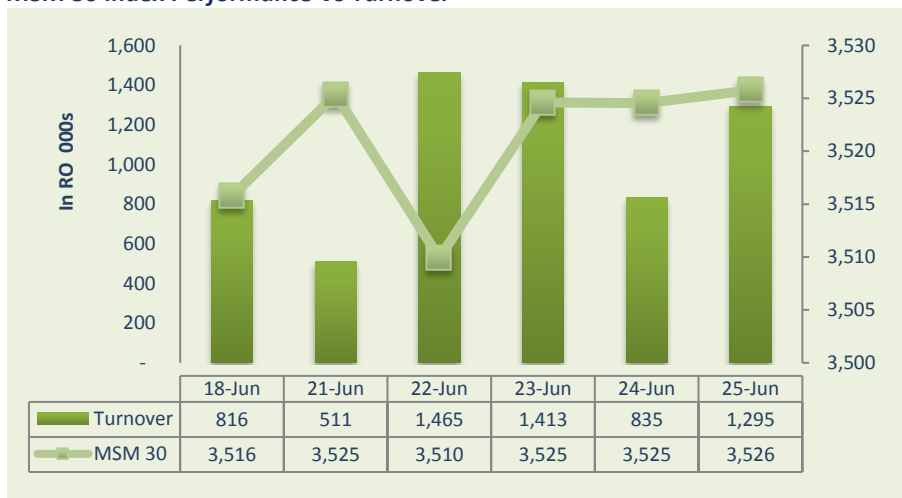


Index Performance	Current Week	Previous Week	WTD (%)	YTD (%)	Beta (Yr.)
MSM 30 Index	3,525.77	3,515.76	0.28%	-11.44%	1.000
Financial Index	5,600.52	5,573.07	0.49%	-11.79%	1.046
Industrial Index	3,987.65	4,010.47	-0.57%	-5.20%	0.640
Services Index	1,572.12	1,582.09	-0.63%	-17.11%	0.676

Source: MSM, GBCM Research

**MSM 30 Index Performance Vs Turnover**

Source: MSM, GBCM Research

**MSM Weekly Trading Activity - Total Turnover RO 5.520 million (c.US\$ 14.3 million)**

Fig. In RO	Buy	Sell	Net Buy / (Sell)
Omanis	4,314,799	4,538,119	(223,320)
GCC	785,749	495,724	290,025
Arabs	27,097	14,041	13,056
Others	392,159	471,920	(79,761)

Source: MSM, GBCM Research

**Positive closing seen amidst stock specific activity...**

During previous trading week, we saw consolidation trend in the local market **which ended marginally higher by 0.28% at 3,525.77 points amidst range bound activity**. We saw stock specific buying interest from the regional investors. On the other hand, the overall market volumes remained dull. For the week, MSM Financial index ended higher by 0.49%. While MSM Industrial and Services Index lowered by 0.57% and 0.63% WTD, respectively.

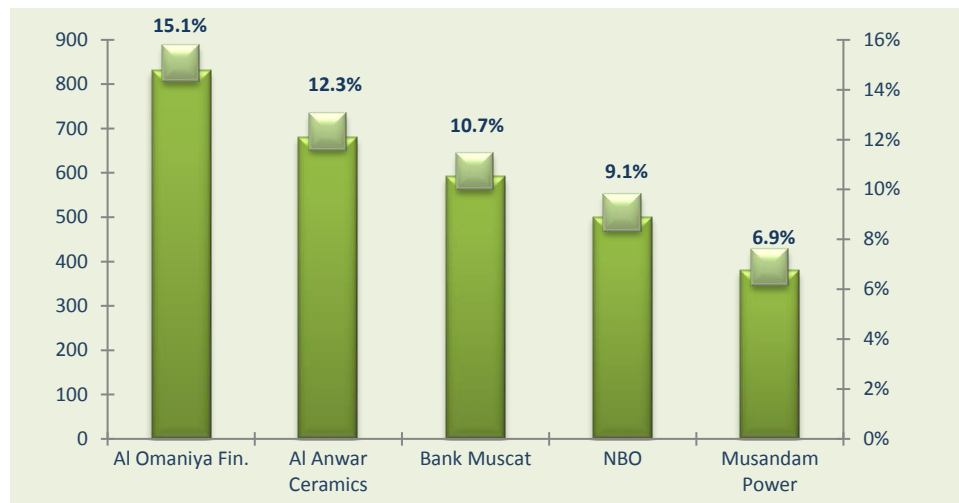
In terms of market activity, a total of 46.709 million shares got traded during the week amounting to an aggregate turnover of RO 5.520 million as compared to RO 4.8 million in the previous week. In terms of participation, GCC investors ended as net buyers to an extent of RO 223K. While, Omani and Foreign investors emerged as net sellers to an extent of RO 223K and RO 80K, respectively.

**Oman Telecom Sector data- May 2020-** Total mobile subscriber base in Oman stood at 6.112 million as compared to 6.383 million, reporting a decline of 4.3% year to date (YTD) and -7.4% Year on Year (YoY) basis. **The decline is mainly due to the fall in Pre-paid subscriber base by 5.5% YTD and -9.8% YoY to 5.293 million.** On the other hand, the Post-paid subscriber base increased by 4.7% YTD and about 11% YoY to 819K, mainly driven by attractive device bundled packages and the migration of customers from prepaid segment. Internet penetration continued to remain high in Oman with Fixed broadband sector remaining as one of the key growth areas for the telecom companies during the last five years. **The fixed broadband segment continued to grow during May 2020 by 3.1% YTD and about 9.8% YoY.** As at end of May, the active mobile subscriber base in Oman is at 4.907 million as compared to 5.039 million in Dec 19, reporting a decline of 2.6% YTD and increasing about 18% YoY. (Source: NCSI Oman, GBCM Research)

**Outlook...**

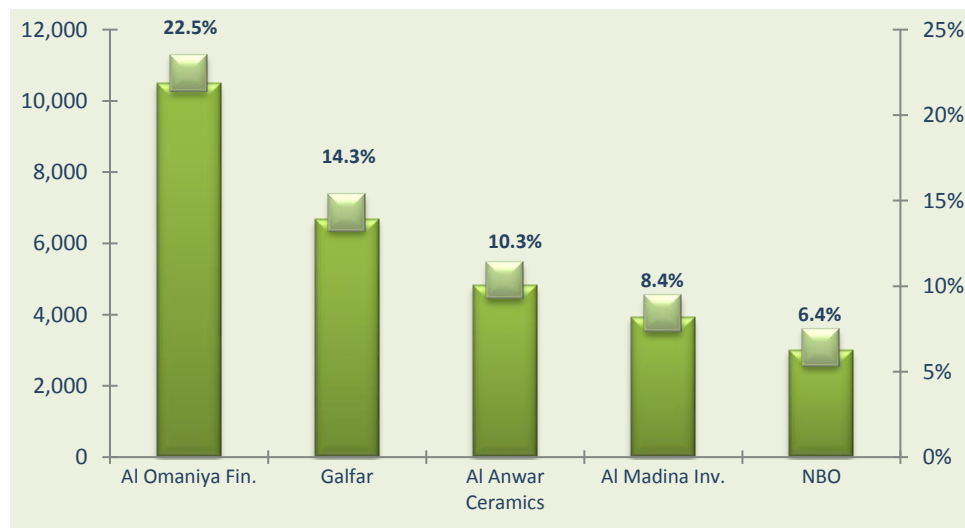
During previous trading week, we saw mixed closing among the regional equities amidst volatile global market sentiments along with relatively dull market volumes. Saudi ended lower by 1.7% for the week. UAE-DFM ended higher by 0.4%, while UAE-ADX lowered by 1.4% for the week. Qatar closed in red declining 1.5% WTD, Kuwait ended strong gaining 2.9% and Bahrain gained 0.4% for the week. Oman saw marginal gains to close higher by 0.3% WTD amid stock specific activity, while volumes remained subdued. The global equities revealed sharp correction during weekend amidst increase in virus cases along with profit booking trend post recent rally. Brent Crude Oil lowered by 3% WTD to trade around USD 41 /barrel on back of slow demand recovery. **We anticipate MSM and GCC equities to open in red for the week led by lackluster global markets and to see stock specific activity ahead of Q2 closing.** We may see quarter ending window-dressing in select stocks during this week. We recommend defensive approach for fundamental investors with focus to remain on sector leaders, strong balance sheet, quality management and free cash flows.

## Value Leaders-Weekly



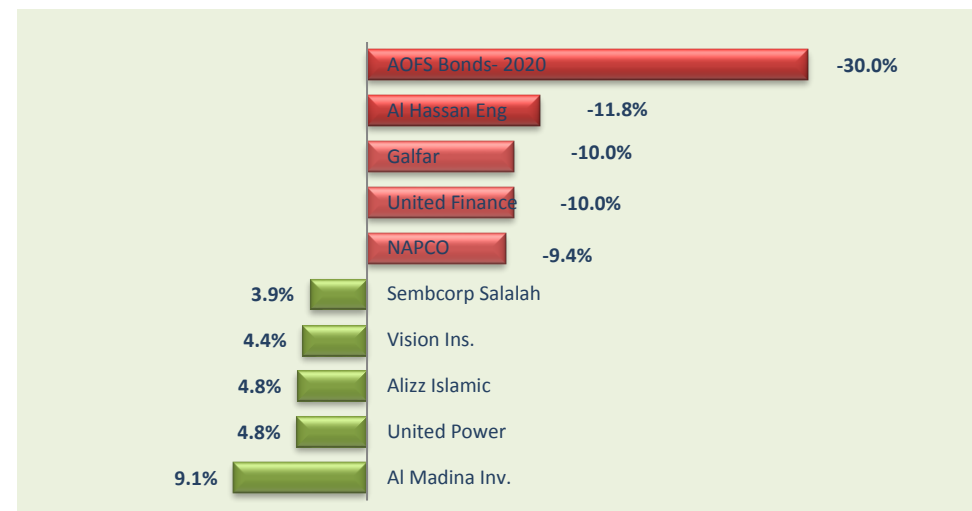
Source: MSM, GBCM Research

## Volume Leaders- Weekly



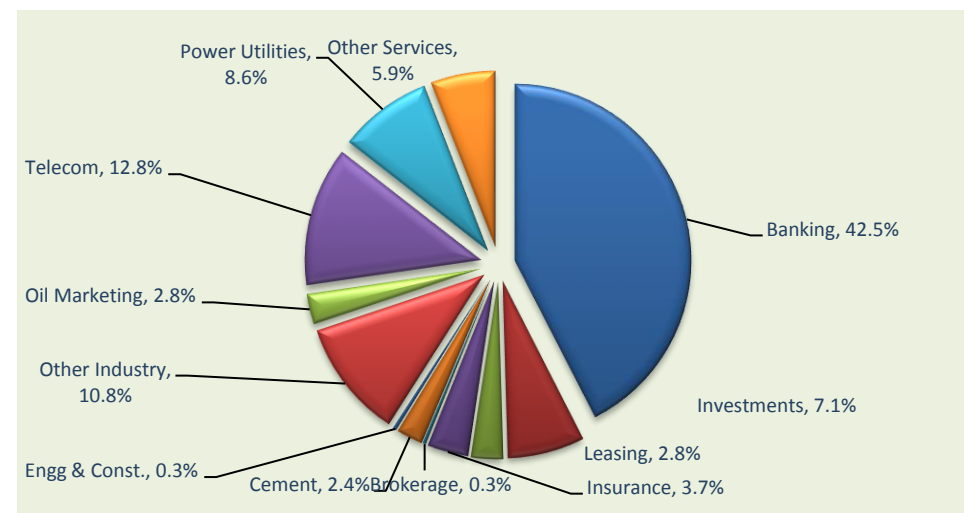
Source: MSM, GBCM Research

## Top Five Gainers/ Losers for the Week



Source: MSM, GBCM Research

## MSM Sectoral Market



Source: MSM, GBCM Research

## MSM - Value Indicators

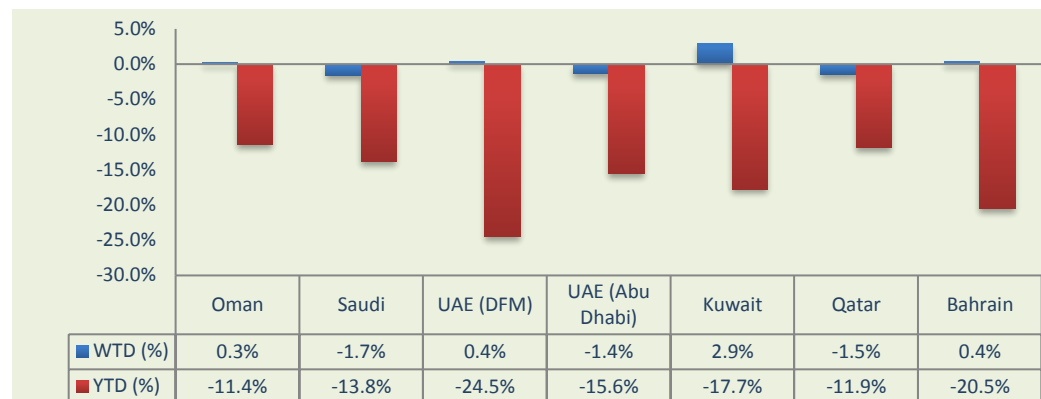
Value Indicators	Mkt. Cap (RO'000s)	PER	P/BV	Dividend Yield %
MSM 30 Index	4,387,883	11.2	0.7	7.9%
Financial	2,830,661	9.8	0.7	7.6%
Industrial	529,745	105.6	0.7	5.4%
Services	1,366,995	12.8	0.9	8.9%
MSM Shariah	1,144,966	13.4	1.0	5.6%

Source: MSM, GBCM Research

Commodities	Current Week	Last Week	WTD (%)
NYMEX WTI Crude	38.5	39.8	-3.2%
ICE Brent Crude	41.0	42.2	-2.8%
Crude Oil, Oman	42.0	43.3	-2.9%
NYMEX Natural Gas	1.5	1.7	-7.5%
NYMEX Gasoline	115.3	127.2	-9.3%
Gold Spot	1,771.3	1,743.9	1.6%
Silver Spot	17.8	17.6	1.0%
LME Aluminium (Spot)	1,586.3	1,573.0	0.8%
LME Copper (Spot)	5,953.3	5,829.3	2.1%
LME Zinc (Spot)	2,030.5	2,083.4	-2.5%
Hot Rolled Coil - Steel	492.0	501.0	-1.8%
CBOT Corn	319.3	337.3	-5.3%
CBOT Wheat	475.8	485.3	-2.0%
CBOT Soyabean	861.3	880.8	-2.2%

Source: MSM, GBCM Research

## GCC- Market Performance for the week



Source: Bloomberg, GBCM Research

## Oman - Weekly News watch...

**Galfar-Group** has reported total revenue of RO 58.163 million as against RO 64.186 million in Q1 2019, declining by 9% YoY. While, the total costs increased by 4% YoY to RO 66 million. Net loss (Group) for Q1 2020 is at RO 7.654 million as compared to loss of RO 403K in Q1 2019. Overall a disappointing set of results amidst challenging macro environment. (Source: ONA)

**Oman Tender Board has announced projects worth RO 315 million.** Key projects include Adam-Thumrait dual-carriageway (Part 3, 4 and 5) with combined project value of RO 250 million. (Source: ONA)

## GCC - Weekly News Watch...

**National Commercial Bank** announces the signing of a Framework Agreement with **Samba Financial Group** in relation to a Potential Merger of the Two Banks. Subject to the results of the reciprocal due diligence exercise, the shareholders of Samba Financial Group will receive between 0.736 and 0.787 newly issued share of NCB in exchange for every share they hold in Samba Financial Group (the "Exchange Ratio Range"). (Source: Tadawul)

**Abu Dhabi National Oil Company (ADNOC)** has partnered with a consortium of investors namely Global Infrastructure Partners (GIP), Brookfield Asset Management, Singapore's sovereign wealth fund GIC, Ontario Teachers' Pension Plan Board, NH Investment & Securities and Snam, who will invest in select **ADNOC gas pipeline assets valued at \$20.7bn**. The consortium will collectively acquire a 49% stake in ADNOC Gas Pipeline Assets, a newly formed subsidiary of ADNOC with lease rights to 38 pipelines covering a total of 982.3 kilometers. ADNOC holds 51% majority stake. (Source: Argam)

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