

U Capital Weekly Report

Market Review & Outlook:

MSM: start of dividend season; trades are still weak

The dividend announcements season has started. However, trades are still weak which reflects cautious sentiment among investors. It was also noted the selectivity and bulk deals on some shares.

MSM30 closed the week down by 0.33% at 4,166.47. All sub-indices ended down led by the Industrial Index (-1.78%) then the Financial Index (-0.4%) and the Services Index (-0.23%). The MSM Shariah Index also closed down by 1.91% w-o-w.

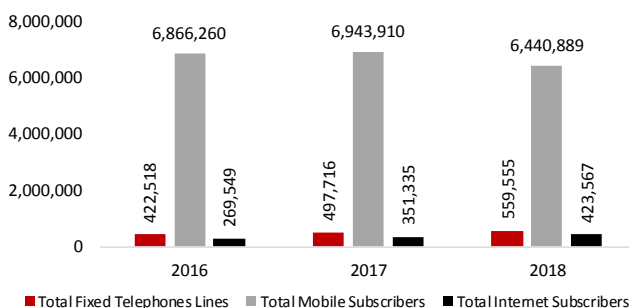
Oman Cables announced its full financial details. According to its board of directors' report, the increase of the group profitability is mainly linked to the company's subsidiary, OAPIL, which recovered from the loss, reported in 2017 due to force majeure declared by its main supplier of input metal. This clearly seen in the performance of the group compared with the parent company as the net profit of equity holders of the parent within the group went up by 34.5% YoY in 2018 versus an increase of 13.7% YoY of the parent net profit on standalone basis.

In the weekly technical analysis, according to our last week recommendation that Muscat Securities Market index has positive indicators that may support the market or keep it at least within current levels in the short term and this what happen. MACD curve crossed the signal line from the bottom to the top; this movement gives a positive signal to build positions at these levels.

Listed companies continued its dividends announcements for 2018, which came in general, near to its 2017 level when it comes to dividend payout level, specially banking sector. This shall translate in total estimated cash dividends for 2018 exceeding OMR 350mn, which shall support market liquidity when it will be partially reinvested in the market.

Last week saw the National Conference for the Oman 2040 Vision, which aims to achieve objectives such as increase social participation and discuss the detailed features of Oman 2040 Vision, and highlights the importance of international cooperation for the realization of the vision in addition to showcase the best international practices in vision realization. Key economic aspirations of this vision include the per capita share of GDP to about 6% growth, placing Oman among the best 20 countries in terms of Global Innovation and Environmental Performance indices, shrinking the general budget gap, Oman to be one of the top 5 countries in the network readiness index, maintain inflation rate not exceeding 3% to 4%, reduce depending on borrowing, whether external or local, and also convert the current account deficit of GDP from 14.5% to a surplus of 1.5%. Other goals include rise the proportion of renewable energy consumption of the total energy in the Sultanate to reach 39% compared to the negligible currently and the contribution of non-oil sectors in GDP to 93% compared with 74.4% as of 2017.

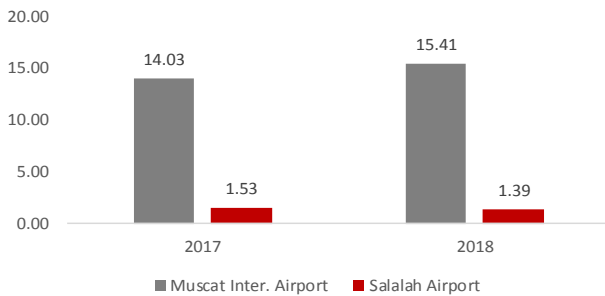
Recent data about telecom subscribers revealed that total internet subscribers saw the highest increase in 2018 up by 20.6% YoY at 423.5k an absolute increase of 72.2k. Total fixed telephones lines grew by 12.4% to 559.5k while total mobile subscribers declined by 7.2% to 6.44mn on lower prepaid mobile subscribers which might be due to the standardization of welcome pack offers by the operators. Active mobile broadband subscribers also dropped by 5.5% to 4.1mn subscribers.



Source: NCSI

Data published by the National Center for Statistics and Information showed an increase of total passengers through Muscat International Airport and Salalah Airport including covering (International Flights, Domestic Flights, Arrival, Departure and Transit) by 7.9% YoY in 2018 to 16.8mn passengers. The support came from Muscat Inter. Airport as number of passengers through the airport went up by 9.8% to 15.4mn.

Airtraffic Movements, Passengers Mn



Source: NCSI

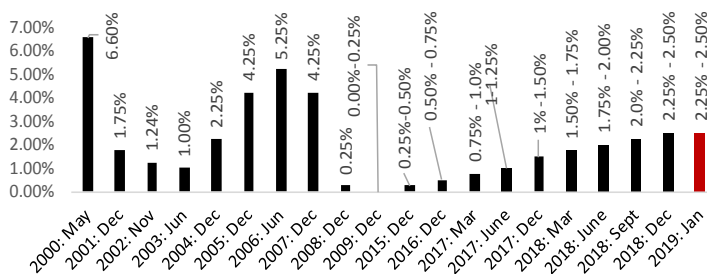
Dubai Financial Market was the best performer in the previous week as it closed up by 2.12% on weekly basis while Kuwait Stock Exchange was the worst.

Consolidation in the banking sector continues across GCC. Last week, Abu Dhabi Commercial Bank, Union National Bank and Hilal Bank in UAE with common shareholding announced their M&A plan. ADCB will issue 0.5966 ADCB shares for every UNB share, corresponding to a total of 1,641,546,697 new shares issued to UNB shareholders. On the effective date of the merger, UNB shares will be delisted from the Abu Dhabi Securities Exchange. The combined bank will retain ADCB's legal registrations. Al Hilal Bank will be acquired by the combined ADCB/UNB entity, for a consideration of approximately AED 1bn, by issuing a mandatory convertible note to Abu Dhabi Investment Council. The combined entity will reinforce its position as the third largest financial institution in the UAE and will become the fifth largest in the Gulf Cooperation Council (GCC) region, with assets of AED 420bn (USD 114bn). It is expected to have around one million customers, with 21% market share in retail loans and 16% in deposits. Post-merger of ADCB and UNB and the acquisition of Al Hilal Bank shareholding of the combined bank will be following Abu Dhabi Investment Council – 60.2%, ADCB shareholders – 28.0% and UNB shareholders – 11.8%.

Last week, MSCI and Tadawul launch tradeable index on 30 biggest Saudi equities. The Index will initially comprise the 30 largest companies in terms of cap and trades. The goal, as per the sources, is to provide investors with a benchmark of the kingdom's largest liquid stocks and serve as the basis for development of an index futures contract listed on Tadawul. It is worth stating that Tadawul is the best market on YTD amongst GCC indices as it went up by 9.37% since the start of the year.

Globally, the Federal Reserve holds rates stable at the range of 2.25 – 2.5%, stating that future moves will be done patiently considering the ambiguity in the economy. It is forecasted that two hikes will be this year. Further, in a separate statement about the Fed's balance sheet, the Fed said that it would consider the reduction of the central bank's bond portfolio if conditions warrant.

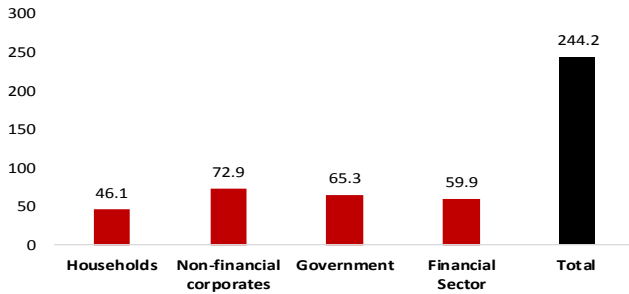
Fed Rate Movements



Source: Bloomberg

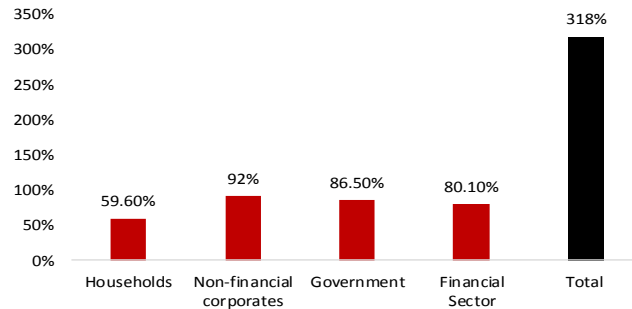
According to the Institute of International Finance latest Global Debt Monitor newsletter, global debt has grown by over 12% (or USD 27tr) since 2016, reaching USD 244tr (318% of the world GDP) in Q3 2018, up by 3.9% compared with same period last year. The non-financial corporates debt forms 29.9% of the total debt followed by governments (26.7%), then the financial sector (24.5%) and households (18.9%). Other segregation shows that Mature Markets forms 72% of the total debt while the balance goes to Emerging Markets. The data showed that the non-financial corporate sector accounted for over a third of the rise, putting debt/GDP at a record high of 92% of GDP. The Institute of International Finance said that growing reliance on FX-denominated debt as well as multi-year highs for non-bank borrowers.

Total Global Debt by Sector, USD Tr



Source: Institute of International Finance

Total Global Debt by Sector, % of GDP



Source: Institute of International Finance

Recommendation:

In sync with our expectations, we have started seeing good move on companies that have announced good distribution levels.

However, trading activities are still below expectations and that the level of caution is high among investors, which affects liquidity in the market.

Investors are advised to consider the good performance of companies and the announced distributions. We advise investors to avoid speculative activities and build investment positions in stocks that represent sound fundamentals companies.

We expect the market to be more active with the increasing frequency of announcements of distributions and the entry of investment funds, especially before the general assembly season.

MSM Summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
U Capital Oman 20 Index	858.98	863.83	(4.85)	-0.56%	-0.40%	-0.40%
U Capital GCC 50 Index	1,405.11	1,394.25	10.86	0.78%	7.29%	7.29%
U Capital MENA 200 Index	1,109.59	1,095.54	14.05	1.28%	6.07%	6.07%
MSM Shariah Index	562.04	572.97	(10.93)	-1.91%	-5.04%	-5.04%
MSM 30	4,166.47	4,180.14	(13.67)	-0.33%	-3.64%	-3.64%
Volume (In 000)	53,022.24	68,522.68	(15,500.43)	-22.62%		
Value traded (In OMR 000)	8,271.46	17,036.67	(8,765.21)	-51.45%		
No. of Trades	1,970				Volume of Bonds	34

Top Equity Gainers	Price	Chg	Chg
	OMR	OMR	%
DHOFAR INTL DEVELOPMENT	0.300	0.020	7.14%
RENAISSANCE SERVICES SAOG	0.340	0.020	6.25%
OMAN INVESTMENT & FINANCE	0.083	0.004	5.06%
AL SHARQIYA INVEST HOLDING	0.086	0.004	4.88%
MUSCAT FINANCE	0.089	0.004	4.71%

Top Equity Losers	Price	Chg	Chg
	OMR	OMR	%
AL-HASSAN ENGINEERING CO	0.020	-0.005	-20.00%
OMAN & EMIRATES INV(OM)50%	0.096	-0.010	-9.43%
OMAN FLOUR MILLS	0.588	-0.032	-5.16%
OMINVEST	0.350	-0.014	-3.85%
AL JAZEERA SERVICES	0.104	-0.004	-3.70%

Top Co. -Value	Price	Value	Mkt Share
Companies	OMR	in OMR 000	
BANKMUSCAT SAOG	0.412	1,624.3	19.6%
DHOFAR INTL DEVELOPMENT	0.300	960.8	11.6%
GALFAR ENGINEERING&CONTRACT	0.073	652.0	7.9%
RENAISSANCE SERVICES SAOG	0.340	551.5	6.7%
BANK NIZWA	0.088	529.8	6.4%

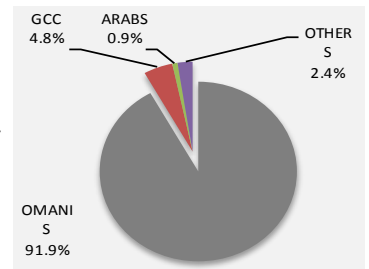
Top Co. -Volume	Price	Volume	Mkt Share
Companies	OMR	in 000	
GALFAR ENGINEERING&CONTRACT	0.073	8,847.9	16.7%
BANK NIZWA	0.088	5,990.9	11.3%
BANK SOHAR	0.112	4,267.8	8.0%
DHOFAR INTL DEVELOPMENT	0.300	3,202.8	6.0%
AL ANWAR HOLDINGS SAOG	0.088	3,082.6	5.8%

Market Capitalization	
(In Billion)	
USD	OMR
9.26	3.59

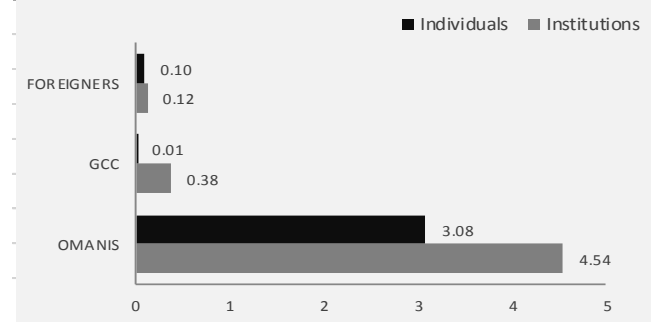
No. of Companies		
Equal	Down	Up
16	24	15

Nationality Trading - Buy

Value	
(OMR 000)	
OMANIS	7,602.6
GCC	394.2
ARABS	72.1
OTHERS	202.6

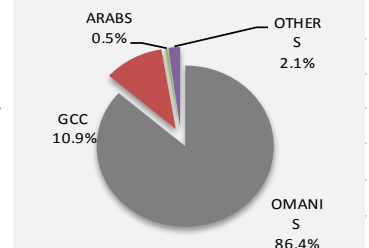


Buy Side (In OMR mn)

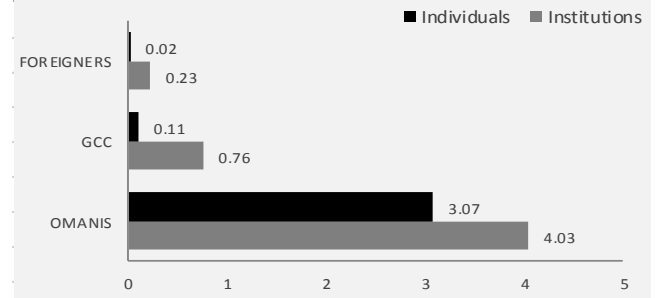


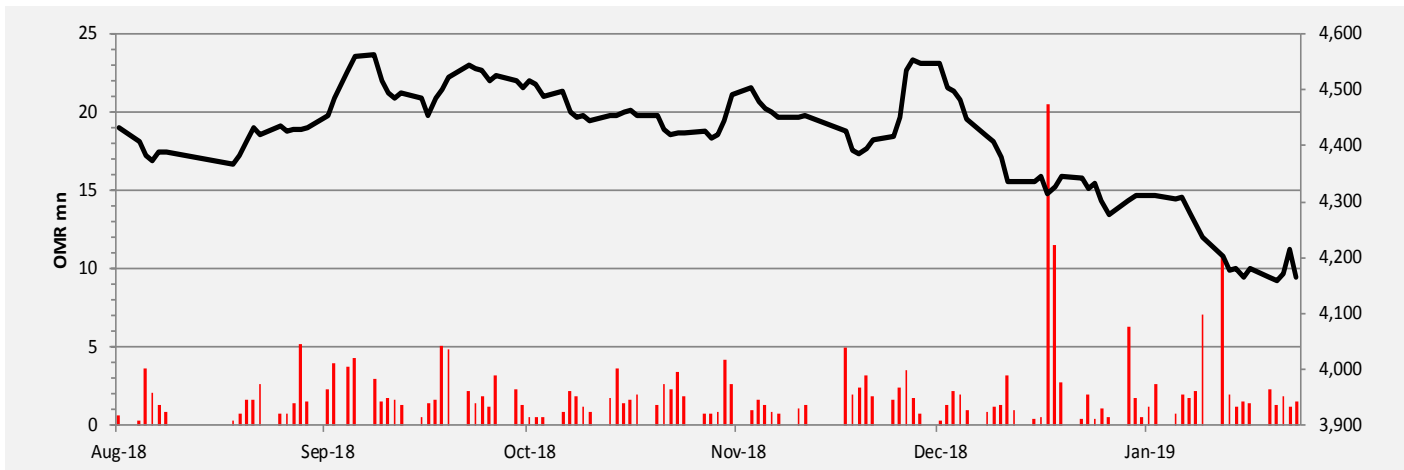
Nationality Trading - Sell

Value	
(OMR 000)	
OMANIS	7,150.6
GCC	905.2
ARABS	39.6
OTHERS	176.0



Sell Side (In OMR mn)





Sector Name	Bloomberg Code	Current	Previous	Points Daily	WTW %	Points Monthly	MTD %	Points Yearly	YTD %
Financial Sector	BKINV	6,697.13	6,724.08	(27)	-0.40%	(130)	-1.9%	(130)	-1.9%
Industry Sector	INDSI	4,796.87	4,883.89	(87)	-1.78%	(194)	-3.9%	(194)	-3.9%
Services Sector	SINSI	2,142.44	2,147.45	(5)	-0.23%	(148)	-6.5%	(148)	-6.5%

Source: MSM, Bloomberg

Main Indicators - Sectors	Beta	52-Week		Div. Yield %	P/B (x)
		High	Low		
MSM 30		5,069.10	4,156.17	6.2%	0.74
Financial Sector	0.40	7,604.58	6,688.17	4.9%	0.61
Industry Sector	0.32	6,862.11	4,791.50	7.2%	0.72
Services Sector	0.36	2,656.85	2,131.74	6.6%	0.94

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 ¾ 06/15/21	6/15/2021	1,500,000,000	3.63%	6/8/2016
OMAN 4 ¾ 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	4,166.47	4,180.14	-13.67	-0.33%	-3.64%	-3.64%	8.31	0.74
	Saudi Stock Exchange	8,559.95	8,434.89	125.06	1.48%	9.37%	9.37%	18.39	1.90
	Kuwait Stock Exchange	5,205.99	5,241.45	-35.46	-0.68%	2.49%	2.49%	15.29	1.25
	Qatar Exchange	10,720.31	10,712.39	7.92	0.07%	4.09%	4.09%	15.75	1.59
	Bahrain Bourse	1,391.42	1,374.16	17.26	1.26%	4.05%	4.05%	9.01	0.87
	Dubai Financial Market	2,567.59	2,514.36	53.23	2.12%	1.50%	1.50%	7.74	0.94
	Abu Dhabi Sec. Exchange	5,044.85	5,019.16	25.69	0.51%	2.64%	2.64%	13.46	1.45

Source: Bloomberg, U Capital

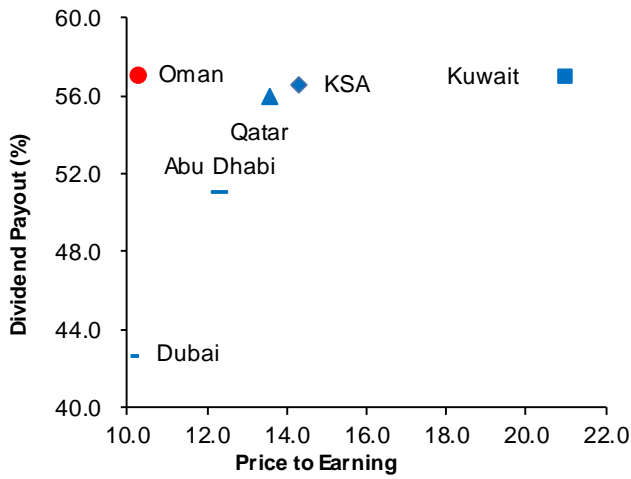
World Markets	Country	Value	Change	WTD	YTD	Commodity Prices	Change	WTD	YTD	
						USD	USD	%	%	
Europe						Brent Crude (per bbl)	61.88	0.2	0.4%	15.0%
UK	FTSE 100	6,972.27	163.0	2.4%	3.6%	WTI Crude (per bbl)	54.25	0.6	1.0%	18.7%
Germany	DAX	11,156.77	-125.0	-1.1%	5.7%	Oman Crude Oil	61.87	0.4	0.6%	15.6%
France	CAC 40	4,979.89	54.1	1.1%	5.3%	Gold*100 OZ (per oz)	1,323.03	17.8	1.4%	3.2%
US						Silver (per oz)	16.09	0.3	2.2%	3.9%
USA	DJIA	25,014.86	277.7	1.1%	7.2%	Platinum (per oz)	821.90	3.7	0.5%	3.3%
USA	S&P 500	2,681.05	16.3	0.6%	6.9%	Copper, MT	6,136.00	80.0	1.3%	2.9%
USA	NASDAQ	7,183.08	18.2	0.3%	8.3%	Aluminium, MT	1,909.50	-10.5	-0.5%	3.4%
Asia Pacific						Lead, MT	2,090.00	-19.0	-0.9%	3.4%
Japan	NIKKEI 225	20,773.49	-0.1	0.0%	3.8%	Zinc, MT	2,686.00	13.0	0.5%	8.9%
Hongkong	HANG SENG	27,942.47	373.3	1.4%	8.1%	Nickel, MT	12,350.00	385.0	3.2%	15.5%
Arab						Source: Bloomberg (Sat and Sun market is closed)				
Tunis	Tunis Se Index	7,268.82	52.9	0.7%	0.0%	Cross Rates of Major World Currencies				
EGYPT	The Egyptian Exchange	14,126.68	620.0	4.6%	8.4%	Currency	Code	USD/1 Unit	Units/1 USD	
Jordan	Amman Stock Exchange	1,951.62	4.3	0.2%	2.2%	EURO	EUR	1.149	0.870	
Palestine	Palestine Sec. Exchange	531.12	3.3	0.6%	0.3%	British Pound	GBP	1.313	0.762	
Lebanon	Blom Stock Index	946.56	-0.2	0.0%	-3.1%	Japanese Yen	JPY	0.009	108.630	
MSCI						Chinese Renminbi	CNH	0.149	6.711	
	Bahrain	80.18	1.4	1.8%	10.9%	Indian Rupee	INR	0.014	71.085	
	Kuwait	577.07	-8.9	-1.5%	1.9%	Russian Ruble	RUB	0.015	65.291	
MSCI	Oman	508.28	9.7	2.0%	-1.5%	Canadian Dollar	CAD	0.761	1.314	
	Qatar	909.65	-2.2	-0.2%	3.7%	Australian Dollar	AUD	0.728	1.374	
	UAE	343.14	2.5	0.7%	1.7%	Source: Bloomberg				
	GCC Countries	488.17	-0.5	-0.1%	2.9%					

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

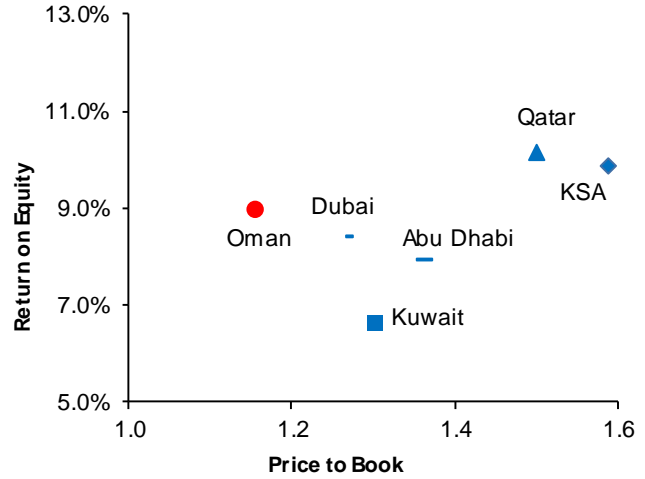
Source: Bloomberg

GCC Positioning

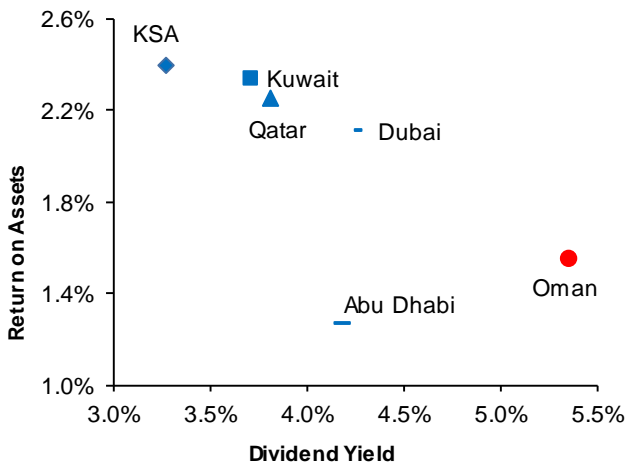
PE & Dividend Payout



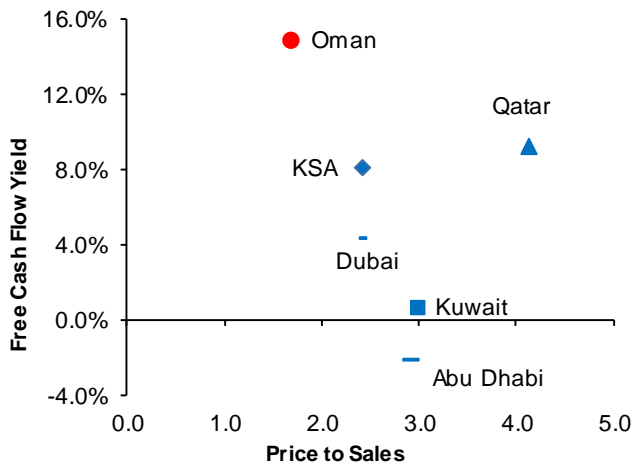
ROE & P/BV



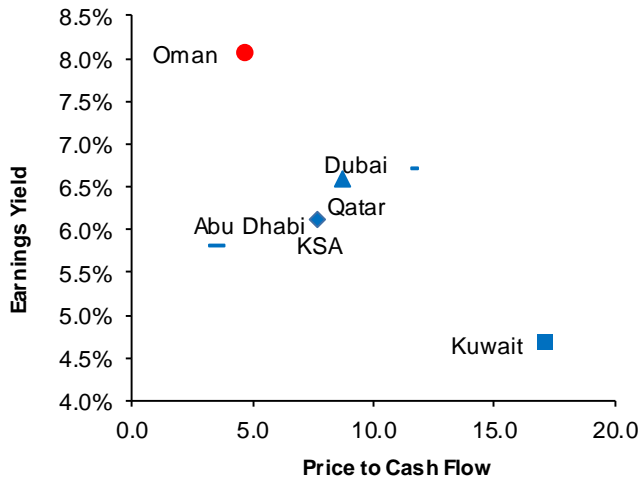
ROA & Dividend Yield



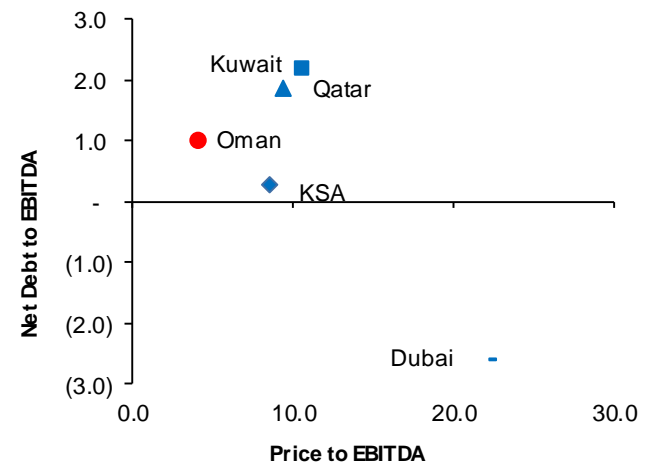
Price to Sales & Free Cash Flow Yield



Price to Cashflow & Earnings Yield



Price to EBITDA & Net Debt to EBITDA



Source: Bloomberg

Market Indicators

Financial Sector	Market Cap, OMR mn	Price, OMR	52-Week High	52-Week Low	Px % Δ	Px % Δ WTD	Px % Δ YTD	Vol, '000	PE TTM	PB TTM	Div Yield, %
BANKMUSCAT SAOG	1,214	0.412	0.458	0.354	-1.9%	1.0%	0.5%	271	6.6	0.7	6.9%
BANK DHOFAR SAOG	448	0.160	0.205	0.150	-0.6%	1.3%	-3.6%	41	9.5	0.8	6.9%
BANK SOHAR	222	0.112	0.154	0.108	-5.9%	-3.4%	0.9%	1,491	7.8	0.8	4.1%
NATIONAL BANK OF OMAN SAOG	306	0.188	0.211	0.168	0.0%	4.4%	3.3%	2	5.7	0.7	7.6%
HSBC BANK OMAN	244	0.122	0.125	0.100	0.0%	2.5%	2.5%	1,229	7.5	0.7	4.6%
AHLI BANK	217	0.145	0.164	0.142	-1.4%	0.0%	-0.7%	35	9.7	0.9	6.6%
BANK NIZWA	132	0.088	0.093	0.083	-1.1%	-1.1%	-3.3%	3,265	17.7	1.0	-
AL IZZ ISLAMIC BANK	87	0.087	0.093	0.072	0.0%	-2.2%	-3.3%	-	43.4	1.1	-
Banking Sub Sector	2,870							Avg:	13.5	0.8	6.1%
OMAN UNITED INSURANCE CO	30	0.304	0.380	0.275	0.0%	0.0%	0.0%	-	9.6	1.1	10.1%
MUSCAT INSURANCE CO SAOG	8	0.800	0.815	0.760	0.0%	0.0%	0.0%	-	8.2	0.5	6.0%
DHOFAR INSURANCE	21	0.172	0.179	0.065	0.0%	0.0%	0.0%	-	9.6	0.7	-
AL MADINA TAKAFUL CO SAOC	15	0.087	0.115	0.086	-2.2%	-1.1%	-8.4%	578	17.8	0.6	4.6%
Vision Insurance	14	0.138	0.159	0.130	0.0%	0.0%	0.0%	-	-	1.0	10.2%
Al Ahlia Insurance Co	36	0.360	0.370	0.340	0.0%	0.0%	1.7%	-	-	-	2.8%
OMAN QATAR INSURANCE COMPA	11	0.114	0.147	0.110	0.0%	0.0%	-2.6%	-	4.8	0.8	7.0%
NATIONAL LIFE & GENERAL INSU	83	0.312	0.342	0.306	0.0%	-2.5%	-2.5%	-	9.2	1.7	5.1%
Insurance Sub Sector	219							Avg:	9.8	0.9	6.5%
NATIONAL FINANCE CO	73	0.141	0.142	0.117	2.2%	2.2%	7.6%	18	6.0	0.7	3.9%
MUSCAT FINANCE	27	0.089	0.112	0.080	0.0%	4.7%	9.9%	238	3.9	0.7	8.6%
UNITED FINANCE CO	32	0.092	0.130	0.082	0.0%	0.0%	5.7%	-	38.8	0.7	3.8%
AL-OMANIYA FINANCIAL SERVICE	57	0.201	0.260	0.158	0.0%	0.0%	0.0%	-	14.1	0.8	8.5%
TAAGEER FINANCE	23	0.090	0.129	0.090	0.0%	0.0%	-5.3%	-	3.4	0.6	11.1%
Financial Leasing Sub Sector	212							Avg:	18.8	0.7	7.8%
FINANCIAL SERVICES CO.	11	0.175	0.175	0.120	0.0%	0.0%	0.0%	-	-	2.7	-
GLOBAL FIN INVESTMENT	16	0.080	0.139	0.079	0.0%	1.3%	-4.8%	-	16.1	0.5	-
OMINVEST	269	0.350	0.392	0.334	0.0%	-3.8%	-3.8%	-	8.5	1.5	3.9%
CELEBRITY NATIONAL FIN. SERV.											-
GULF INVESTMENTS SERVICES	13	0.058	0.115	0.054	-3.3%	0.0%	-19.4%	127	-	0.5	-
FINANCIAL CORP/THE	7	0.098	0.099	0.098	0.0%	0.0%	0.0%	-	-	0.9	-
DHOFAR INTL DEVELOPMENT	74	0.300	0.314	0.252	0.0%	7.1%	7.1%	-	-	1.0	5.0%
AL BATINAH DEV & INV	3	0.085	0.105	0.080	0.0%	0.0%	0.0%	-	8.4	0.7	-
AL ANWAR HOLDINGS SAOG	18	0.088	0.170	0.087	-2.2%	-2.2%	-8.3%	1,861	676.9	0.5	14.2%
OMAN & EMIRATES INV(OM)50%	12	0.096	0.134	0.096	0.0%	-9.4%	-15.8%	-	88.1	0.5	-
AL MADINA INVESTMENT CO	6	0.029	0.074	0.028	0.0%	0.0%	-17.1%	-	-	0.2	-
AL SHARQIYA INVEST HOLDING	8	0.086	0.136	0.082	0.0%	4.9%	0.0%	-	13.4	0.6	5.8%
Investment & Brokerage Sub Sect	436							Avg:	259.5	0.5	10.0%
Total Financial Sector	3,736								75.4	0.7	7.6%

Source: Bloomberg

Market Indicators

INDUSTRIAL SECTOR	Market Cap, OMR mn	Price, OMR	52-Week High	52-Week Low	Px % Δ	Px % Δ WTD	Px % Δ YTD	Vol, '000	PE TTM	PB TTM	Div Yield, %
NATIONAL BISCUIT INDUSTRIES	4	3.920	3.920	3.740	0.0%	0.0%	0.0%	-	3.4	0.7	3.8%
SWEETS OF OMAN	4	0.550	1.210	0.548	0.0%	0.0%	0.0%	-	315.0	0.9	3.6%
OMAN REFRESHMENT CO	85	1.700	2.050	1.700	0.0%	0.0%	0.0%	-	7.9	1.5	4.4%
NATIONAL MINERAL WATER	3	0.100	0.110	0.055	0.0%	0.0%	0.0%	-	13.1	1.0	-
AREEJ VEGETABLE OILS											
OMAN FOODS INTERNATIONAL											
OMAN FLOUR MILLS	93	0.588	0.872	0.588	-0.3%	-5.2%	-13.5%	10	7.3	1.1	8.5%
SALALAH MILLS CO	36	0.720	1.250	0.716	-1.6%	-1.6%	-3.7%	5	11.9	1.2	6.9%
OMAN EUROPE FOODS INDUSTRIE	2	1.000	1.000	1.000	0.0%	0.0%	0.0%	-	-	-	-
DHOFAR CATTLEFEED	12	0.153	0.179	0.153	0.0%	0.0%	-12.1%	-	-	0.4	-
OMAN AGRICULTURAL DEV											
OMAN FISHERIES CO	7	0.055	0.144	0.053	-1.8%	1.9%	-6.8%	225	329.3	0.5	-
DHOFAR FISHERIES & FOOD INDU	3	1.280	1.280	1.280	0.0%	0.0%	0.0%	-	-	-	-
SOHAR POULTRY				0.206	#VALUE!	#VALUE!	#VALUE!	-	-	-	-
DHOFAR POULTRY	7	0.180			0.0%	0.0%	0.0%	-	54.8	2.0	-
A'SAFFA FOODS SAOG	72	0.598	0.612	0.560	0.0%	0.0%	0.0%	-	31.7	1.7	3.7%
GULF MUSHROOM COMPANY	12	0.306	0.290	0.290	0.0%	0.0%	0.0%	-	28.8	1.8	-
Food & Beverage Industry Sub Se	339							Avg:	80.3	1.2	5.2%
OMAN CEMENT CO	95	0.287	0.410	0.280	-1.0%	-3.4%	-4.3%	41	12.7	0.6	10.5%
RAYSUT CEMENT CO	76	0.380	0.800	0.352	0.0%	-3.1%	0.0%	-	18.5	0.5	7.6%
Cement Sub Sector	171							Avg:	15.6	0.6	9.0%
AL-HASSAN ENGINEERING CO	2	0.020	0.050	0.020	0.0%	-20.0%	-16.7%	-	-	-	-
GALFAR ENGINEERING&CONTRACT	71	0.073	0.119	0.072	-3.9%	0.0%	-8.7%	3,907	10.3	0.5	-
Engineering & Construction Sub S	72							Avg:	10.3	0.5	-
OMAN TEXTILE HOLDING CO SAOC											
MUSCAT THREAD MILLS CO	1	0.079	0.090	0.072	0.0%	0.0%	0.0%	-	163.6	0.7	6.0%
Textiles Sub Sector	1							Avg:	163.6	0.7	6.0%
GULF STONE	4	0.120	0.120	0.110	0.0%	0.0%	0.0%	-	-	1.1	-
OMAN CHROMITE	11	3.640	3.640	3.500	0.0%	0.0%	0.0%	-	21.4	2.7	4.9%
AL-FAJAR AL-ALAMIA CO	37	0.748			0.0%	0.0%	0.0%	-	23.7	1.5	-
Mining Sub Sector	52							Avg:	22.6	1.7	4.9%
CONSTRUCTION MATERIALS IND	2	0.029	0.034	0.022	0.0%	0.0%	0.0%	-	11.6	0.4	-
NATL ALUMINIUM PRODUCTS	11	0.340	0.390	0.155	0.0%	0.0%	-1.7%	-	5.6	1.4	-
ABRASIVES MANUFACTURING CO S	0	0.050	0.050	0.050	0.0%	0.0%	0.0%	-	-	-	-
AL-ANWAR CERAMIC TILES CO	22	0.074	0.141	0.070	-3.9%	-2.6%	4.2%	151	32.5	0.6	8.1%
AL JAZEERA STEEL PRODUCTS CO	35	0.277	0.346	0.270	0.0%	0.0%	-0.7%	-	7.2	0.8	8.9%
OMAN CERAMIC COMPANY	1	0.418	#N/A	#N/A	0.0%	0.0%	0.0%	-	-	0.8	-
AL MAHA CERAMICS CO SAOC	11	0.194	0.310	0.186	0.0%	-2.5%	-7.6%	-	5.1	1.1	13.9%
Construction Materials Support S	82							Avg:	12.4	0.9	10.3%
TAGHLEEF INDUSTRIES SAOC	-										
OMAN PACKAGING	9	0.270	0.280	0.270	0.0%	0.0%	0.0%	-	10.3	1.3	7.4%
PACKAGING CO LTD	7	2.210	2.210	2.210	0.0%	0.0%	0.0%	-	-	1.4	-
COMPUTER STATIONERY INDS	3	0.260	0.260	0.260	0.0%	0.0%	0.0%	-	59.9	1.1	2.7%
AL AHLIA CONVERTING INDUS											
MAJAN GLASS COMPANY	8	0.180	0.180	0.163	0.0%	0.0%	0.0%	-	-	1.3	-
Paper, Glass & Packaging	26							Avg:	35.1	1.3	5.0%
GULF INTERNATIONAL CHEMICALS	3	0.163	0.244	0.155	0.0%	0.0%	-9.4%	-	26.4	1.2	8.9%
OMAN CHLORINE	22	0.320	0.440	0.290	0.0%	1.3%	10.3%	-	17.3	0.9	4.7%
NATIONAL DETERGENT CO SAOG	12	0.700	0.712	0.636	0.0%	0.0%	0.0%	-	13.6	0.9	6.4%
Chemicals	37							Avg:	19.1	1.0	6.6%
NATIONAL PHARMACEUTICAL											
Pharmaceuticals	-							Avg:			
VOLTAMP ENERGY SAOG	17	0.209	0.458	0.195	-3.2%	-3.2%	-12.6%	20	659.3	0.8	6.2%
OMAN CABLES INDUSTRY	88	0.976	1.125	0.880	0.0%	0.0%	0.0%	4	9.5	0.9	4.7%
OMAN FILTERS INDUSTRY											
Electical & Mechanical	105							Avg:	334.4	0.8	5.5%
Total Industrial Sector	885								77.0	1.0	6.6%

Source: Bloomberg

Market Indicators

SERVICES SECTOR	Market Cap, OMR mn	Price, OMR	52-Week High	52-Week Low	Px % Δ	Px % Δ WTD	Px % Δ YTD	Vol, '000	PE TTM	PB TTM	Div Yield, %
OMAN TELECOMMUNICATIONS CC	537	0.716	1.140	0.660	0.0%	0.6%	-9.1%	51	7.4	1.0	7.0%
OOREDOO	344	0.528	0.600	0.450	-0.8%	-1.9%	-7.0%	82	8.2	1.4	8.0%
Telecommunication Sub Sector	881							Avg:	7.8	1.2	7.5%
GULF HOTELS (OMAN) CO LTD	33	9.495	10.490	9.480	0.0%	0.0%	0.0%	-	45.8	1.2	3.2%
UBAR HOTELS & RESORTS	6	0.129	#N/A N/A	#N/A N/A	0.0%	0.0%	0.0%	-	37.6	0.7	3.1%
AL BATINAH HOTELS	4	1.125			0.0%	0.0%	0.0%	-	-	1.3	-
HOTELS MANAGEMENT CO INTERN	4	1.250	1.250	1.250	0.0%	0.0%	0.0%	-	1.4	0.3	80.0%
SAHARA HOSPITALITY	19	3.090			0.0%	0.0%	0.0%	-	7.7	0.9	4.6%
DHOFAR TOURISM	14	0.490	0.490	0.490	0.0%	0.0%	0.0%	-	15.1	0.3	-
SALALAH BEACH RESORT SAOG	9	1.380	1.380	1.380	0.0%	0.0%	0.0%	-	-	1.0	-
Tourism & Hospitality Sub Sector	88							Avg:	21.5	0.8	22.7%
SALALAH PORT SERVICES	108	0.600	0.604	0.540	0.0%	0.0%	0.0%	-	21.1	2.1	2.5%
Logistics Sub Sector	108							Avg:	21.1	2.1	2.5%
SHELL OMAN MARKETING	124	1.250	1.750	1.200	0.0%	0.0%	-15.8%	-	10.4	2.7	6.8%
OMAN OIL MARKETING COMPANY	70	1.130	1.460	1.050	0.0%	0.0%	0.0%	-	7.7	1.0	5.3%
AL MAHA PETROLEUM PRODUCTS	60	0.864	1.000	0.716	0.0%	-2.7%	-7.3%	7	9.9	1.2	7.5%
NATIONAL GAS CO	18	0.253	0.382	0.242	0.0%	-1.9%	-3.1%	-	9.6	0.9	1.7%
MUSCAT GASES COMPANY SAOG	6	0.196	0.612	0.195	0.0%	0.0%	-6.7%	-	14.6	0.9	36.9%
Oil & Gas Marketing Sub Sector	277							Avg:	10.4	1.3	11.6%
MAJAN COLLEGE	18	0.201	0.233	0.147	0.0%	0.0%	0.0%	-	8.1	1.7	5.0%
OMAN EDUCATION & TRAINING IN	17	0.244	0.245	0.160	0.0%	0.0%	0.0%	-	10.5	0.9	6.1%
Education & Training Sub Sector	35							Avg:	9.3	1.3	5.6%
AL KAMIL POWER CO	37	0.380	0.386	0.312	0.0%	0.0%	0.0%	-	15.4	1.2	6.6%
SOHAR POWER CO	25	0.111	0.133	0.110	0.0%	0.0%	-7.5%	-	5.0	0.8	-
UNITED POWER/ENERGY CO- PREF	4	1.000	#N/A N/A	#N/A N/A	0.0%	0.0%	0.0%	-	-	-	162.5%
ACWA POWER BARKA SAOG	112	0.700	0.780	0.692	0.0%	0.0%	-2.8%	-	-	1.8	3.1%
PHOENIX POWER CO SAOC	139	0.095	0.145	0.095	-1.0%	-2.1%	-7.8%	99	10.8	0.7	3.8%
OMAN NATIONAL ENGINEERING AI	17	0.159	0.188	0.144	0.0%	0.0%	0.0%	-	11.4	0.7	5.7%
SMN POWER HOLDING SAOG	48	0.239	0.600	0.192	0.0%	0.0%	-35.8%	-	6.1	1.7	7.9%
SEMBCORP SALALAH POWER & W/	160	0.168	0.240	0.165	-1.2%	-1.2%	-5.1%	36	12.5	1.5	7.1%
SHARQIYAH DESALINATION CO SA	30	0.308	0.310	0.250	0.0%	0.0%	0.0%	-	11.5	1.8	-
AL SUWADI POWER	69	0.096	0.145	0.095	-2.0%	-2.0%	-5.0%	132	7.6	0.7	9.4%
AL BATINAH POWER	65	0.096	0.145	0.095	-2.0%	-2.0%	-5.0%	78	7.7	0.7	8.8%
MUSCAT CITY DESALINATION CO	21	0.132	0.164	0.120	0.0%	1.5%	1.5%	-	18.5	1.1	7.1%
Energy Sub Sector	705							Avg:	9.8	1.2	23.9%
RENAISSANCE SERVICES SAOG	125	0.340	0.462	0.290	1.8%	6.3%	-7.6%	61	20.6	1.2	-
AL JAZEERA SERVICES	34	0.104	0.196	0.100	0.0%	-3.7%	-4.6%	-	-	0.6	14.4%
OMAN INVESTMENT & FINANCE	17	0.083	0.137	0.075	-3.5%	5.1%	7.8%	724	11.7	0.5	12.0%
Diversified Commercial Services S	176							Avg:	16.1	0.7	13.2%
Total Service Sector	2,270								13.7	1.2	12.4%
Total Market	3,590								55.4	1.0	8.9%

Source: Bloomberg

Ubhar GCC Fund

NAV
As of: 17 January 2019
OMR: 1.060



Ubhar Capital SAOC (U Capital)

Ominvest Business Centre
Building no. 95
Way no. 501
Airport Heights
Tel: +968 2494 9000
Fax: +968 2494 9099

Email: research@u-capital.net

Website: www.u-capital.net



Disclaimer: This report has been prepared by Ubhar Capital (U Capital) Research, and is provided for information purposes only. Under no circumstances is it to be used or considered as an offer to sell or solicitation of any offer to buy. While all reasonable care has been taken to ensure that the information contained therein is not untrue or misleading at the time of publication, we make no representation as to its accuracy or completeness and it should not be relied upon as such. The company accepts no responsibility whatsoever for any direct or indirect consequential loss arising from any use of this report or its contents. All opinions and estimates included in this document constitute U Capital Research team's judgment as at the date of production of this report, and are subject to change without notice. This report may not be reproduced, distributed or published by any recipient for any other purpose.