

May 09, 2019

## U Capital Weekly Report

### Market Review & Outlook:

#### Several factors weigh on MSM performance

Trades continued to be weak as several internal and external factors played role in this including news related to the memorandum of understanding regarding the 3rd mobile operator which impacted the telecom sector, and external factors including oil prices and the China-US trade war.

The MSM30 ended the week down by 2.56% at 3,863.28. All sub-indices closed down led by the Services Index (-2.58%) followed by the Industrial Index (-2.46%) then the Financial Index (-1.13%). The MSM Shariah Index closed down by 2.67% w-o-w.

His Majesty Sultan Qaboos bin Said issued five Royal decrees last week. The one related to the field of finance stipulates that a center to be named Oman Credit and Financial Information Centre shall be established and affiliated to the Central Bank of Oman, and that the center shall be governed by the bylaw attached to this decree. The center shall enjoy a legal identity and financial and administrative autonomy while performing its tasks. All the assets, data and their systems at the Banking Credit Information Statistics Department of Central Bank of Oman shall be transferred to Oman Credit and Financial Information Centre. HM instructs Board of Governors of the Central Bank of Oman to issue the regulations and decisions necessary for the enforcement of provisions of this decree and its attached bylaw.

Tender board awarded Galfar a tender for addition of two lanes to dualization of Al Rusail – Nizwa road at a cost of OMR 86.28mn. The completion period of the project is 912 days.

This is the fourth tender awarded to Galfar this year. The total new tender awarded to Galfar in 2019 amount to OMR 116.5mn.

Ominvest in its recently published quarterly report wrote that the discussions for a potential merger between Oman Arab Bank (OAB) and Alizz Islamic Bank are progressing well. A memorandum of understanding (MoU) has been signed and the regulators have granted initial approvals to proceed with the process. The banks are currently engaged in the due diligence exercise. Oman Arab Bank reported net income of OMR 7.2mn in 1Q19 while Alizz Islamic Bank reported profit of OMR 0.45mn in 1Q19.

MSM revised the list of companies in the Shariah index. Overall 15 companies now comprise the index. The changes are following.

Inclusion: Sahara Hospitality & National Biscuit Industries

Exclusion: Al Maha Ceramics & Oman Chromite

Last week, Raysut Cement affirmed its intent to acquire 100% stake in Sohar Cement Factory. The Sohar Cement Factory is located in Sohar and has a capacity of 1.7mn tons of cement.

Sohar Cement came into operation this year and is Sultanate's third cement mill after Oman Cement and Raysut Cement.

Raysut Cement earlier also revealed that it was exploring the potential acquisition of ARM Cement of Kenya as part of the company's aggressive strategy to expand in East and Central Africa. Furthermore, the Raysut Cement is exploring opportunities in the Horn of Africa, Uganda and Georgia as well.

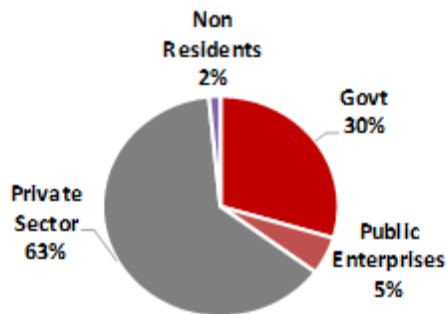
In the weekly technical analysis, still the MSM 30 index move in the downtrend channel we expect this week the index will touch the level of 3,845 points, currently the index crossed down the moving average of 50 days, which will make more pressure to the market.

Previous week we also witnessed announcement of third operator in Oman. Telecommunication Regulatory Authority confirmed that a memorandum of understanding has been signed between the company owned by the local investment funds and between Vodafone (as a strategic partner) in a move to complete the procedures for obtaining the third operator license to provide mobile public telecommunications services in the Sultanate in accordance with the directives of the government in this regard. We believe, with Vodafone signing partner market agreement to support the launch of an operator in Oman, this would typically mean that there will be no investment from Vodafone and they would only provide strategic direction and will be involved in branding, technology and

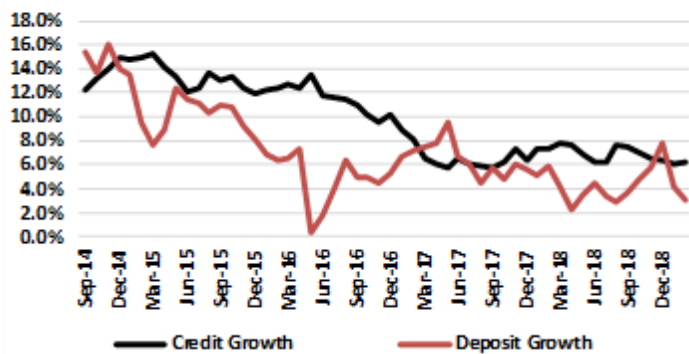
operational support. We believe, entry of third operator will be detrimental to the revenues of existing telco over the period of time. The latest and closest example of entry of third operator in any country within the region was in Kuwait. Earlier only Zain Kuwait and Ooredoo were present but once Viva started back in 2008, in less than five years, the market share of Viva was over 30%, meaning almost equal for the three operators. In Viva's case all the infrastructure and all the setup had to be established while in the case of third operator in Oman, we believe this would not be the case as it was discussed earlier that most of the infrastructure and other arrangements would be on sharing basis with existing operators.

As per CBO's latest statistical bulletin, the total credit of the Omani Banking sector (conventional loans and Islamic financing) stood at OMR 25.29bn as at the end of Feb'19, up by +6.2%YoY and +0.7%MoM. Total deposits stood at OMR 22.69bn, up by +3.0%YoY and +0.5%MoM. Total Loan-to-Deposit Ratio increased to 111.5% in Feb'19 from 107.8% in Dec'18. Conventional banks account for 85.4% of total system credit at OMR 21.61bn as at the end of Feb'19, rising by +4.1%YoY and +0.6%MoM. Credit extended to the private sector grew by +2.1%YoY and +0.6%MoM. Conventional deposits at OMR 19.36bn (+2.8% YoY, 0.2%MoM) form 85.5% of the total banking deposits of Oman. Conventional Loan-to-Deposit ratio stood at 111.4%, up from 107.5% in Dec'18. Islamic credit stood at OMR 3.68bn (+19.9%YoY, +1.2%MoM) and Islamic deposits stood at OMR 3.29bn (+4.5%YoY, 2.0%MoM), with Loan-to-Deposit ratio stretching to 112% in Feb'19 from 109.5% in Dec'18.

**Total Deposit Concentration, Feb'19**



**Credit & Deposit Growth (YoY)**



Last week, Times of Oman reported that plans are underway to allow expats in Oman to own hundred percent of their own property. The move was announced as part of the country's Tanfeeth plans for economic expansion, which is being overseen by the state's Implementation, Support and Follow-up Unit (ISFU), which listed it as one of its key performance indicators (KPIs) in its 2018 Annual Report. According to ISFU, there were several challenges to overcome to see this initiative passed through. "There were several challenges to overcome to see this initiative passed, the first of which was a debate on whether the directive would be issued in the form of a ministerial decision or a royal decree," said the ISFU report. "A ministerial decree would only allow leasehold of properties without actual ownership. Conversely, a royal decision permitting foreign ownership of properties is the sole approach for foreigners to own freehold real estate outside of Integrated Tourism Complexes (ITCs)."

Kuwait Stock Exchange topped the GCC financial markets closing up by 1.9% while Saudi Stock Exchange declined the most during the week down by 5.55%.

Within the GCC, an analysis of banks for Q1'19 earnings (56 banks which have disclosed Q1'19 results so far) indicates that the Saudi banks posted the highest increase in their net profit at 12.7%YoY, followed closely by Kuwait banks at 12.2%, then Bahrain banks at 8.8%YoY, UAE banks at 7.3%YoY, Qatar at 4.2%YoY and Oman banks at 2.9%YoY. The total GCC banking sector posted a total net profit of USD 9.85bn in Q1'19, up by +9.1%YoY and +13.6%QoQ. Saudi banks contributed 38.2% to the total net profit, followed by UAE at 31.5%, Qatar at 16.6%, Kuwait at 7.4%, Bahrain at 3.7% and Oman at 2.6%.

Country	No. of Banks*	Q1'18	Q4'18	Q1'19	QoQ	YoY	Share of Profit
Saudi Arabia	12	3,335.5	3,258.3	3,759.9	15.4%	12.7%	38.2%
UAE	15	2,888.7	2,786.4	3,100.2	11.3%	7.3%	31.5%
Qatar	8	1,570.1	1,351.6	1,636.8	21.1%	4.2%	16.6%
Kuwait	7	651.2	708.2	730.9	3.2%	12.2%	7.4%
Bahrain	6	332.2	310.7	361.4	16.3%	8.8%	3.7%
Oman	8	250.4	248.9	257.6	3.5%	2.9%	2.6%
<b>Total GCC Banking</b>	<b>56</b>	<b>9,028.1</b>	<b>8,664.2</b>	<b>9,846.9</b>	<b>13.6%</b>	<b>9.1%</b>	

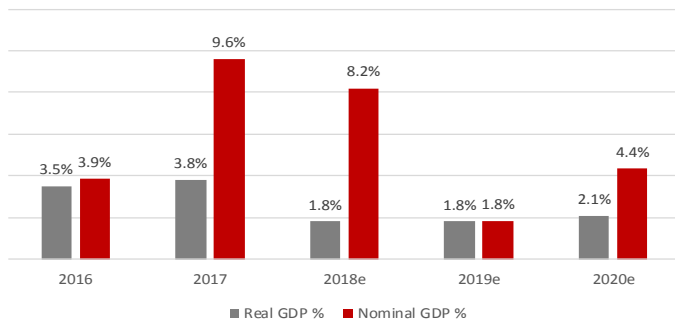
All figures in USD mn

\*No. of Banks which have reported financial results for Q1'19; comparative figures only

Source: Bloomberg

IMF issued article IV report on Bahrain last week. Growth decelerated to 1.8% in 2018, due to the decline in oil production and slowdowns in retail, hospitality, and financial services sectors. The overall deficit improved to 11.7% of GDP, though public debt continued to increase, to 93% of GDP by end 2018, with overall financing needs over 30 percent of GDP. The current account deficit widened to 5.8%, while reserves remained low, covering only about one month of prospective non-oil imports at end 2018. The banking system remains stable with large capital buffers and central bank's continued efforts at supervisory and regulatory vigilance. Bahrain last week also announced that it has received USD 2.3bn Gulf aid last year and is expecting another USD2.28bn in 2019 under an agreement with its Gulf allies to bail it out of a deficit. Saudi Arabia, Kuwait and the United Arab Emirates agreed last year to give Bahrain \$10 billion to support the country's funding requirements as it embarks on a fiscal program aimed at eliminating its budget deficit by 2022.

#### Bahrain Outlook



Source: IMF

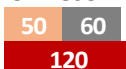
Globally, US and China trade related war continued last week. US president vowed to double tariffs on USD 200bn of Chinese goods, amid claims Beijing is trying to row back on a trade deal. As of latest, US has imposed tariffs on imports worth USD 253bn already and is threatening to impose additional tariffs worth USD 200bn on Chinese imports. While China, on the other hand has imposed tariffs worth USD 50bn already and threatens to impose additional ones on USD 60bn worth of imports from US.

#### US CHINA TRADE WAR

##### US Imports from China (USD bn)



##### Chinese Imports from US (USD bn)



Source: US Census Bureau



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**Recommendation:**

Locally, the market has continued to remain under pressure and is currently trading at levels last seen in Mar 2005, almost 14-year low. Economically, the country is doing very well supported by upbeat oil prices but the great activity in regional markets and low liquidity in local is pushing investors away from Oman.

Regionally, MSCI May review results are scheduled for the evening of the 13th of May, and effective as of the open of the 29th of May. Saudi Arabia phase 1 inclusion remains the main highlight of the May MSCI review. Market expects USD 7-8bn in inflows with weight of approximately 1.4-1.5% and 30 companies being part of the index.

Ramadan will continue to see less volumes and dull activity. We might also witness small sell trades eroding the prices and dragging the market down. Such movements do not signify any problem with related scrips and investors are advised to build position in fundamentally strong companies.

MSM Summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
U Capital Oman 20 Index	803.68	824.36	(20.68)	-2.51%	-2.27%	-8.38%
U Capital GCC 50 Index	1,416.30	1,466.20	(49.90)	-3.40%	-3.13%	8.20%
U Capital MENA 200 Index	1,102.30	1,139.10	(36.80)	-3.23%	-2.75%	5.58%
MSM Shariah Index	519.95	534.22	(14.27)	-2.67%	-2.54%	-12.16%
MSM 30	3,863.28	3,964.83	(101.55)	-2.56%	-2.09%	-10.65%
Volume (In 000)	49,641.61	61,306.54	(11,664.93)	-19.03%		
Value traded (In OMR 000)	7,734.94	27,835.13	(20,100.19)	-72.21%		
No. of Trades	2,092			Volume of Bonds		38

Top Equity Gainers	Price	Chg	Chg
	OMR	OMR	%
AL ANWAR HOLDINGS SAOG	0.100	0.008	8.70%
RENAISSANCE SERVICES SAOG	0.520	0.020	4.00%

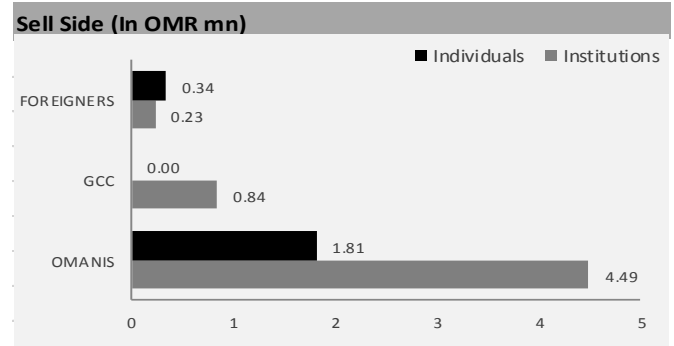
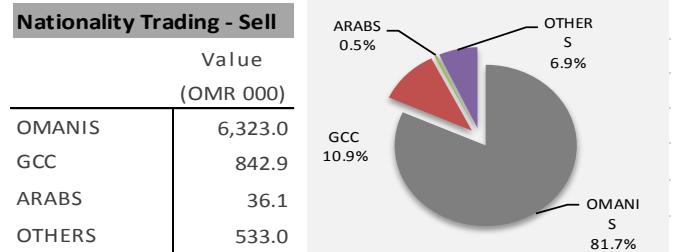
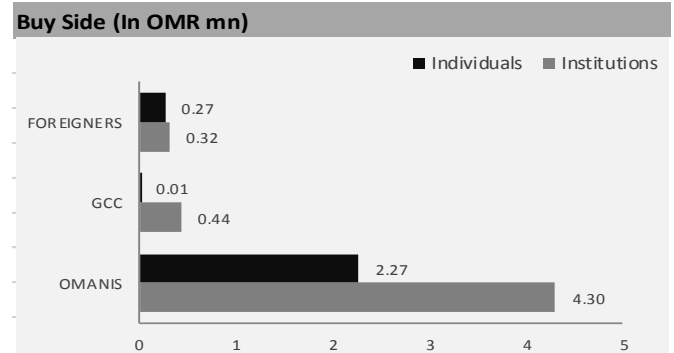
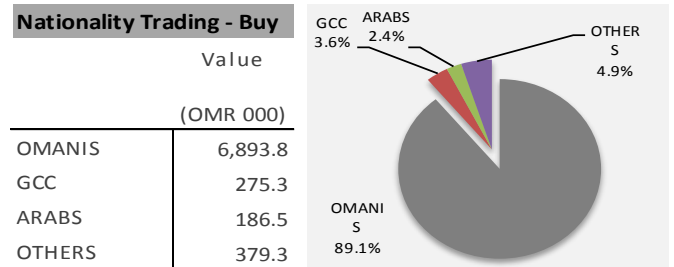
Top Equity Losers	Price	Chg	Chg
	OMR	OMR	%
CONSTRUCTION MATERIALS IND	0.034	-0.021	-38.18%
SMN POWER HOLDING SAOG	0.093	-0.023	-19.83%
OMAN & EMIRATES INV(OM)50%	0.077	-0.010	-11.49%
OMAN TELECOMMUNICATIONS CO	0.530	-0.066	-11.07%
OMAN NATIONAL ENGINEERING AT	0.145	-0.014	-8.81%

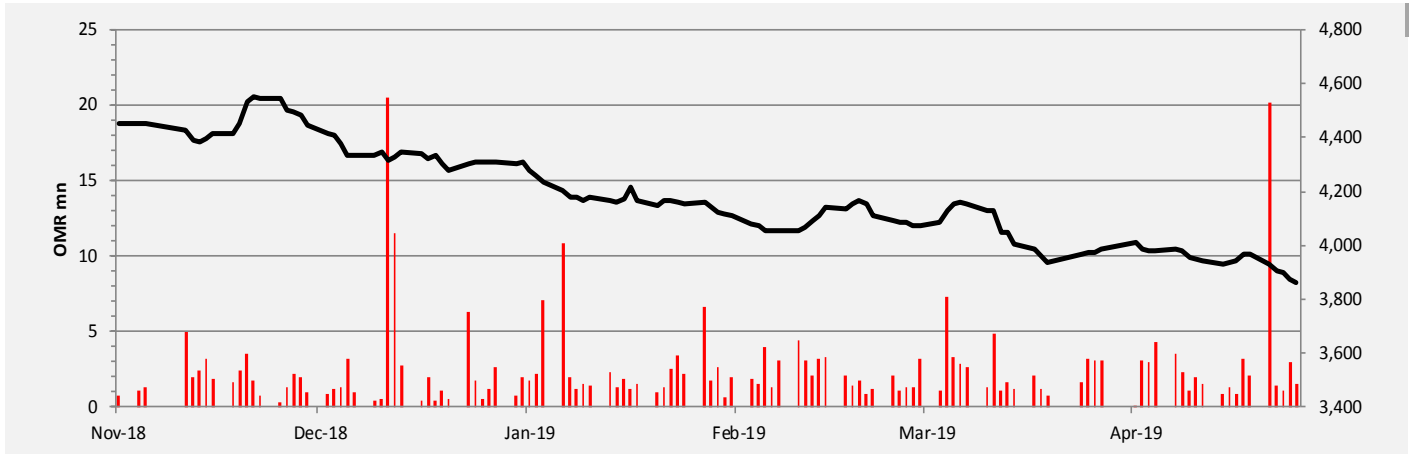
Top Co. -Value	Price	Value	Mkt Share
Companies	OMR	in OMR 000	
BANKMUSCAT SAOG	0.404	1,677.8	21.7%
AL ANWAR HOLDINGS SAOG	0.100	1,276.3	16.5%
RENAISSANCE SERVICES SAOG	0.520	697.5	9.0%
BANK DHOFAR SAOG	0.138	692.1	8.9%
OMAN TELECOMMUNICATIONS CO	0.530	558.8	7.2%

Top Co. -Volume	Price	Volume	Mkt Share
Companies	OMR	in 000	
AL ANWAR HOLDINGS SAOG	0.100	12,987.3	26.2%
MUSCAT FINANCE	0.063	6,336.7	12.8%
BANK DHOFAR SAOG	0.138	5,031.6	10.1%
GALFAR ENGINEERING&CONTRACT	0.081	4,577.4	9.2%
BANKMUSCAT SAOG	0.404	4,152.6	8.4%

Market Capitalization	
(In Billion)	
USD	OMR
8.36	3.24

No. of Companies		
Equal	Down	Up
18	35	2





Sector Name	Bloomberg Code	Current	Previous	Points Daily	WTW %	Points Monthly	MTD %	Points Yearly	YTD %
Financial Sector	BKINV	6,304.95	6,376.76	(72)	-1.13%	(33)	-0.5%	(522)	-7.6%
Industry Sector	INDSI	4,536.10	4,650.58	(114)	-2.46%	(109)	-2.4%	(455)	-9.1%
Services Sector	SINSI	1978.39	2030.74	(52)	-2.58%	(56)	-2.7%	(312)	-13.6%

Source: MSM, Bloomberg

Main Indicators - Sectors	Beta	52-Week		Div. Yield %	P/B (x)
		High	Low		
MSM 30		4,699.00	3,863.28	7.1%	0.75
Financial Sector	0.40	7,319.44	6,285.95	6.1%	0.75
Industry Sector	0.33	6,414.91	4,536.09	6.4%	0.68
Services Sector	0.34	2,524.58	1,968.80	6.9%	0.90

Source: Bloomberg








**Oman Government Bonds**

Govt Development Bond Issue	Maturity Date	Issue Value OMR	Coupon	Listing Date
40	6/19/2022	100,000,000	5.50%	6/24/2012
42	5/13/2020	80,000,000	4.25%	5/20/2013
45	12/15/2019	200,000,000	3.00%	12/24/2014
46	2/23/2025	200,000,000	4.50%	3/4/2015
47	8/9/2020	300,000,000	3.00%	8/11/2015
48	2/22/2021	100,000,000	3.50%	2/24/2016
49	4/25/2023	100,000,000	1.00%	5/4/2016
50	10/3/2022	100,000,000	5.00%	10/13/2016
51	12/27/2026	150,000,000	5.50%	1/1/2017
52	2/20/2024	150,000,000	5.00%	2/26/2017
53	5/15/2023	150,000,000	5.25%	5/21/2017
54	9/20/2027	150,000,000	5.75%	9/25/2017
55	12/19/2024	150,000,000	5.25%	12/24/2017
56	3/21/2028	150,000,000	6.00%	3/25/2018
57	6/28/2023	100,000,000	4.75%	7/3/2018
58	9/25/2025	150,000,000	5.75%	9/26/2018
59	12/18/2023	100,000,000	5.00%	12/23/2018
SOVEREIGN SUKUK ISSUE 1	11/3/2020	250,000,000	3.50%	11/10/2015

**International Bonds**

		Issue Value USD		
OMAN 3 ½ 07/14/22	7/14/2022	500,000,000	3.50%	6/29/2016
OMAN 3 % 06/15/21	6/15/2021	1,500,000,000	3.63%	6/8/2016
OMAN 4 % 06/15/26	6/15/2026	2,500,000,000	4.75%	6/8/2016

Source: MSM, Bloomberg

GCC Market Indices		Current Close	Previous Close	Change	W/W	MTD	YTD	P/E	P/B
		Index	Index		%	%	%		
	Muscat Securities Market	3,863.28	3,964.83	-101.55	-2.56%	-2.09%	-10.65%	8.03	0.75
	Saudi Stock Exchange	8,819.10	9,336.90	-517.80	-5.55%	-5.21%	12.68%	20.02	1.96
	Kuwait Stock Exchange	5,803.20	5,694.96	108.24	1.90%	3.08%	14.25%	16.24	1.49
	Qatar Exchange	10,027.17	10,480.52	-453.35	-4.33%	-3.37%	-2.64%	14.09	1.53
	Bahrain Bourse	1,436.28	1,434.59	1.69	0.12%	0.16%	7.40%	9.91	0.92
	Dubai Financial Market	2,672.61	2,758.51	-85.90	-3.11%	-3.41%	5.65%	11.25	1.01
	Abu Dhabi Sec. Exchange	5,052.80	5,242.59	-189.78	-3.62%	-3.90%	2.80%	13.81	1.47

Source: Bloomberg, UCapital

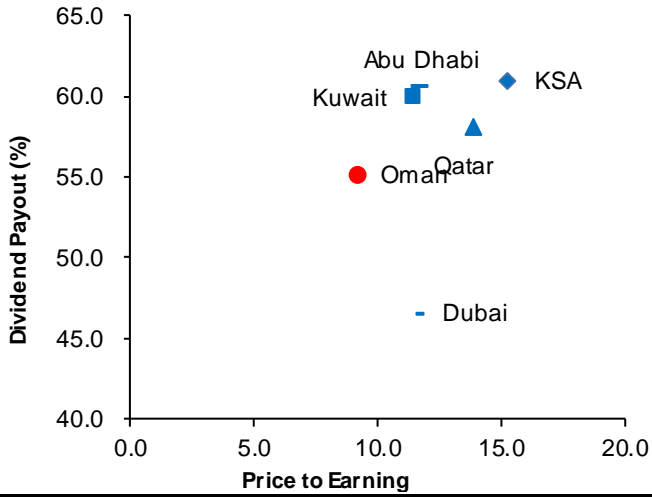
World Markets	Country	Value	Change	WTD	YTD	Commodity Prices	Change	WTD	YTD	
						USD	USD	%	%	
<b>Europe</b>						Brent Crude (per bbl)	70.41	-0.4	-0.6%	28.6%
UK	FTSE 100	7,252.34	-128.3	-1.7%	7.8%	WTI Crude (per bbl)	61.94	0.0	0.0%	32.0%
Germany	DAX	12,084.95	-327.8	-2.6%	14.5%	Oman Crude Oil	69.85	-1.1	-1.6%	30.5%
France	CAC 40	5,355.46	-193.4	-3.5%	13.2%	Gold*100 OZ (per oz)	1,281.68	2.6	0.2%	-0.1%
<b>US</b>						Silver (per oz)	14.75	-0.2	-1.3%	-4.8%
USA	DJIA	25,967.33	-537.6	-2.0%	11.3%	Platinum (per oz)	853.94	-18.4	-2.1%	7.3%
USA	S&P 500	2,879.42	-66.2	-2.2%	14.9%	Copper, MT	6,148.00	-88.0	-1.4%	3.1%
USA	NASDAQ	7,943.32	-220.7	-2.7%	19.7%	Aluminium, MT	1,797.00	1.5	0.1%	-2.7%
<b>Asia Pacific</b>						Lead, MT	1,881.50	-18.5	-1.0%	-6.9%
Japan	NIKKEI 225	21,402.13	-856.6	-3.8%	6.9%	Zinc, MT	2,648.50	-122.5	-4.4%	7.4%
Hongkong	HANG SENG	28,311.07	-1770.5	-5.9%	9.5%	Nickel, MT	11,944.00	-235.0	-1.9%	11.7%
<b>Arab</b>						Source: Bloomberg (Sat and Sun market is closed)				
Tunis	Tunis Se Index	6,907.82	50.8	0.7%	-5.0%	<b>Cross Rates of Major World Currencies</b>				
EGYPT	The Egyptian Exchange	14,060.00	-820.4	-5.5%	7.9%	<b>Currency</b>	<b>Code</b>	<b>USD/1 Unit</b>	<b>Units/1 USD</b>	
Jordan	Amman Stock Exchange	1,811.32	20.5	1.1%	-5.1%	EURO	EUR	1.119	0.894	
Palestine	Palestine Sec. Exchange	529.12	1.7	0.3%	0.0%	British Pound	GBP	1.299	0.770	
Lebanon	Blom Stock Index	871.39	-32.7	-3.6%	-10.8%	Japanese Yen	JPY	0.009	109.820	
<b>MSCI</b>						Chinese Renminbi	CNH	0.146	6.847	
	Bahrain	92.78	0.6	0.7%	28.3%	Indian Rupee	INR	0.014	69.945	
	Kuwait	681.56	29.2	4.5%	20.3%	Russian Ruble	RUB	0.015	65.063	
MSCI	Oman	469.12	-14.3	-3.0%	-9.1%	Canadian Dollar	CAD	0.742	1.348	
	Qatar	822.75	-36.4	-4.2%	-6.2%	Australian Dollar	AUD	0.697	1.434	
	UAE	353.87	-12.8	-3.5%	4.8%	Source: Bloomberg				
	GCC Countries	493.16	-8.8	-1.8%	4.0%					

Source: Bloomberg at 3.00 P.M Muscat time (note: Sat and Sun global markets are closed)

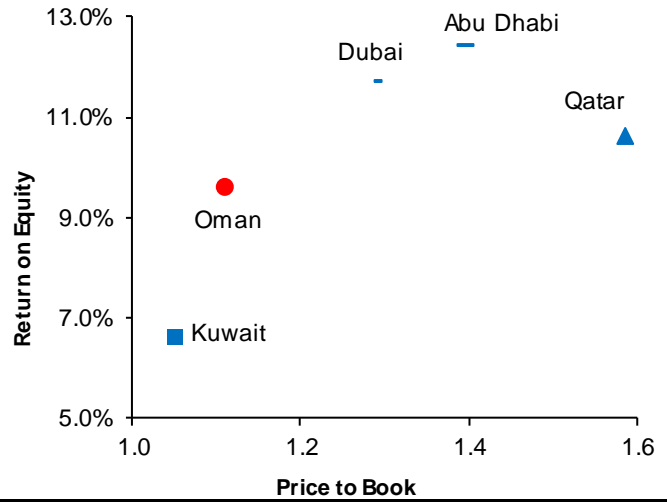
Source: Bloomberg

GCC Positioning

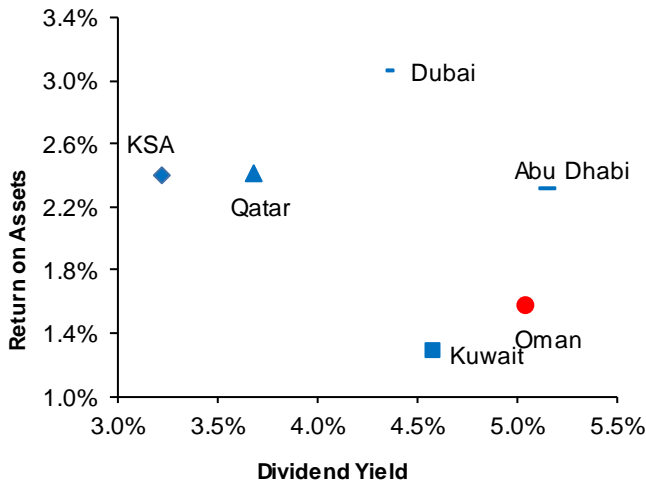
PE & Dividend Payout



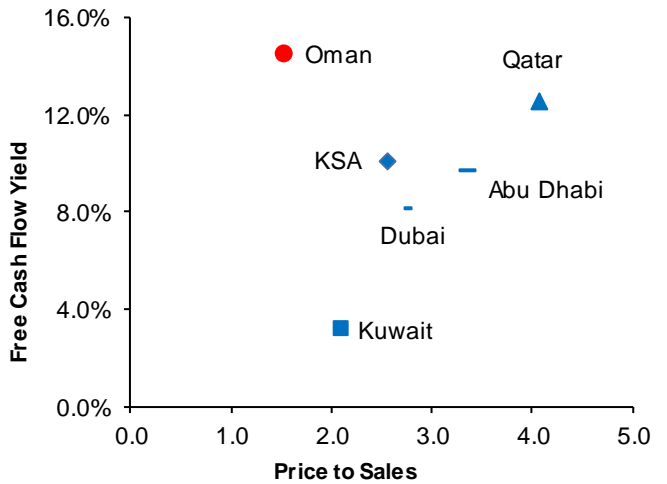
ROE & P/BV



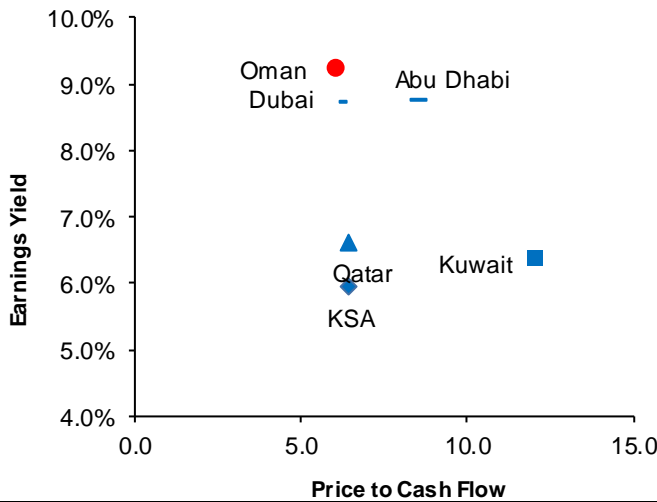
ROA & Dividend Yield



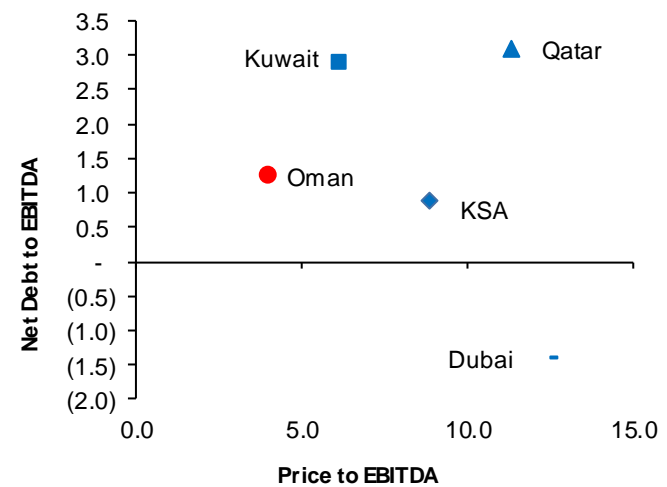
Price to Sales & Free Cash Flow Yield



Price to Cashflow & Earnings Yield



Price to EBITDA & Net Debt to EBITDA



Source: Bloomberg



### MSM 30

Company Name	M.Cap (OMR mn)	Price (OMR)	YTD (%)	Beta (x)	6m Avg. Val (OMR 000)	6m Avg. Vol (000)	P/E (x) (x)	P/Bv (x) (x)	ROE (%)	ROA (%)
BANKMUSCAT	1,250.3	0.404	3.46%	1.23	404.46	835	6.96	0.70	10.0%	1.5%
OMANTEL	397.5	0.530	-32.74%	1.69	95.43	136	6.13	0.73	11.8%	0.9%
BANK DHOFAR	413.5	0.138	-11.05%	1.01	96.35	694	8.22	0.76	9.3%	1.2%
OOREDOO	299.4	0.460	-19.01%	1.03	71.58	133	7.13	1.16	16.3%	10.2%
NATIONAL BANK OF OMAN	260.2	0.160	-12.09%	0.85	43.65	242	5.14	0.62	12.0%	1.4%
OMINVEST	243.9	0.302	-12.88%	0.67	53.72	162	7.99	1.36	17.0%	1.1%
HSBC BANK OMAN	240.0	0.120	0.84%	0.82	30.82	255	7.65	0.71	9.2%	1.3%
BANK SOHAR	218.1	0.110	-0.90%	1.11	67.70	592	7.43	0.76	10.3%	1.0%
AHLI BANK	187.0	0.119	-14.42%	0.72	26.36	202	6.49	0.73	11.3%	1.3%
SEMBCORP SALALAH	114.5	0.120	-32.20%	0.58	7.39	55	8.92	1.16	13.1%	3.9%
PHOENIX POWER	122.9	0.084	-18.45%	0.81	83.78	555	9.51	0.68	7.2%	2.2%
BANK NIZWA	132.0	0.088	-3.30%	0.85	122.09	1,012	17.57	0.96	5.5%	0.9%
SHELL OMAN MARKETING	106.9	1.070	-27.95%	0.62	42.74	36	8.43	2.03	24.1%	9.7%
RENAISSANCE SERVICES	191.0	0.520	41.30%	0.87	63.33	161	28.06	1.93	6.9%	0.9%
OMAN CEMENT	76.4	0.231	-23.00%	0.66	20.47	73	10.45	0.49	4.7%	3.9%
OMAN FLOUR MILLS	84.1	0.534	-21.47%	0.60	9.85	17	6.60	1.02	15.5%	11.7%
AL IZZ ISLAMIC BANK	82.0	0.082	-8.89%	0.69	3.42	39	40.85	1.05	2.6%	0.3%
RAYSUT CEMENT	61.6	0.308	-18.95%	1.07	26.52	73	179.17	0.42	0.2%	0.2%
GALFAR ENGG. & CON.	72.8	0.081	1.25%	1.64	134.54	1,571	10.55	0.43	4.1%	0.5%
AL JAZEERA SERVICES	34.5	0.110	0.92%	1.38	10.50	87	nm	0.28	-21.5%	-19.6%
AL ANWAR CERAMIC TILES	28.1	0.095	33.80%	1.44	78.59	907	37.61	0.76	2.0%	1.8%
NATIONAL GAS	14.8	0.185	-18.99%	0.80	7.14	30	8.41	0.75	8.9%	3.2%
AL ANWAR HOLDINGS	20.0	0.100	4.17%	1.40	32.68	355	5.17	0.56	10.8%	7.3%
OMAN INVESTMENT & FINANCE	16.4	0.082	6.49%	1.28	44.58	533	11.97	0.46	3.8%	1.4%
AL MADINA TAKAFUL	14.7	0.084	-11.58%	0.97	70.36	763	20.43	0.63	3.1%	0.9%
GULF INVESTMENTS SERVICES	13.0	0.058	-19.44%	1.65	24.58	371	nm	0.21	-4.5%	-3.3%
OMAN & EMIRATES INV.	9.4	0.077	-32.46%	1.00	1.83	19	500.63	0.46	0.1%	0.0%
AL SHARQIYA INVEST HOLDING	6.8	0.076	-11.63%	0.90	9.85	113	12.21	0.53	4.3%	4.2%
OMAN FISHERIES	7.4	0.059	0.00%	1.18	39.72	619	63.54	0.50	0.8%	0.7%
AL MADINA INVESTMENT	5.4	0.026	-25.71%	0.83	2.73	83	nm	0.23	-5.5%	-2.9%

Source: MSM, Bloomberg

nm = not meaningful

### MSM Shariah Compliant Companies

Company Name	M.Cap (OMR mn)	Price (OMR)	YTD (%)	Beta (x)	6m Avg. Val (OMR 000)	6m Avg. Vol (000)	P/E (x) (x)	P/Bv (x) (x)	ROE (%)	ROA (%)
OOREDOO	299.4	0.460	-19.01%	1.03	71.58	133	7.13	1.16	16.3%	10.2%
BANK NIZWA	132.0	0.088	-3.30%	0.85	122.09	1,012	17.57	0.96	5.5%	0.9%
SHELL OMAN MARKETING	106.9	1.070	-27.95%	0.62	42.74	36	8.43	2.03	24.1%	9.7%
SALALAH PORT SERVICES	107.9	0.600	0.00%	0.38	0.01	0	20.40	1.84	9.0%	5.2%
OMAN FLOUR MILLS	84.1	0.534	-21.47%	0.60	9.85	17	6.60	1.02	15.5%	11.7%
OMAN CEMENT CO	76.4	0.231	-23.00%	0.66	20.47	73	10.45	0.49	4.7%	3.9%
AL IZZ ISLAMIC BANK	82.0	0.082	-8.89%	0.69	3.42	39	40.85	1.05	2.6%	0.3%
OMAN CABLES INDUSTRY	80.7	0.900	-7.79%	0.31	1.74	2	8.76	0.82	9.4%	6.6%
RAYSUT CEMENT CO	61.6	0.308	-18.95%	1.07	26.52	73	179.17	0.42	0.2%	0.2%
A'SAFFA FOODS SAOG	71.8	0.598	0.00%	0.31	43.90	84	25.66	1.72	6.7%	5.1%
AL KAMIL POWER CO	36.6	0.380	0.00%	0.28	0.00	0	15.12	1.22	8.1%	6.8%
AL JAZEERA SERVICES	34.5	0.110	0.92%	1.38	10.50	87	nm	0.28	-21.5%	-19.6%
AL ANWAR CERAMIC TILES CO	28.1	0.095	33.80%	1.44	78.59	907	37.61	0.76	2.0%	1.8%
SAHARA HOSPITALITY	18.9	3.090	0.00%	0.05	0.02	0	7.71	0.87	11.3%	8.6%
OMAN EDUCATION	16.3	0.233	-4.51%	0.30	0.05	0	10.21	0.86	8.4%	3.6%
AL MADINA TAKAFUL CO SAOC	14.7	0.084	-11.58%	0.97	70.36	763	20.43	0.63	3.1%	0.9%
TAKAFUL OMAN	12.7	0.127	-2.31%	0.40	0.22	2	6.30	0.80	12.7%	12.3%
GULF MUSHROOM COMPANY	11.6	0.306	0.00%	0.33	0.00	0	29.52	1.73	5.9%	2.3%
OMAN CHROMITE	10.9	3.640	0.00%	0.33	0.02	0	23.55	2.61	11.1%	10.2%
AL MAHA CERAMICS CO SAOC	10.1	0.183	-12.86%	0.62	4.29	22	8.37	1.05	12.6%	9.3%
NATIONAL REAL ESTATE	8.8	5.000	0.00%	0.33	-	-	nm	1.08	-1.0%	-0.8%
OMAN PACKAGING	8.8	0.270	0.00%	0.33	0.02	0	19.22	1.30	6.8%	4.3%
OMAN FISHERIES	7.4	0.059	0.00%	1.18	39.72	619	63.54	0.50	0.8%	0.7%
MUSCAT GASES COMPANY	4.5	0.150	-28.57%	0.52	1.59	8	10.84	0.52	4.8%	3.9%
DHOFAR BEVERAGES CO	5.2	0.260	0.00%	0.33	-	-	nm	1.24	-6.6%	-4.5%
GULF STONE	4.4	0.120	0.00%	0.33	-	-	nm	1.09	-4.3%	-2.9%
NATIONAL BISCUIT	3.9	3.920	0.00%	0.33	0.26	0	11.68	0.83	7.1%	4.3%
GULF INTERNATIONAL CHEMICALS	2.9	0.140	-22.22%	0.81	0.22	1	17.44	1.08	6.2%	5.8%
COMPUTER STATIONERY INDS	2.6	0.260	0.00%	0.33	-	-	59.94	1.11	1.8%	1.6%
MUSCAT THREAD MILLS CO	1.3	0.079	0.00%	0.43	0.00	0	nm	0.69	0.0%	0.0%
OMAN INT. MARKETING	0.3	0.518	0.00%	0.33	0.00	0	nm	4.48	-9.5%	-7.9%

Source: MSM, Bloomberg

nm = not meaningful

### Top 30 GCC Companies by Market Capitalization

Company Name	M.Cap (USD bn)	Price (LCY)	YTD (%)	Beta (x)	6m Avg. Val (LCY mn)	6m Avg. Vol (000)	P/E (x) (x)	P/Bv (x) (x)	ROE (%)	ROA (%)
SAUDI BASIC INDUSTRIES CORP	92.8	116.000	-0.17%	0.89	294.4	2,417	16.17	2.01	12.4%	6.7%
SAUDI TELECOM CO	58.8	110.200	22.18%	0.92	36.1	354	20.45	3.36	16.5%	9.6%
AL RAJHI BANK	46.5	69.700	22.55%	1.22	280.0	4,273	16.92	3.59	21.2%	2.8%
FIRST ABU DHABI BANK PJSC	46.4	15.600	10.64%	1.45	83.4	5,737	14.18	1.87	13.2%	1.6%
QATAR NATIONAL BANK	46.0	182.500	-6.41%	1.18	41.8	221	12.23	2.51	20.5%	1.6%
NATIONAL COMMERCIAL BANK	47.1	58.900	23.09%	1.32	63.2	1,190	16.56	3.06	18.5%	2.4%
EMIRATES TELECOM GROUP CO	37.6	15.860	-6.60%	0.70	26.3	1,555	16.01	3.07	19.2%	6.9%
INDUSTRIES QATAR	18.7	113.010	-15.42%	1.16	17.3	132	13.59	1.93	14.2%	13.6%
SAMBA FINANCIAL GROUP	19.1	35.750	13.85%	1.23	37.0	1,053	12.95	1.69	13.1%	2.4%
SAUDI ELECTRICITY CO	18.0	16.160	6.74%	0.94	29.4	1,822	38.32	0.91	2.4%	0.4%
RIYAD BANK	21.3	26.650	34.46%	0.98	27.0	1,184	16.95	2.17	12.8%	2.1%
SAUDI ARABIAN MINING CO	18.2	58.400	18.46%	1.29	26.1	487	36.93	2.45	6.6%	1.9%
EMIRATES NBD PJSC	17.4	11.500	29.36%	0.97	9.1	867	6.37	1.17	18.4%	2.0%
SAUDI BRITISH BANK	15.7	39.250	20.21%	1.20	10.4	282	11.93	1.82	15.3%	2.8%
ALMARAI CO	15.4	57.800	20.42%	1.25	20.8	379	28.77	4.15	14.4%	6.2%
EMIRATES ISLAMIC BANK	14.8	10.000	0.10%	0.21	0.0	0	58.75	7.53	12.8%	1.6%
ABU DHABI COMMERCIAL BANK	16.4	8.650	6.00%	0.94	28.4	3,060	12.43	2.09	16.8%	1.7%
BANQUE SAUDI FRANSI	12.5	38.900	23.89%	1.23	28.9	862	14.18	1.52	10.7%	1.7%
YANBU NATIONAL PETROCHEMICAL	10.1	67.500	5.80%	0.76	36.2	526	15.73	2.20	14.0%	12.7%
EZDAN HOLDING GROUP	7.0	9.600	-26.04%	1.43	6.1	502	58.71	0.81	1.4%	0.9%
QATAR ISLAMIC BANK	10.3	159.000	4.61%	1.01	11.3	73	13.64	2.44	17.9%	1.8%
ALINMA BANK	10.3	25.750	12.05%	0.90	210.1	8,945	15.34	1.81	11.8%	2.1%
ARAB NATIONAL BANK	10.3	25.750	21.08%	1.27	14.9	627	11.67	1.46	12.5%	1.9%
DUBAI ISLAMIC BANK	9.2	5.130	2.60%	0.73	26.3	5,179	6.88	1.40	20.4%	2.2%
SAUDI ARABIAN FERTILIZER CO	8.9	80.000	3.76%	0.81	19.5	242	19.17	4.22	22.0%	18.3%
EMAAR PROPERTIES PJSC	8.8	4.500	8.96%	1.38	36.6	8,092	5.27	0.66	12.6%	5.5%
JABAL OMAR DEVELOPMENT CO	7.4	29.950	-12.94%	0.81	28.7	862	143.65	2.85	2.0%	0.7%
KINGDOM HOLDING CO	7.4	7.540	-3.33%	0.55	2.6	318	40.99	1.00	2.4%	1.5%
MASRAF AL RAYAN	7.3	35.500	-14.83%	0.96	13.6	347	12.50	2.01	16.0%	2.2%
ABU DHABI NATIONAL OIL CO FO	9.2	2.700	16.38%	na	3.4	1,450	15.86	9.41	59.3%	13.7%

Source: MSM, Bloomberg

nm = not meaningful

# Ubhar GCC Fund

NAV  
As of: 15 April 2019  
OMR: 1.112



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