

Index Performance	Current Week	Previous Week	WTD (%)	YTD (%)	Beta (Yr.)
MSM 30 Index	3,515.76	3,513.67	0.06%	-11.69%	1.000
Financial Index	5,573.07	5,576.30	-0.06%	-12.22%	1.047
Industrial Index	4,010.47	4,016.54	-0.15%	-4.66%	0.639
Services Index	1,582.09	1,584.47	-0.15%	-16.58%	0.674

Source: MSM, GBCM Research

MSM 30 Index Performance Vs Turnover

Source: MSM, GBCM Research

MSM Weekly Trading Activity - Total Turnover RO 4.816 million (c.US\$ 12.5 million)

Fig. In RO	Buy	Sell	Net Buy / (Sell)
Omanis	4,048,365	3,664,527	383,837
GCC	327,871	629,655	(301,784)
Arabs	18,856	74,567	(55,711)
Others	420,958	447,301	(26,343)

Source: MSM, GBCM Research

Sideways trend prevails amidst subdued market volumes...

During last trading week, we saw sideways movement in the local benchmark Index which ended almost flat at 3,515.76 points amidst stock specific activity and dull overall market participation. We saw selling pressure from the regional investors. For the week, all key indices ended range bound along with no major news triggers. MSM Financial Index ended lower by 0.06%, while Industrial and Services Index lowered by 0.15% WTD each.

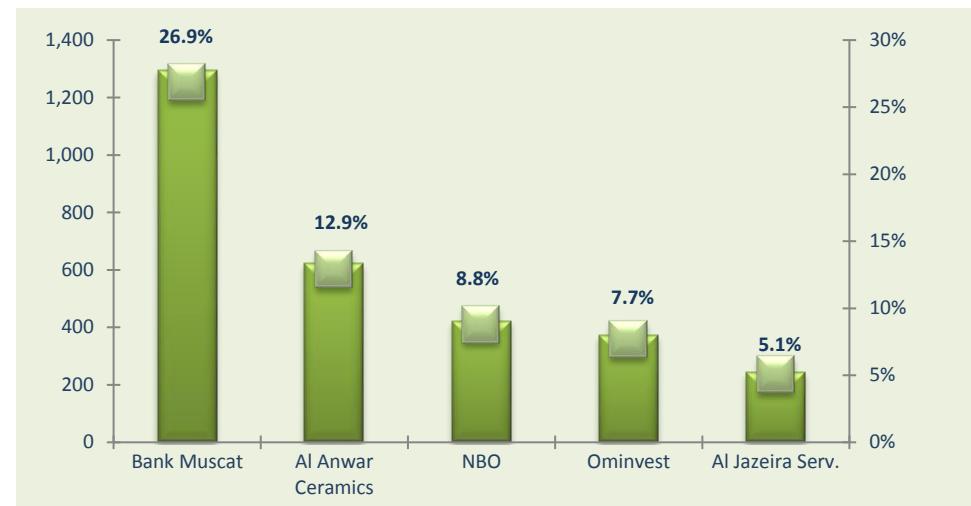
In terms of market activity, a total of 30.779 million shares got traded during the week amounting to an aggregate turnover of meager RO 4.8 million as compared to RO 7.7 million in the previous week. In terms of participation, local investors ended as net buyers to an extent of RO 384K. While GCC and Foreign investors emerged as net sellers to an extent of RO 302K million and RO 26K, respectively.

Oman Banking Sector Data- April 2020: Total outstanding credit extended by conventional and Islamic banks in Oman grew 3.2% to RO 26.4 billion at the end of April 2020. Credit to the private sector rose by 2.7% to RO 23 billion. Total deposits held with conventional and Islamic banks registered a growth of 3.6% and stood at RO 23.9 billion at the end of April 2020. Private sector deposits increased by 10.5% to RO 16.2 billion. The combined balance sheet of conventional banks increased 2.2% YoY in outstanding credit as on end April 20. Conventional banks' credit to the private sector increased by 1.1% to RO 19.1 billion. Aggregate deposits held with conventional banks increased to RO 20.4 billion in April 2020, increasing 2.9% YoY. Islamic banking entities provided financing of RO 4.1 billion at the end of April 2020, recording a growth of 8.9% YoY. Total deposits held with Islamic banks and windows increased by 7.7% to RO 3.5 billion. (Source: CBO)

Outlook...

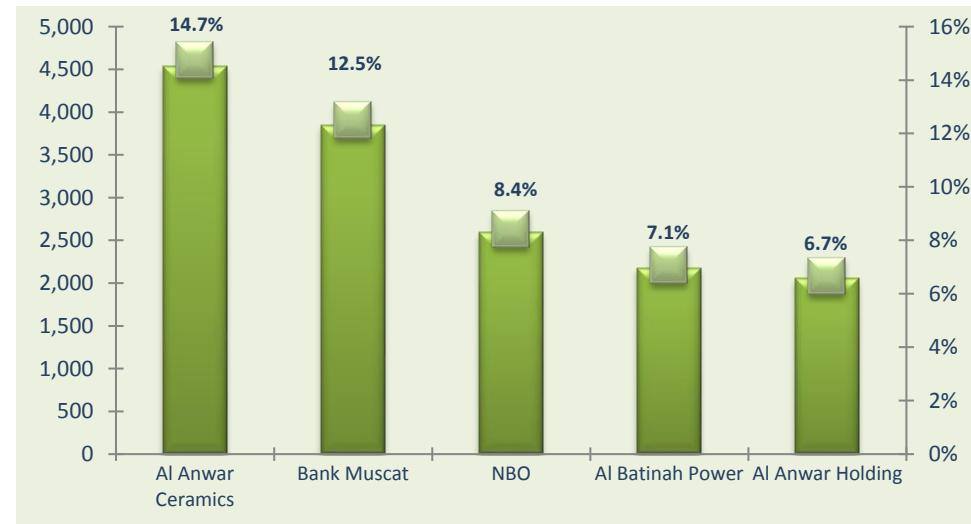
During last trading week, we saw yet another week of mixed closing and rangebound trading in the regional markets amidst stable global cues. Saudi ended higher by 0.6% during the week led by buying in blue-chip stocks. UAE-DFM ended negative by 1.2% WTD, while UAE-ADX gained 1.2% for the day. Qatar closed in green gaining about 0.9%, Kuwait and Bahrain lowered 1.4% and 0.5%, respectively during the week. Oman revealed sideways movement and dull market volumes to close flat for the week. The global markets ended on a mixed trend over the weekend amid lack in news triggers. The prevailing global liquidity and fiscal stimulus measures in key economies continued to support equity market sentiments. **We anticipate MSM and GCC markets to open flat for the week and may reveal range bound and clueless trading, following the global sentiments.** The gradual economic opening may favorably support equities. We recommend looking for stable local themes, resilient balance sheet, quality management and strong free cash flows. We anticipate GCC market sentiments to remain sideways over short term due to no major news developments.

Value Leaders-Weekly



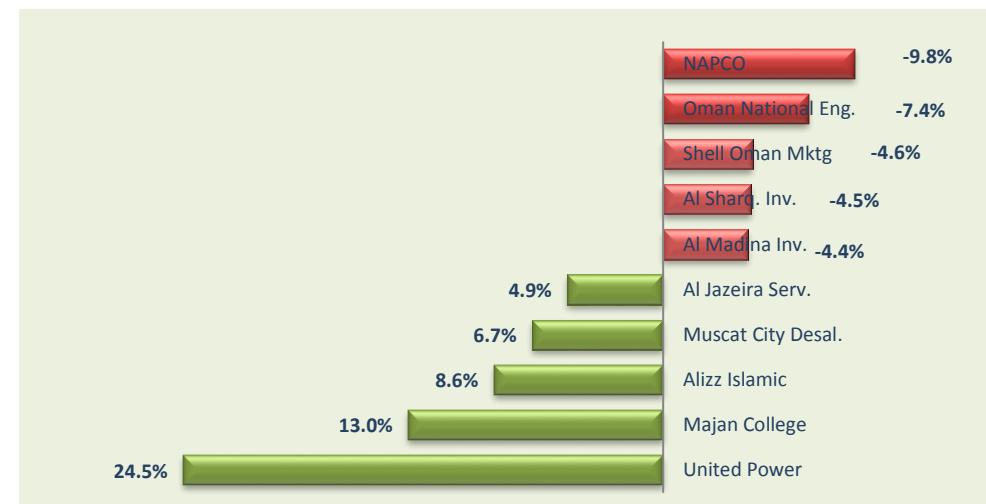
Source: MSM, GBCM Research

Volume Leaders- Weekly



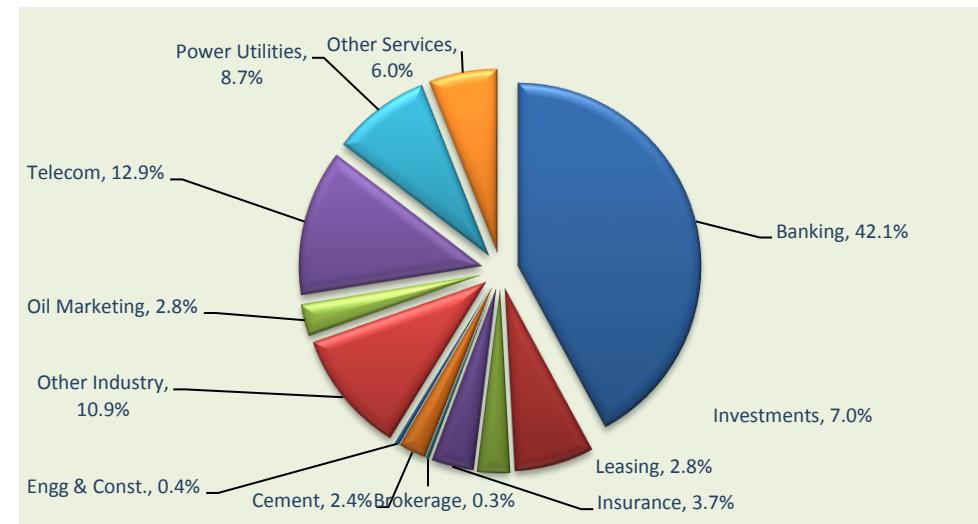
Source: MSM, GBCM Research

Top Five Gainers/ Losers for the Week



Source: MSM, GBCM Research

MSM Sectoral Market



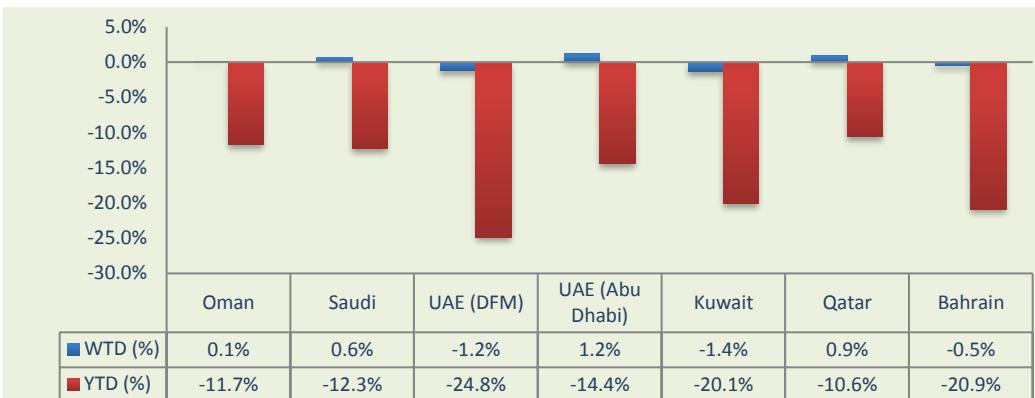
Source: MSM, GBCM Research

MSM - Value Indicators

Value Indicators	Mkt. Cap (RO'000s)	PER	P/BV	Dividend Yield %
MSM 30 Index	4,355,143	10.6	0.7	7.9%
Financial	2,791,147	10.2	0.7	7.7%
Industrial	532,034	24.6	0.7	5.4%
Services	1,371,585	12.9	0.9	8.8%
MSM Shariah	1,144,961	13.8	1.0	5.6%

Source: MSM, GBCM Research

GCC- Market Performance for the week



Source: Bloomberg, GBCM Research

Commodities	Current Week	Last Week	WTD (%)
NYMEX WTI Crude	39.8	36.3	9.6%
ICE Brent Crude	42.2	38.7	8.9%
Crude Oil, Oman	43.3	39.9	8.5%
NYMEX Natural Gas	1.7	1.7	-3.6%
NYMEX Gasoline	127.2	112.4	13.1%
Gold Spot	1,743.9	1,730.8	0.8%
Silver Spot	17.6	17.5	0.8%
LME Aluminium (Spot)	1,573.0	1,560.8	0.8%
LME Copper (Spot)	5,829.3	5,761.5	1.2%
LME Zinc (Spot)	2,083.4	1,966.3	6.0%
Hot Rolled Coil - Steel	501.0	511.0	-2.0%
CBOT Corn	337.3	334.5	0.8%
CBOT Wheat	485.3	507.8	-4.4%
CBOT Soyabean	880.8	879.8	0.1%

Source: MSM, GBCM Research

Oman - Weekly News watch...

Announcement of a takeover offer by Oman Arab Bank (OAB, acquirer) along with the trust (established by Ominvest and Arab Bank Plc) to acquire 100% shares of Alizz Islamic Bank (AIB, Target Co) at an offer consideration pursuant to takeover and acquisition regulations. The offer by OAB and the Trust to acquire the entire issued share capital of AIB SAOG (100% paid-up shares, Record Date 23rd Jun). Final Share Swap Ratio which, based on net assets of Banks (OAB and AIB) as at 31 March 20 was determined to be **80.64:19.36**, and as such entitles each continuing AIB Shareholder to receive 0.323 shares in OAB for 1 share he holds in AIB.

Alizz Islamic Bank (AIB) received a written notice from OAB containing information relating to the takeover offer OAB has announced it intends to make to the shareholders of AIB to acquire the entire issued share capital of AIB in accordance with the Takeover and Acquisition Regulation. The board of directors of AIB hereby confirms that it is not seeking another person to make a competing takeover offer for the shares in AIB. (Source: MSM)

GCC - Weekly News Watch...

Public Investment Fund (PIF) signed a definitive agreement to acquire a 2.32% stake in India's Jio Platforms for \$1.5 billion. The deal completion is subject to customary closing conditions and Indian regulatory approvals. The acquisition comes in line with its strategy and mandate of investing in sectors and companies that generate long-term returns. (Source: Argaam)

Saudi Aramco bought a 70% stake in **Saudi Basic Industries Corp (SABIC)** on June 16 from the Public Investment Fund (PIF), for a total price of SAR 259.125 billion (\$ 69.1 billion), or SAR 123.39 price per share. All necessary pre-closing regulatory clearances have been obtained. (Source: Argaam)

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