM, GBCM Research

MSM - Value Indicators

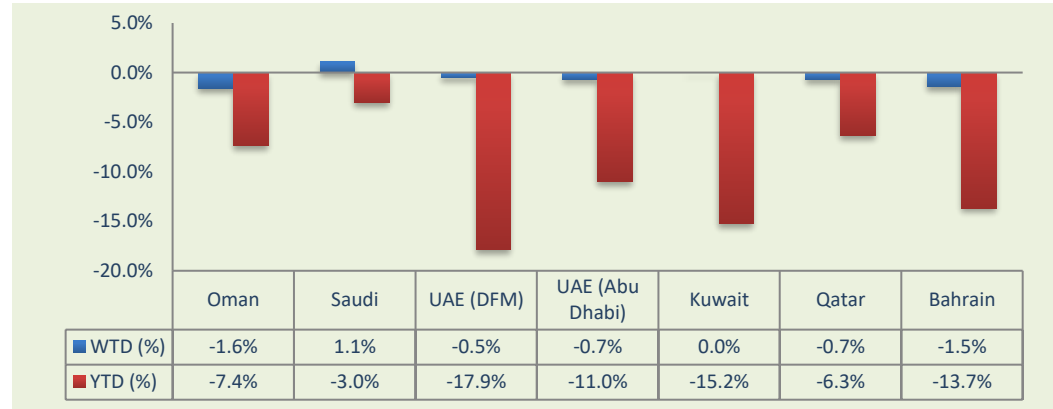
Value Indicators	Mkt. Cap (RO'000s)	PER	P/BV	Dividend Yield %
MSM 30 Index	4,398,916	10.8	0.7	7.8%
Financial	3,064,221	10.0	0.7	7.0%
Industrial	538,294	NM	0.7	4.9%
Services	1,298,081	9.2	0.8	9.3%
MSM Shariah	960,708	12.6	0.9	6.5%

Source: MSM, GBCM Research

Commodities	Current Week	Last Week	WTD (%)
NYMEX WTI Crude	37.3	39.8	-6.1%
ICE Brent Crude	39.8	42.7	-6.6%
Crude Oil, Oman	39.3	41.9	-6.2%
NYMEX Natural Gas	2.3	2.6	-12.3%
NYMEX Gasoline	109.5	117.7	-7.0%
Gold Spot	1,940.6	1,934.0	0.3%
Silver Spot	26.7	26.9	-0.7%
LME Aluminium (Spot)	1,737.0	1,750.3	-0.8%
LME Copper (Spot)	6,770.3	6,729.5	0.6%
LME Zinc (Spot)	2,448.3	2,454.5	-0.3%
Hot Rolled Coil - Steel	538.0	532.0	1.1%
CBOT Corn	368.5	358.0	2.9%
CBOT Wheat	542.0	550.3	-1.5%
CBOT Soyabean	996.0	968.0	2.9%

Source: MSM, GBCM Research

GCC- Market Performance for the week



Source: Bloomberg, GBCM Research

Oman - Weekly News watch...

The Capital Market Authority Oman has followed up with concerns regarding difficulty of rescheduling loans of retirees in accordance with the Diwani Circular No. 6/5/2020 in line with their retirements pensions as loans were covered until 60 years of age as per the applicable regulations for the importance of the insurance coverage for borrowers & financiers CMA directed the insurance companies to extend insurance coverage to 70 years for the loans of those affected by the Circular. (Source: CMA Oman)

ASAAS signed a usufruct (land development) agreement with the Office of Minister of State and Governor of Musandam to develop Bassah Beach in Khasab to the tune of RO 9 million. (Source: ONA)

GCC - Weekly News Watch...

Alhokair Group said accumulated losses amounted to SAR 130 million, representing 23.6% of capital. The company, attributed the losses to COVID-19 impact and the precautionary measure taken to contain the spread of coronavirus, leading to entertainment centres closed from 15 Mar to 20 June, 20. (Source: Argaam)

ADNOC Onshore announced the award of two Engineering, Procurement, and Construction, EPC, contracts to upgrade two Main Oil Lines, and crude receiving facilities at the Jebel Dhana terminal in Abu Dhabi. EPC contracts have combined value of around \$245 million (Dh899.9 million) and were awarded to China Petroleum Pipeline Engineering Co Limited and Target Eng. Construction Co. LLC. (Source: Trade Arabia)

Saudi Electricity Co. (SEC) holding calls with fixed income investors in Asia, Europe, and the Middle East in preparation for issuance of USD fixed rate RegS senior unsecured international green sukuk. (Source: Argaam)

Saudi Telecom Co. (STC) is in talks to reduce its non-binding \$2.39 billion offer for a stake in Vodafone Egypt, Bloomberg reported. In January this year, STC signed a non-binding memorandum of understanding (MoU) to acquire 55% stake in Vodafone's Egyptian business. The deal is estimated at \$2.39 billion (SAR 8.97 billion), valuing Vodafone Egypt at \$4.35 billion (SAR 16.31 billion). (Source: Argaam)

| **Institutional Sales** – Hunaina Banatwala, (+968) 2235 0717 | **Institutional Brokerage** – Talal Al Balushi, (+968) 2235 0725 |

| **Equity Research** - (+968) 2235 0727/ 728

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