



Portfolio restructuring and block deals dominate

Date: 27/09/2012

Week 39

MSM summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
Al Arabi Oman 20 Index	1,003.62	1,013.92	(10.30)	(1.02)	2.15	(1.01)
Al Arabi GCC 50 Index	972.20	986.97	(14.77)	(1.50)	(0.85)	3.70
Al Arabi MENA 200 Index	923.73	934.36	(10.63)	(1.14)	(0.35)	3.09
MSM 30	5,529.21	5,603.23	(74.02)	(1.32)	0.90	(2.91)
Volume(In 000)	134,777	114,660	20,116.77	17.54		
Value traded (In RO 000)	34,270	23,296	10,974.30	47.11		
No. of Transactions	5,200				Volume of Bonds	11,921,774

MSM Performance:

The absence of local triggers, profit booking activity and shifting between positions in addition to wait and see strategy ahead of this coming quarter results, all in all, pressurized the market performance during the week (23 – 27 September) led to a weekly decline, the first in three weeks, by 1.32% to level of 5,529.21 point. Most of the banks' shares in addition to telecom, Shell Oman Marketing and Renaissance Services were the main reason behind this drop.

During last week, Al Arabi Oman 20 Index decreased by 1.02% to finish at 1003.62 points as turnover amounted to RO9.07mn. Al Arabi GCC 50 Index decreased by 1.5% to close at 972.2 points. Also, "Al Arabi MENA200 Index" registered decreased of 1.14% to close at 923.73 points.

The analysis of the sub-indices shows that all of them ended in red territory led by the financial index which declined by 2% to 6,182.48 points on the back of the drop in banks and holding companies shares. It is important to state that a bunch of special deals with notable value took place on some of the stocks like National Bank of Oman and Al Omaniya Financial Services.

Service index came second declining by 0.19% on weekly basis to a level of 2,705.21 points pressurized by Oman Telecommunications Co. (Omantel), Renaissance Services and Shell Oman Marketing

Industrial Index remained stable with a very slight drop of 0.08% at level of 7,067.83 points in spite of healthy stock performance of Raysut Cement, Oman Cables Industry, Al Jazeera Steel Product Co. and Asaffa Foods.

Galfar Engineering shares managed to reduce losses during the week due to gains on the last trading day as it went up by 1.46% on daily basis on the back of the company's announcement (as per media sources) that it will be allocated an additional RO22.5mn for Hasik and Shuwaimiyah road project in Dhofar Region which was originally awarded for around RO 68.5mn almost five years ago. The stock ended the week with a decline of 0.24% at RO 0.421 per share.

Turning to market statistics, excluding the special deals done on some stocks during the week with value of around RO 12.4mn, total volumes and traded value declined by 22.6% and 6.22% respectively to 88.7mn shares with value of RO 21.8mn.

The week witnessed strong presence of local individual investors as compared to a sell trend by local institutional investors with net selling of RO 12.35mn.

Reviewing the tendering activity to date in 2012 reflects that Q3'12 was most active with RO 515.7mn compared to RO 360mn and RO 329mn for the last two quarters implying a q-o-q growth of 43.25 %, which supports our view regarding the acceleration of tendering activity in the 2nd half of the year.

Oman Al Arabi Fund



Weekly
NAV (RO) 0.899

Top Gainers	Price	Chg	Chg
Companies	RO	RO	%
SALALAH BEACH RESORT	1.400	0.100	7.69
ACWA POWER BARKA	0.414	0.024	6.15
SOHAR POWER	1.464	0.066	4.72
SMN POWER HOLDING	4.100	0.100	2.50
OMAN CABLES INDUSTRY	0.933	0.014	1.52

Top Losers	Price	Chg	Chg
Companies	RO	RO	%
SHELL OMAN MARKETING	2.351	(0.129)	(5.20)
AL ANWAR HOLDING	0.124	(0.006)	(4.62)
ONIC. HOLDING	0.263	(0.011)	(4.01)
BANK DHOFAR	0.366	(0.014)	(3.68)
OMAN AND EMIRATES INV. OM	0.109	(0.004)	(3.54)

Top Co. - Value	Price	Value	Mkt.Share
Companies	RO	in RO 000	
AL OMANIYA FINANCIAL SER.	0.310	5,628.86	16.43%
NATIONAL BANK OF OMAN	0.270	4,447.20	12.98%
BANK MUSCAT	0.550	2,502.75	7.30%
RAYSUT CEMENT	1.373	1,690.48	4.93%
NAWRAS	0.502	1,675.99	4.89%

Top Co. - Volume	Price	Volume	Mkt.Share
Companies	RO	in 000	
AL OMANIYA FINANCIAL SER.	0.310	18,601.47	13.80%
NATIONAL BANK OF OMAN	0.270	16,522.54	12.26%
BANK NIZWA	0.105	14,171.57	10.51%
AL OMANIYA FIN.SER .BONDS 4	0.100	10,000.00	7.42%
BANK SOHAR	0.140	8,748.79	6.49%

Market Capitalization

(In Billion)

OMR	USD
7.12	18.37

No. of Companies

Increased Decreased unchanged

Increased	Decreased	unchanged
13	37	31

As per our database, tenders assigned YTD amount to RO 1.2bn, equivalent to 67% of the total tenders assigned in 2011. The month of August was the best in terms of the amount of tenders wherein the second phase of the southern Batinah Highway was awarded.

We believe that tender awards shall continue to grow further in Q4 driven by the infrastructure sector, and consequently expect the sectors to trade on announcements thereon.

During the last week, the initial discussions about the FY'13 government budget have started, major outcome was that the 2013 budget would be based on record and not a conservative oil price of \$85/ bbl, up by 13.3%, 46.5% and 70% compared to the price used in FY'12, FY'11 and FY'10 respectively. This indicates the government's continued expansionary policy towards various sectors especially infrastructure which would lead to job creation.

This intention actually reflects the focus on spending which will cover many strategic projects that should translate positively in adding value to the Omani economy and improve growth ratios.

The early step of announcing the budget based oil price is an indication of the intention of the government to build a strong budget reflecting the expansionist tendencies and that certainly will receive great acceptance in all economic and social sectors.

This week we expect to see the announcement results of a number of companies which are expected to be mainly positive. We expect that the coming period will be watched by investment fund managers for company results, especially if we take into consideration the start of the block period on related parties and members of the boards of directors which could adversely affect the trading volume (excluding special deals that took place during the last week).

It is surly that speculations and some surprise moves due to what we got used to and have seen over the previous days and months, will take place with the entry of the speculators on stocks based on the results.

Main News:

- Sohar refinery awards RO7.3m deal to Alstom
- 16.6% increase in the production of the Sultanate of electricity

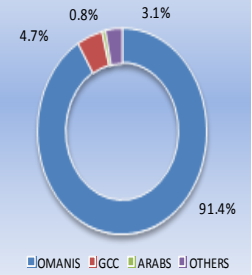
Recommendation:

We recommend investors to be prudent in making investment decisions and should take into consideration that there are considerable investment opportunities in the market. Also the P/BV and P/E of Omani banks are 1.24x and 8.64x respectively, which are the best compared with other GCC banks where the average P/BV and P/E roughly stand at 1.5x and 14.5x respectively, thus implying that Omani banks have the ability to attract new investors.

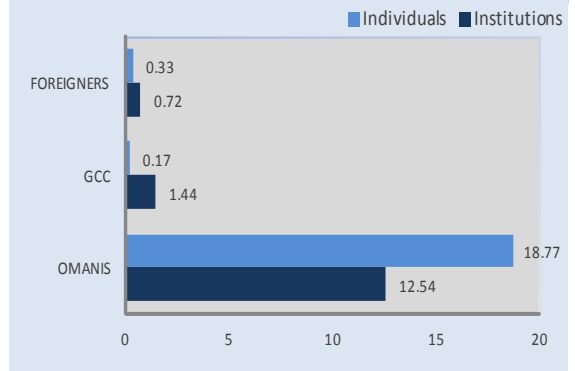
We expect a trend towards the Islamic financial sector, especially in case of the announcement of the final legislation and regulations governing the workings of Islamic banking in the Sultanate.

Nationality Trading - Buy

	Value (RO 000)
OMANIS	31,310.2
GCC	1,618.2
ARABS	285.5
OTHERS	1,056.1

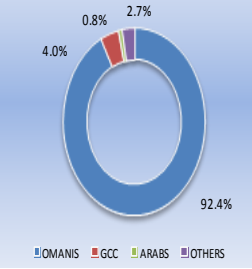


Buy Side (In RO mn)

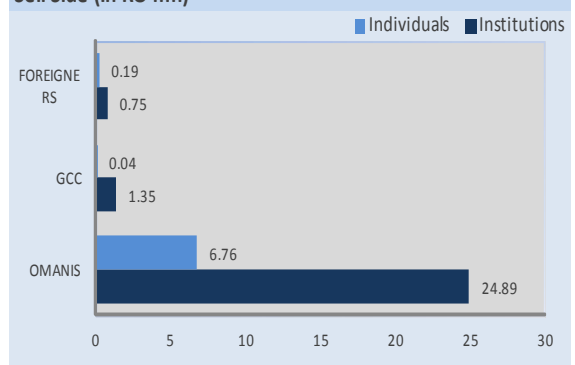


Nationality Trading - Sell

	Value (RO 000)
OMANIS	31,650.2
GCC	1,387.1
ARABS	291.0
OTHERS	941.7

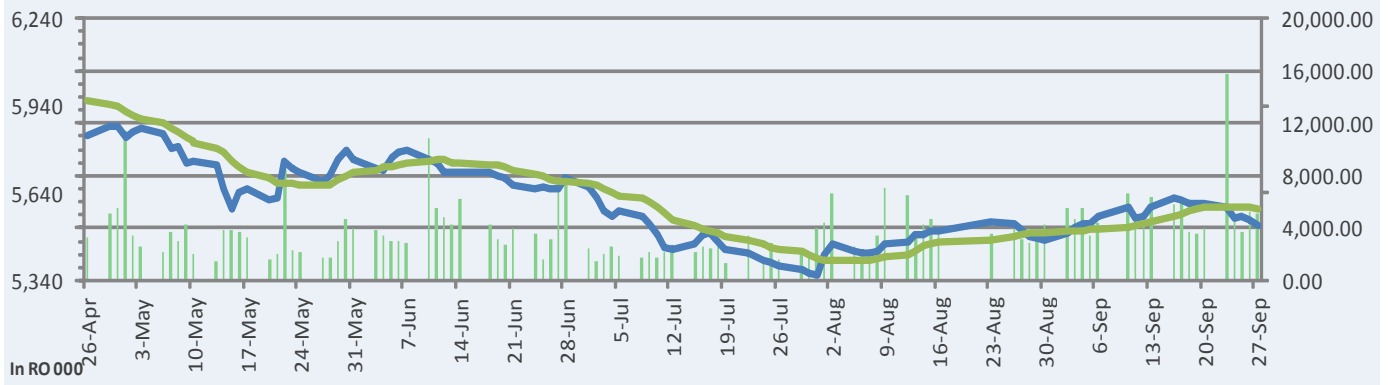


Sell Side (In RO mn)





MSM 30 one year close & turnover Vs MA10



Sector Name	Bloomberg Code	No of Co.	Current	Previous	Points Weekly	W/W %	Points Monthly	MTW %	Points Yearly	YTD %
Financial Sector	BKINV	13	6,182.48	6,308.49	(126)	(2.00)	(86)	(1.38)	(203)	(3.18)
Industry Sector	INDSI	10	7,067.83	7,073.71	(6)	(0.08)	274	4.03	1109	18.61
Services Sector	SINSI	7	2,705.21	2,710.33	(5)	(0.19)	84	3.21	138	5.37

Main Indicators - Sectors	52-Week High	52-Week Low	P/Ex	P/Bx
MSM 30	6,045.39	5,356.82	10.57	1.56
Financial Sector	7,256.20	5,827.67	11.80	1.34
Industry Sector	7,049.55	5,558.65	10.20	1.62
Services Sector	2,750.66	2,389.62	9.20	1.81

Source: MSM, Bloomberg

GCC MENA IPO Tracker

Status	Terms	Date	Country	Equity Offered
Rumored	Afia International Company	2010	Saudi Arabia	30.00%
Announced	Upline Group	H2 2010	Morocco	-
Rumored	Al Mansoori Specialized Engineering	2010	UAE	-
Rumored	AlSalam Aircraft Company	2010	Saudi Arabia	-
Rumored	AREBCO Holding Company	2010	Kuwait	49.00%

Source: Zawya

Government Development Bonds

Issue No.	Maturity Date	Issue Value (RO)	Coupon	Listing Date
35	Aug. 3, 2013	80,000,000	4.00%	Sep.10, 2008
36	Sep. 6, 2012	50,000,000	4.00%	Oct. 04, 2009
37	July 26, 2015	100,000,000	4.00%	Sept. 01, 2010
38	Nov 11, 2014	100,000,000	3.25%	Nov. 01, 2010
39	Dec 20, 2016	150,000,000	3.25%	Dec. 20, 2011
40	Jun. 19, 2022	100,000,000	5.50%	Jun. 24, 2012

Source: MSM



GCC Market Indices	Current Close	Previous Close	Change	W/W	MTD	YTD
	Index	Index		%	%	%
Muscat Securities Market	5,529.21	5,603.23	(74.02)	(1.32)	0.90	(2.91)
Saudi Stock Exchange	6,878.72	7,057.01	(178.29)	(2.53)	(3.65)	7.18
Kuwait Stock Exchange	5,990.54	5,879.82	110.72	1.88	2.18	3.03
Qatar Exchange	8,493.70	8,599.65	(105.95)	(1.23)	0.12	(3.25)
Bahrain Stock Exchange	1,083.37	1,082.82	0.55	0.05	(0.27)	(5.27)
Dubai Financial Market	1,569.50	1,609.07	(39.57)	(2.46)	1.35	15.97
Abu Dhabi Securities Exchange	2,602.97	2,614.52	(11.55)	(0.44)	1.61	8.35

Source: Zawya, OABinvest

World Markets	Country	W/W	YTD
Europe		%	%
FTSE 100	United Kingdom	(1.11)	3.86
DAX	Germany	(1.82)	24.04
CAC 40	France	(2.42)	9.04
United States			
DJIA	USA	(1.22)	9.79
S&P 500	USA	(1.84)	13.97
NASDAQ	USA	(2.71)	18.75
Asia Pacific			
NIKKEI 225	Japan	(1.76)	5.85
HANG SENG	Hongkong	0.13	12.63
Arab Market Indices			
Tunis Se Index	Tunis	(0.78)	5.29
EGX 30 Index	Egypt	1.57	63.41
Amman Stock Exchange	Jordan	(0.47)	(4.61)
Palestine Sec. Exchange	Palestine	-	(9.23)
Blom Stock Index	Lebanon	0.00	(4.51)
MSCI			
	Bahrain	(7.53)	(7.53)
	Kuwait	3.57	(3.97)
	Oman	(0.85)	(13.06)
	Qatar	(1.89)	(1.89)
	UAE	(2.26)	17.36
	GCC Countries	0.76	(1.33)

Source: Bloomberg at 3.00 P.M Muscat time

Commodity Prices	W/W	YTD
	%	%
Brent Crude (per bbl)	(0.54)	6.30
WTI Crude (per bbl)	(2.26)	(7.67)
Gold100 OZ (per oz)	(1.00)	12.26
Silver (per oz)	(1.38)	22.31
Platinum (per oz)	0.18	16.97
Copper	(1.95)	6.84
Aluminium	(2.08)	6.84
Lead	(1.05)	11.25
Zinc	(2.10)	12.25
Nickel	(0.66)	(3.50)

Source: Bloomberg

Cross Rate for Major Currencies					
Codes	GBP	EURO	JPY	USD	OMR
GBP	1	0.7960	0.0080	0.6183	1.6108
EUR	1.2564	1	0.0100	0.7768	2.0237
JPY	125.763	100.099	1	77.751	202.556
USD	1.6175	1.2874	0.0129	1	2.6052
OMR	0.6246	0.4972	0.0050	0.3862	1

Source :Oanda

P/E (TTM) Comparison of Omani Market & MENA	27-Sep-12	20-Sep-12	13-Sep-12	6-Sep-12
	X	X	X	X
Muscat Securities Market* (Oman)	10.57	10.71	10.68	10.63
Saudi Stock Exchange (Saudi Arabia)	12.35	12.66	12.72	12.51
Kuwait Stock Exchange (Kuwait)	16.26	15.76	15.47	15.61
Qatar Exchange (Qatar)	11.71	11.86	11.82	11.73
Bahrain Stock Exchange (Bahrain)	8.51	8.46	8.44	8.43
Dubai Financial Market (UAE)	10.77	11.01	10.78	10.65
Abu Dhabi Securities Exchange (UAE)	8.84	8.91	8.86	8.70
The Egyptian Exchange (Egypt)	12.44	12.27	11.95	11.34
Amman Stock Exchange (Jordan)	12.33	12.33	12.36	12.34
GCC Market Average	11.95	12.09	12.06	11.92
North Market Average	13.46	13.76	13.34	12.91
Levant Average	11.05	10.78	11.09	11.21

Source: Zawya, Bloomberg*, PEx: last Closing price / Earnings per share (times), PBx: Last closing price / Book value of the share (times)

Market performance and value indicators

Financial Sector



	Sub Sector	Name of Company	MKT Code	RO	Close	Volume	52-Wk		Share Performance %				BETA	Share Latest Ratio			N/P (RO'mn)	YOY	QOQ
				Capitalization	Price		High	Low	% Δ	% Δ WTD	% Δ MTD	% Δ YTD	1Y	P/E	P/B	Div. Yld. %	Latest Calendar Qtr		
Financial Sector	Banking	BANKMUSCAT SAOG	BKMB	1,115,065,308	0.550	853,036	0.654	0.490	-1.44	-2.32	-1.08	-15.46	1.05	7.86x	1.13x	3.86	34.97	18.89%	4.58%
		BANK DHOFAR SAOG	BKDB	402,642,609	0.366	13,707	0.501	0.366	-1.08	-3.68	-8.27	-19.57	0.71	10.60x	1.66x	1.59	10.29	-167.86%	12.08%
		NATIONAL BANK OF OMAN SAOG	NBOB	299,166,748	0.270	2,055,649	0.319	0.260	0.00	0.37	2.27	-13.52	0.61	8.07x	1.06x	6.32	10.30	10.41%	7.05%
		HSBC BANK OMAN	HBMO	430,067,261	0.216	705,752	0.290	0.215	-1.38	-3.15	-3.59	-22.25	0.90	14.35x	1.46x	5.14	4.82	97.34%	98.56%
		BANK SOHAR	BKSB	154,000,000	0.140	1,385,065	0.161	0.134	0.00	0.00	3.70	-9.20	0.97	8.00x	1.09x	5.58	5.03	30.00%	-5.61%
		AHLI BANK	ABOB	199,815,002	0.166	13,000	0.224	0.134	-1.19	-0.60	2.47	-24.55	1.02	7.50x	1.21x	#N/A/N/A	5.91	26.66%	-0.22%
		BANK NIZWA	BKNZ	157,500,000	0.105	483,415	0.119	0.099	0.00	0.96	-0.94	-	-	-	-	-	1.01	-	-
	Insurance	OMAN UNITED INSURANCE CO	OUIS	17,499,922	0.176	728,933	0.198	0.106	-1.13	-2.78	6.06	52.17	1.31	15.91	0.88x	4.29	0.45	140.76%	-
		OMAN NATIONAL INVESTMENT CO	ONIC	45,610,317	0.263	49,700	0.324	0.14	-0.3788	-4.01	2.73	54.71	1.92	13.15x	0.89x	1.90	1.11	9.14%	82.44%
		MUSCAT NATIONAL HOLDING	MNHI	8,825,000	1.765	-	2.200	1.581	0.00	0.00	0.00	-19.00	0.26	4.86x	0.58x	4.25	-0.35	-	-170.91%
		DHOFAR INSURANCE	DICS	35,600,002	0.178	-	0.200	0.166	0.00	0.00	4.09	-10.10	0.72	-	1.23x	#N/A/N/A	0.52	-155.40%	-64.01%
	Finance & Leasing	MUSCAT FINANCE	MFCI	34,475,243	0.163	813	0.185	0.142	0.00	0.00	0.00	2.60	0.48	9.73x	1.28x	#N/A/N/A	0.97	8.67%	0.10%
		NATIONAL FINANCE CO	NFCI	29,063,185	0.116	171,771	0.139	0.109	0.00	0.87	3.57	-1.84	0.42	6.32x	0.92x	6.03	1.03	15.29%	12.77%
		UNITED FINANCE CO	UFCI	32,251,549	0.129	10,000	0.140	0.11	-2.27	-3.01	-3.73	6.61	0.98	11.32x	0.92x	7.75	0.73	-7.96%	21.48%
		OMAN ORIX LEASING CO.	ORXL	25,476,749	0.117	34,806	0.131	0.087	0.00	0.00	2.63	9.78	0.56	7.76x	0.92x	10.35	0.79	29.32%	4.53%
		AL-OMANIYA FINANCIAL SERVICE	AOFS	52,677,299	0.310	-	0.310	0.242	0.00	0.00	3.33	5.00	0.36	10.15x	0.96x	6.14	1.31	19.27%	21.83%
		TAAGEER FINANCE	TFCI	26,867,413	0.126	90,400	0.154	0.1	0.00	-2.36	0.00	4.00	0.50	7.90x	0.99x	6.20	0.97	27.33%	0.31%
	Investment & Brokerage	FINANCIAL SERVICES CO.	FSCI	4,290,000	0.103	87,203	0.095	0.05	0.00	0.00	-7.04	20.00	1.11	-	0.81x	#N/A/N/A	-0.12	-79.51%	-205%
		GLOBAL FIN INVESTMENT	GFIC	25,800,001	0.088	1,529,360	0.114	0.05	0.00	-5.49	-6.52	53.57	1.66	11.32x	0.68x	#N/A/N/A	3.09	-1850.14%	579.82%
		OMINVEST	OMVS	97,683,304	0.351	127,707	0.435	0.35	0.00	-1.40	-5.90	-7.63	1.11	9.04x	0.95x	2.59	4.00	61.37%	108.22%
		NATIONAL SECURITIES	NSCI	1,675,000	0.057	4,960	0.100	0.062	0.00	0.00	0.00	-12.99	0.51	-	1.10x	#N/A/N/A	-0.07	-42.09%	-299.15%
		GULF INVESTMENTS SERVICES	GISP	42,530,548	0.088	1,851,680	0.106	0.048	-1.15	-2.27	-2.27	65.38	1.89	-	0.82x	#N/A/N/A	-0.75	-5.75%	-1.66%
		FINANCIAL CORP/THE	FINC	8,683,715	0.124	-	0.124	0.119	0.00	0.00	0.00	-0.80	0.34	-	1.23x	#N/A/N/A	-0.20	6.03%	-339.32%
		DHOFAR INTL DEVELOPMENT	DIDI	70,000,000	0.350	422	0.525	0.35	0.00	-3.05	-6.67	-19.54	0.94	7.52x	0.89x	5.71	2.14	-143.40%	-32.64%
		AL BATINAH DEV & INV-50%	DBIH	1,680,000	0.086	3,450	0.098	0.031	-1.75	-1.75	-6.67	-17.65	1.67	-	0.47x	#N/A/N/A	0.04	-125.08%	46.47%
		AL SHUROOQ INV SER	SISC	5,750,000	1.150	-	-	-	0.00	0.00	0.00	0.00	0.31	-	1.19x	#N/A/N/A	-0.16	-11.81%	75.11%
		AL ANWAR HOLDINGS SAOG	AACT	14,760,000	0.124	893,291	0.164	0.1	-0.81	-5.38	-9.56	13.89	1.50	14.03x	0.79x	#N/A/N/A	0.82	-	-
		OMAN & EMIRATES INV(OM)50%	OEIO	13,162,500	0.109	235,075	0.156	0.087	-0.92	-4.42	-5.26	14.89	1.51	-	0.85x	#N/A/N/A	3.37	301.85%	9170.25%
		TRANS GULF INVESTMENT HLDG CO	TGII	5,684,375	0.066	972,034	0.104	0.054	0.00	-1.16	-3.41	41.67	1.65	12.83x	0.66x	5.88	-0.16	-49.33%	-121.04%
		AL SHARQIYA INVEST HOLDING	SIHC	8,240,000	-	-	0.120	0.08	0.00	0.00	-1.90	7.29	1.01	15.15x	0.53x	#N/A/N/A	0.05	-54.17%	-90.70%
		AVERAGE		3,366,543,050										10.16x	0.97x	5.23			

Market performance and value indicators

Industrial Sector



Sub Sector	Name of Company	MKT	RO	Close	Volume	52-Wk		Share Performance %				BETA	Share Latest Ratio			N/P (RO'mn)		YOY	QOQ	
		Code	Capitalization	Price		High	Low	% Δ	% Δ WTD	% Δ MTD	% Δ YTD	1Y	P/E	P/B	Div. Yld. %	Latest Calendar Qtr				
Industrial Sector	Food & Beverage Industry	NATIONAL BISCUIT INDUSTRIES	NBII	3,780,000	3.780	-	3.780	3.780	0.00	0.00	0.00	-10.00	0.31	37.63x	1.69x	1.32	0.14	-567.91%		
		SWEETS OF OMAN	OSCI	5,110,000	0.730	9,238	0.790	0.604	0.00	0.00	0.00	3.11	0.54	6.91x	2.10x	6.16	0.28	210.71%	76.16%	
		DHOFAR BEVERAGES CO	DBCI	5,220,000	0.261	-	-	-	0.00	0.00	0.00	0.00	0.33	-	2.03x	#N/A	N/A	0.12	-1155.65%	141.35%
		NATIONAL BEVERAGES CO LTD	NBCI	2,812,500	5.000	-	5.000	5.000	0.00	0.00	0.00	0.00	0.33	-	0.34x	#N/A	N/A	-0.03	84.17%	509.52%
		OMAN REFRESHMENT CO	ORCI	108,000,008	2.160	12,000	2.200	1.160	-0.46	-0.46	10.71	48.97	0.73	11.55x	5.78x	3.24	3.17	65.35%	128.54%	
		NATIONAL MINERAL WATER	NMWI	966,096	0.048	-	0.070	0.043	0.00	0.00	0.00	6.67	1.18	-	-	#N/A	N/A	-0.20	-11.20%	-24.58%
		AREEJ VEGETABLE OILS	AVOI	11,504,600	2.501	-	2.501	2.500	0.00	0.00	0.00	0.00	0.33	5.02x	1.21x	10.00	1.17	147.78%	166.36%	
		OMAN FOODS INTERNATIONAL SOA	NRCI	930,000	-	-	0.150	0.045	0.00	0.00	0.00	15.38	0.33	-	0.70x	#N/A	N/A	-0.03	-63%	-48.39%
		OMAN FLOUR MILLS	OFMI	77,962,502	0.494	4,000	0.505	0.400	1.02	1.02	0.81	3.56	0.84	10.41x	1.51x	5.05	5.07	829.30%	306.24%	
		SALALAH MILLS CO	SFMI	40,842,274	0.848	81,740	1.000	0.740	0.00	-1.40	-3.09	-13.65	0.40	12.28x	2.09x	4.72	0.88	-10.00%	-25.20%	
		OMAN EUROPE FOODS INDUSTRIES	OETI	1,020,000	0.200	-	0.070	0.070	0.00	0.00	0.00	0.00	0.33	-	0.38x	#N/A	N/A	-0.08	-5.81%	-11.96%
		DHOFAR CATTLEFEED	DCFI	12,320,000	0.158	558,017	0.166	0.113	2.56	-0.62	10.34	18.52	1.55	279.72x	0.31x	3.12	0.39	-62.0%	14.08%	
		OMAN AGRICULTURAL DEV	OADI	1,595,000	-	-	1.451	1.450	0.00	0.00	0.00	0.00	0.33	0.58x	1.29x	#N/A	N/A	-0.11	-51.7%	-102.83%
		OMAN FISHERIES CO	OFCI	13,125,000	0.106	695,200	0.125	0.089	-0.94	-1.87	-2.78	14.13	1.17	13.71x	0.79x	#N/A	N/A	0.00	-99.2%	-99.91%
		DHOFAR FISH INDUSTRIES CO	DFII	3,248,660	1.279	58	1.279	1.279	0.00	0.00	0.00	0.00	0.33	-	2.23x	#N/A	N/A	0.03	-	-
		SOHAR POULTRY	SPCI	618,000	2.224	-	-	-	0.00	0.00	0.00	0.00	0.33	2.10x	0.37x	#N/A	N/A	0.23	-	-613.15%
		A'SAFFA FOODS SAOG	SPFI	51,045,750	0.463	58,062	0.540	0.410	0.00	0.65	2.89	-0.58	1.24	13.25x	2.98x	2.47	1.13	10.23%	6.54%	
		GULF MUSHROOM COMPANY	GMPI	10,296,000	0.500	650	0.500	0.289	0.20	0.20	0.20	15.06	0.39	11.05x	2.35x	4.55	0.31	22.30%	-17.33%	
	Cement	OMAN CEMENT CO	OCOI	210,104,355	0.635	74,824	0.700	0.413	-0.47	-0.94	2.92	46.99	0.91	14.50x	1.41x	4.72	3.87	21.84%	-24.71%	
		RAYSUT CEMENT CO	RCCI	274,000,000	1.373	63,000	1.380	0.700	0.66	1.26	2.93	80.26	0.97	13.87x	2.58x	3.65	6.85	75.19%	0.11%	
	Engineering & Construction	AL-HASSAN ENGINEERING CO	AFAI	13,010,983	0.175	535,850	0.303	0.120	-1.14	-1.70	13.82	-31.62	1.47	5.29x	0.79x	8.67	-2.08	-521.46%	-830.53%	
		GALFAR ENGINEERING&CONTRACT	GECS	140,811,005	0.421	639,674	0.440	0.315	0.00	-1.66	12.47	23.15	1.51	23.77x	1.57x	2.89	1.49	14.05%	-12.22%	
	Textiles	OMAN TEXTILE HOLDING CO SAOG	OTHI	1,986,000	0.331	-	0.430	0.330	0.00	-1.19	-5.43	-17.46	1.31	-	0.19x	#N/A	N/A	-0.14	-29.80%	-
		MUSCAT THREAD MILLS CO	MTMI	1,985,734	0.195	-	0.214	0.087	0.00	0.00	0.00	124.25	0.86	7.55x	1.44x	6.69	0.04	115.00%	-57.43%	
	Mining	GULF STONE	GSCI	2,976,600	0.082	-	0.082	0.082	0.00	0.00	0.00	0.22	0.36	6.97x	0.70x	#N/A	N/A	0.01	-87.90%	-91.71%
		OMAN CHROMITE	OCCI	10,950,001	3.650	234	3.800	3.500	0.00	0.00	0.00	1.39	0.38	17.65x	2.33x	5.48	0.17	-336.44%	905.9%	
		AL-FAJAR AL-ALAMIA CO	AFAI	35,221,619	0.714	-	0.750	0.643	0.00	0.00	0.00	0.00	0.40	-	1.65x	2.80	0.16	-243.2%	-245.2%	
	Construction Materials Support	CONSTRUCTION MATERIALS IND	CMII	5,015,000	0.059	210,000	0.071	0.037	-1.67	-3.28	-3.28	34.09	1.65	-	0.61x	#N/A	N/A	0.02	-117.9%	-86.7%
		CEMENT & GYPSUM PRO	O	1,500,000	1.000	-	-	-	0.00	0.00	0.00	0.00	0.33	-	-	#N/A	N/A	0.00	-	-
		NATL ALUMINIUM PRODUCTS	NAPI	7,385,719	0.220	27,500	0.410	0.180	0.00	-2.22	5.77	-45.54	1.42	9.10x	1.08x	9.09	0.14	-66.3%	321.2%	
		ABRASIVES MANUFACTURING CO S	ABMI	50,000	0.000	-	0.060	0.050	0.00	0.00	0.00	-48.45	0.77	-	-	#N/A	N/A	-0.05	7.2%	6.9%
		AL-ANWAR CERAMIC TILE CO	AACT	78,500,259	0.381	21,000	0.386	0.276	0.79	0.26	4.92	24.06	0.90	13.01x	2.70x	3.73	1.67	14.3%	4.7%	
		AL JAZEERA STEEL PRODUCTS CO	ATMI	35,471,024	0.284	308,130	0.304	0.233	0.00	1.07	-3.73	12.70	1.28	9.53x	1.04x	5.30	1.66	51.6%	46.3%	
		OMAN CERAMIC COM	OMCI	2,259,880	0.749	-	0.750	0.211	0.00	0.00	0.00	0.00	0.33	12.17x	2.00x	#N/A	N/A	0.04	52.0%	20.1%
	Paper, Glass & Packaging	TAGHLEEF INDUSTRIES SAOG	AKPP	-	-	-	-	-	-	-	-	-	-	-	-	#N/A	N/A	0.00	-	-
		OMAN PACKAGING	OPCI	6,487,200	0.200	-	0.220	0.150	0.00	0.00	0.00	25.00	0.67	5.30x	1.27x	7.43	0.44	770.1%	-	
		FLEXIBLE IND PACKAGES	FIPC	2,651,250	0.125	-	0.125	0.113	0.00	0.00	0.00	-7.41	0.40	9.62x	1.02x	#N/A	N/A	0.04	-5.1%	-54.9%
		GULF PLASTIC INDUSTRIES CO	AKPI	389,000	0.000	-	0.389	0.389	0.00	0.00	0.00	0.00	0.33	1.99x	0.30x	#N/A	N/A	0.11	-	-
		PACKAGING CO LTD	PCLI	1,110,000	0.370	-	0.370	0.370	0.00	0.00	0.00	0.00	0.33	6.76x	0.43x	#N/A	N/A	-0.15	1175.6%	-104.5%
		COMPUTER STATIONERY INDS	CSII	3,250,000	0.325	-	-	-	0.00	0.00	0.00	0.00	0.33	-	1.79x	#N/A	N/A	0.02	-67.4%	47.3%
		AL AHLIA CONVERTING INDUS	AACI	-	-	-	0.055	0.020	-	-	-	-	0.85	-	-	#N/A	N/A	-	-	-
	Chemicals	MAJAN GLASS COMPANY	MGCI	19,025,093	0.498	-	0.583	0.450	0.00	0.00	0.00	-11.21	0.30	25.68x	1.49x	4.37	0.31	-37.2%	-10.8%	
		GULF INTERNATIONAL CHEMICALS	GICI	3,192,000	0.153	185,650	0.212	0.112	-2.56	-2.56	-0.65	5.56	1.61	9.66x	1.15x	9.87	0.09	7.8%	-8.6%	
		OMAN CHLORINE	OCHL	30,886,015	0.500	6,400	0.510	0.365	0.00	-0.99	2.04	13.64	0.83	10.59x	1.93x	5.00	0.80	11.6%	8.9%	
		NATIONAL DETERGENTS/THE	NDTI	15,291,990	0.899	-	0.898	0.849	0.00	0.00	0.00	0.00	0.33	20.30x	1.23x	4.55	0.20	-7.7%	-29.6%	
	Pharmacceuticals	NATIONAL PHARMACEUTICAL	NPMI	5,000,000	0.100	-	-	-	0.00	0.00	0.00	0.00	0.33	4.82x	0.93x	#N/A	N/A	0.14	2.9%	-9.7%
	Electrical & Mechanical	OMAN FIBER OPTICS	OFOI	13,098,341	2.761	-	3.037	2.761	0.00	0.00	0.00	0.01	0.33	5.40x	1.27x	8.36	0.50	19.8%	7.6%	
VOLTAMP ENERGY SAOG		VOES	18,452,501	0.310	15,555	0.447	0.223	-1.61	-2.24	-7.01	-18.96	1.11	13.58x	1.23x	5.96	0.13	-73.1%	-44.3%		
OMAN CABLES INDUSTRY		OCAI	83,869,499	0.933	48,100	0.935	0.660	0.54	1.74	6.86	26.35	1.16	9.62x	1.66x	4.28	3.23	57.8%	89.3%		
OMAN FILTERS INDUSTRY		OFIG	400,000	0.000	-	0.040	0.020	0.00	0.00	0.00	0.00	0.29	-	2.29x	#N/A	N/A	-0.08	-38.2%	-4.1%	
AVERAGE			1,374,727,455										18.88x	1.47x	5.31					

Source: Bloomberg. The red marked refers to Q2 results

Market performance and value indicators

Services Sector



	Sub Sector	Name of Company	MKT	RO	Close	Volume	52-Wk		Share Performance %				BETA	Share Latest Ratio			N/P (RO'mn)	YOY	QOQ
			Code	Capitalization	Price		High	Low	% Δ	% Δ WTD	% Δ MTD	% Δ YTD	1Y	P/E	P/B	Div. Yld. %	Latest Calendar Qtr		
Services Sector	Telecommunication	OMAN TELECOMMUNICATIONS CO	OTEL	998,250,000	1.333	54,601	1.434	1.130	-0.30	-1.19	1.37	1.68	0.87	8.42x	2.08x	10.52	32.14	10.87%	7.65%
		OMANI QATARI TELECOMMUNICATI	NWRS	329,377,747	0.503	3,000	0.664	0.461	0.80	0.40	7.89	-22.15	1.04	7.34x	2.03x	7.51	9.67	-3.49%	-1.29%
	Tourism & Hospitality	GULF HOTELS (OMAN) CO LTD	GHOS	37,708,000	11.000	-	10.999	9.900	0.00	0.00	0.00	0.00	0.33	13.84x	1.34x	7.27	0.57	22.15%	-35.89%
		INTERIOR HOTELS	INHS	6,451,354	0.129	-	-	-	0.00	0.00	0.00	0.32	0.34	7.28x	0.96x	#N/A/N/A	-0.06	-190.85%	-127.24%
		AL BATINAH HOTELS	BAHS	2,998,380	1.298	-	1.298	1.298	0.00	0.00	0.00	-0.01	-14.38	63.95x	1.14x	#N/A/N/A	0.01	-	-
		AL BURAIMI HOTEL	ABHS	3,144,090	0.880	-	-	-	0.00	0.00	0.00	0.00	0.33	-	1.07x	#N/A/N/A	0.04	-	-5.24%
		OMAN HOTELS & TOURISM CO	OHTS	12,127,500	2.205	-	3.100	2.205	0.00	0.00	0.00	-28.87	0.31	7.65x	0.46x	4.54	0.33	20.15%	-
		HOTELS MANAGEMENT CO INTERNA	HMCI	8,324,578	0.100	-	0.110	0.086	0.00	0.00	0.00	26.58	0.45	-	0.72x	#N/A/N/A	0.07	-45.74%	-
		SAHARA HOSPITALITY	SAHS	14,291,666	2.450	-	2.450	2.450	0.00	0.00	0.00	4.26	0.35	8.25x	1.20x	#N/A/N/A	0.52	21.36%	21.93%
		DHOFAR TOURISM	DTCS	13,700,000	1.000	-	1.000	1.000	0.00	0.00	0.00	0.00	0.35	-	0.28x	#N/A/N/A	-0.59	-8.69%	11.59%
		SALALAH BEACH RESORT SAOG	SHCS	8,750,000	1.400	2	1.400	1.300	0.00	7.69	-2.10	-2.10	0.34	13.66x	1.03x	#N/A/N/A	0.05	-	-
	Logistics	PORT SERVICE CORPORATION	PSCS	39,916,798	0.420	34,000	0.565	0.368	0.00	-0.47	1.94	-1.87	1.07	8.79x	1.26x	11.90	1.68	30.01%	24.98%
		SALALAH PORT SERVICES	SPSI	84,524,803	0.470	-	0.479	0.423	0.00	0.00	0.00	-1.88	0.30	17.84x	2.10x	3.19	1.63	-1508.62%	1.74%
	Oil & Gas Marketing	SHELL OMAN MARKETING	SOMS	236,000,000	2.351	514,264	2.600	2.235	-1.54	-4.84	-7.23	-1.38	0.52	20.51x	9.42x	4.96	3.46	-11.31%	2.61%
		OMAN OIL MARKETING COMPANY	OOMS	119,970,001	1.860	30,400	1.870	1.550	0.00	0.00	0.00	8.77	0.43	14.78x	3.50x	3.33	2.28	0.35%	21.34%
		AL MAHA PETROLEUM PRODUCTS M	MHAS	119,438,995	17.301	5,760	17.350	10.697	0.06	0.49	5.53	28.22	0.70	12.37x	3.32x	4.91	2.95	27.98%	18.08%
		NATIONAL GAS CO	NGCI	13,675,000	0.540	2,950	0.600	0.499	0.00	0.00	0.00	3.60	0.37	11.19x	1.69x	7.31	0.25	-	-22.38%
		MUSCAT GASES COMPANY SAOG	MGMC	24,570,000	0.819	-	0.820	0.720	0.00	-0.12	-0.12	10.53	0.44	18.17x	3.56x	7.33	0.34	-5.77%	-28.23%
	Education & Training	DHOFAR UNIVERSITY	DHUS	15,820,000	1.130	-	1.130	1.124	0.00	0.00	0.00	-5.75	0.28	35.46x	1.34x	#N/A/N/A	0.53	-	-3732.88%
		MAJAN COLLEGE	BACS	9,150,001	0.305	1,000	0.310	0.255	0.00	0.00	3.39	14.66	0.36	8.99x	1.58x	9.84	0.25	55.17%	-21.35%
		NATIONAL HOSPITALITY INSTITU	NHIS	2,050,000	2.050	-	-	-	0.00	0.00	0.00	0.00	0.33	67.78x	3.82x	#N/A/N/A	0.00	-	-
		OMAN EDUCATION & TRAINING IN	OETI	24,639,999	0.352	-	-	-	0.00	0.00	0.00	0.00	0.21	230.07x	2.03x	0.85	0.22	-	-
	Energy	AL KAMIL POWER CO	KPCS	17,873,625	1.857	1,000	1.860	1.700	0.00	0.00	0.00	7.97	0.36	7.19x	1.07x	6.46	0.81	10.52%	55.28%
		DHOFAR POWER CO	DHPS	-	-	-	-	-	-	-	-	-	-	-	-	#N/A/N/A	-	-	-
		SOHAR POWER CO	SHPS	41,144,001	1.464	7,200	1.720	1.301	2.14	5.87	7.48	-12.17	0.90	16.33x	15.08x	5.37	1.86	-5.62%	-228.91%
		UNITED POWER CO	UECS	12,355,638	1.031	-	1.300	0.905	0.00	0.19	0.10	2.89	0.17	13.58x	0.70x	13.59	0.19	-68.48%	-14.75%
		ACWA POWER BARKA SAOG	APBS	66,400,002	0.414	35,600	0.415	0.260	1.22	6.41	8.64	39.64	0.48	8.26x	1.92x	6.02	2.54	-3.73%	154.06%
		OMAN NATIONAL ENGINEERING AN	ONES	28,000,801	0.400	-	0.437	0.344	0.00	0.00	0.00	1.45	0.46	9.41x	1.43x	4.25	0.70	-15.89%	-21.33%
		SMN POWER HOLDING SAOG	SMNP	81,850,594	4.100	1,531	4.100	3.410	1.03	2.50	2.96	11.93	-	-	43.79x	8.22	2.87	-	-
	Diversified Commercial Services	RENAISSANCE SERVICES SAOG	RNSS	144,996,552	0.512	606,693	0.668	0.427	-0.77	-2.10	7.76	-5.69	2.05	108.23x	0.85x	#N/A/N/A	3.87	192.81%	394.63%
		AL JAZEIRA SERVICES	AJSS	80,111,748	0.305	65,735	0.320	0.149	-0.33	-0.65	5.17	72.32	1.30	8.17x	1.68x	2.30	1.08	-205.71%	-
		OMAN INTL MARKETING	OIMS	259,000	0.000	-	0.518	0.518	0.00	0.00	0.00	-5.82	0.33	-	1.41x	#N/A/N/A	-0.01	-156%	-
		OMAN HOLDING INTERNATIONAL	OHII	22,660,715	0.206	401,278	0.269	0.205	0.00	0.00	0.00	-17.93	1.10	3.72x	0.42x	9.71	0.19	-79.01%	-95.63%
		OMAN INVESTMENT & FINANCE	OIFC	25,619,986	0.183	1,871,388	0.199	0.137	1.10	-0.54	11.59	15.41	1.24	7.57x	1.41x	4.68	0.56	-15.42%	-59.75%
	Health Care	OMAN MEDICAL PROJECTS	OMPS	8,324,578	0.100	-	0.110	0.086	0.00	0.00	0.00	26.58	0.45	-	0.72x	#N/A/N/A	0.07	-45.74%	-
	AVERAGE			2,654,476,149										27.10x	3.42x	6.55			

Source: Bloomberg. The red marked refers to Q2 results



Useful Definitions (Source: MSM)

MSM 30 INDEX

The price index that aims to manifest the daily changes in the prices of the companies listed in Muscat Securities Market in objective and fair form and it is weighted by the market value which is the most common manner to compute the indices in the securities markets. Muscat Market Index consists of (30) companies representing the different sectors of the market. It is constituted of three sector indices that are: banks and investment companies index, Industry index and services and insurance index. It is considered as an essential benchmark for the investors to compare the performance of their investment portfolios with the performance of the market in general

RIGHT ISSUE

The company giving the present (old) holders of shares the first right in purchasing the increase shares (in case that the company increases its share capital through issuing new shares) before offering them to others. In case the shareholder did not participate in the subscription and covering, the company sells the shares to any other investor

PORTFOLIO

The total of assets owned by any investor and the financial instruments should be diversified to avoid the risks and to follow the known proverb "don't put all the eggs in one basket"

SHAREHOLDERS EQUITY

Represents the value of the shares owned by shareholders in a company and they are normally made of (paid up capital + reserves + retained earnings)

Quotation

It is the bid & ask prices decided by buyers & sellers for the securities

PAID UP SHARE CAPITAL

The portion of the subscribed share capital that has been paid

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Research Division

Email: Research@oabinvest.com

Private Banking Division

Email: clubelite@oabinvest.com

Product Development Division

Email: b.alrousan@oabinvest.com

Asset Management Division

Email: assetmanagement@oabinvest.com

Brokerage Division

Email: brokerage@oabinvest.com

Corp. Finance & Advisory Division

Email: corporatefinance@oabinvest.com

Wealth Management-NRI

Email: d.gadhvi@oabinvest.com

Custody Division

Email: custody@oabinvest.com

Customer Services Division

Email: customerservice@oabinvest.com

PO Box 2010, Ruwi, 112, Muscat-Oman. Tel: +96824827399 Fax: +96824827367

Web site <http://www.oabinvest.com>

e-mail: research@oabinvest.com

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