

July 29, 2020

## U Capital Weekly Report

### Market Review & Outlook:

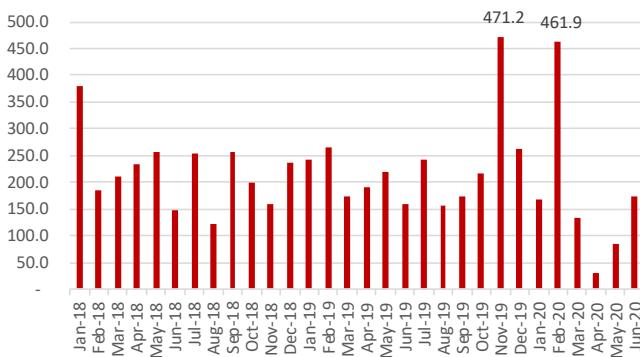
#### MSM ends the week up despite lower volumes and turnover

Ubhar Capital would like to extend heartiest felicitations for Eid ul Adha to His Majesty Sultan Haitham bin Tareq bin Taimur, and the people of Oman on this blessed holiday.

The MSM 30 Index closed the week up by 0.12% despite lower volume and turnover as compared to the previous week. Shariah index was down by 0.07%. The turnover and volumes were lower than last week by 61% each. Foreigners continued to remain net sellers last week as well. Omanis and GCC investors were net buyers of USD 1.73mn worth of securities.

Oman's real estate activity has dropped as the value of real estate exchange by the end of Jun'20 stood at OMR1.05bn, compared to OMR1.24bn by the end of Jun'19, according to statistics released by the National Centre of Statistics and Information (NCSI). The data shows that fees collected from all legal transactions dropped 33.1%YoY and the exchanged value of 21,473 sale contracts declined by 27.3%YoY to OMR354mn in Jun'20. The value of mortgage contracts also dropped by 13.2%YoY to OMR 651.7mn.

#### Traded Value of Property in Oman (OMR mn)



Source: NCSI

Locally, the CMA has issued licensing requirements for third party administrators (TPAs) in order to further strengthen the regulation of the health insurance sector in Oman. Decision 34 /2020 covering the licensing of TPAs will add to the readiness of the infrastructure of the insurance industry in the Omani market, improve quality of services related to health insurance and complete the legislative and regulatory framework of the health insurance scheme for the employees of the private sector, expatriates residing in Oman and the visitors.

During the week, a study commissioned by the Authority for Electricity Regulation (AER) Oman revealed that the majority of Oman's large electricity consumers have cut their annual consumption in the wake of the introduction of subsidy-free Cost Reflective Tariffs (CRT). First introduced on January 1, 2017, cost-reflective tariffs apply to large industrial, commercial and government customers of electricity whose annual consumption exceeds 150 megawatt-hours (MWh) per annum. These large customers, while representing a mere 1% of total customer accounts in the Sultanate, devour around 37% of total electricity supplied. As per the Authority, about 65.7% of all CRT customers had reduced their annual electricity consumption post the introduction of the new tariff scheme, thereby contributing to all of the scheme's objectives.

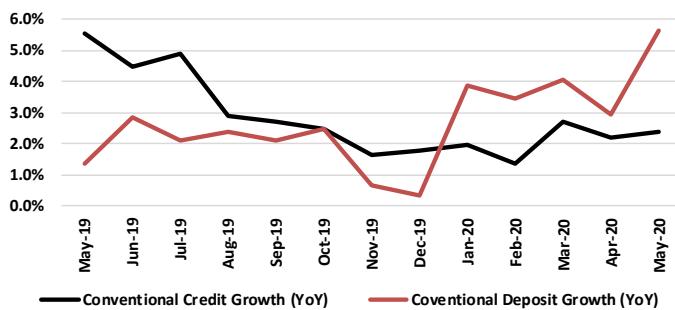
As per Reuters, the government of Oman has picked First Abu Dhabi Bank and Bank Muscat to coordinate a USD2 billion bridge loan it is seeking to borrow from international and regional banks.

The Ministry of Finance has issued a circular on the rules for preparing the state's general budget estimates for 2021. The foundations will include, among others, the following:

1. Budget allocations should be in accordance with the financial framework of the tenth five-year plan (2021-2025).
2. Determining the budget ceiling for each agency, so that it does not exceed the amended budget in the year 2020.
3. Continuing to implement procedures aimed at rationalizing spending and raising its efficiency.
4. Controlling the deficit and maintaining its downward course.
5. Searching for innovative financing methods to finance some government projects and services.
6. Enhancing the partnership between the public and private sectors in a manner that enables accelerating the implementation of projects without disturbing financial balances at the macroeconomic level.

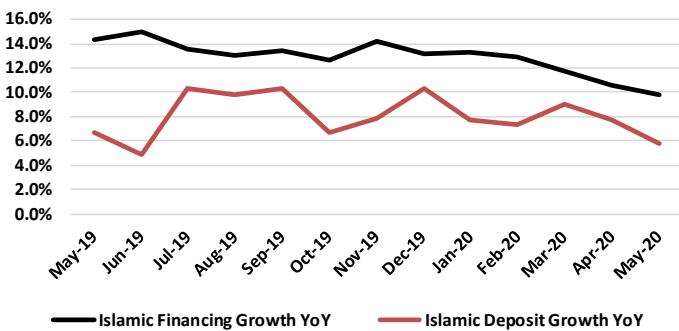
As per the CBO's latest bulletin, conventional credit growth in Oman has slightly improved to 2.4%YoY in May as compared to 2.2% YoY in Apr'20. Total conventional credit reached OMR 22.46bn as at the end of May (+OMR 143mn on MoM basis or +0.6%MoM; YTD: +2.7%). Conventional credit improved largely because of a 0.6%MoM expansion in private sector credit, which forms about 86% of the total. Furthermore, credit to Government and non-residents also improved by about 6% and 1% respectively. Conventional deposit growth also picked up to 5.7%YoY in May'20 as compared to 2.9%YoY in Apr'20 and 4.1%YoY in Mar'20. Total conventional deposits stood at OMR 20.5bn (+OMR 91mn on MoM basis or +0.4%MoM; YTD: 4.1%). Sector Loan-to-deposit (LTD) ratio increased to 109.5% in May'20 vs. 109.3% in Apr'20. Conventional deposits improved largely because of a +1%MoM (+OMR 113mn) and 5.1%YoY increase in Government & public enterprises' deposits. The share of Government & Public Enterprises deposits is stable above 30% in May'20. Private sector deposits, which account for about 68% of total conventional deposits, dropped by 0.1%MoM and grew by 8.7%YoY.

Conventional Credit & Deposit Growth



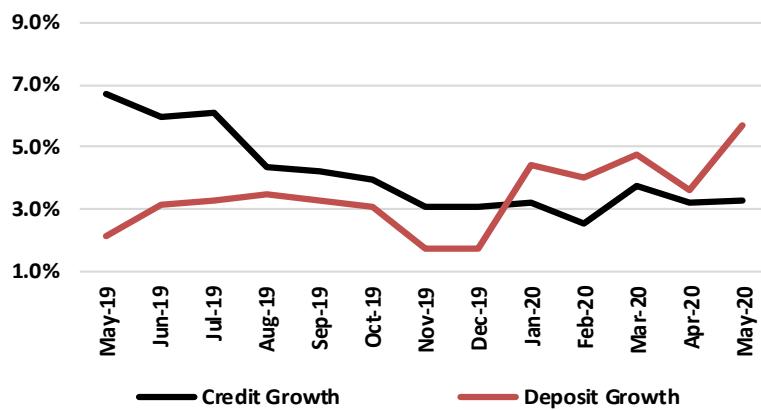
Islamic Bank financing (Banks & Islamic Windows) reached OMR 4.08bn (+0.1%MoM and +9.8%YoY, YTD: +2.8%). Islamic financing stands at 15.4% of total Oman banking credit, and Islamic deposits form 14.4% of total bank deposits. Islamic deposits reached OMR 3.57bn (1.1%MoM and +5.8%YoY; YTD: +12.4%). Financing-to-deposit ratio stood at 115.5%.

Islamic Banking Financing and Deposit Growth



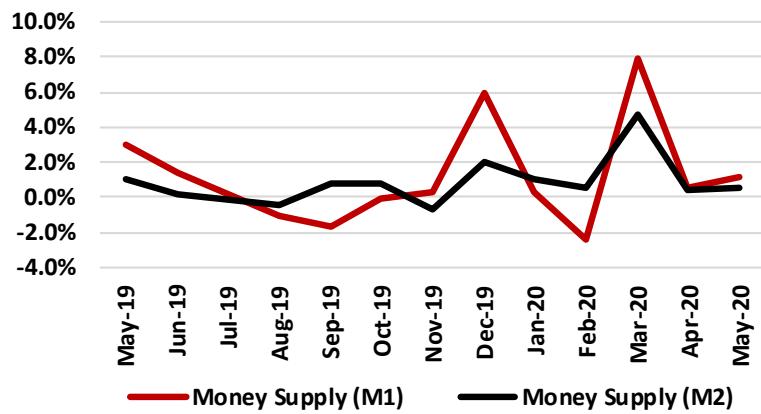
Oman banking sector's total credit stood at OMR 26.54bn (+0.6%MoM and +3.3%YoY; YTD: +2.7%). Total deposits stood at OMR 24.08bn (+0.5%MoM and +5.7%YoY; YTD: +2.1%). Total private sector credit stood at OMR 23.15bn, (+0.5%MoM and +2.6%YoY; YTD: +2.1%). Loan-to-deposit ratio stood at 110.2% vs. 109.2% in Dec'19.

### Credit & Deposit Growth (YoY)



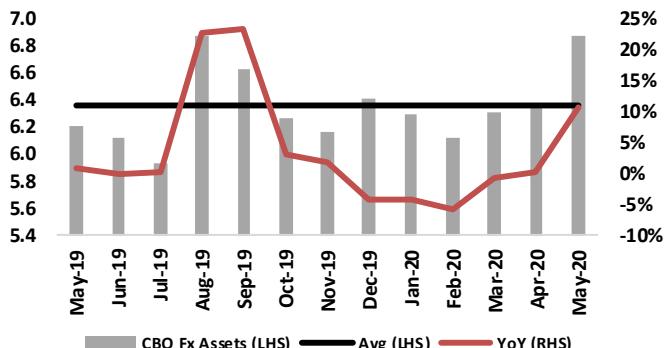
As per the CBO, Oman's narrow money supply (M1) increased during the month of May'20 by 1.1%MoM and 10.6%YoY, spurred on by a 4.0%MoM rise in currency outside banks despite flat demand deposits. Broad money (M2) supply also increased by 0.5%MoM and 10.4%YoY, indicating an increase of OMR 1.79bn in domestic liquidity on YoY basis in the month of May'20, led by a 10.3%YoY rise in Quasi Money. Quasi Money is the aggregate of Rial Omani time and savings deposits, certificate of deposits issued by commercial banks, margins and foreign currency deposits.

### Month-on-Month Growth, %



Furthermore, CBO's foreign assets as at the end of May'20 stood at OMR 6.86bn, having increased by 10.7%YoY and 7.8%MoM or OMR 494mn in May'20. The MoM increase is brought on by a 16.1%MoM rise in placements abroad (which account for half of the total foreign assets), a 0.1%MoM increase in securities held (48% of total), 11%MoM increase in OMR reserve assets and 20%MoM increase in bullion. CBO's foreign assets are above the trailing 12-month simple average of OMR 6.36bn. These assets include bullion, IMF reserve assets, placements abroad and foreign securities.

### CBO Fx Assets, OMR bn



Source: CBO

The Abu Dhabi government will spend 2.78 billion dirhams (\$757 million) to disburse mortgage loans for 1,500 Emirati citizens and exempt mortgage repayments for 476 retirees, the government said on Twitter. The disbursal and exemptions were ordered by Abu Dhabi's Crown Prince Sheikh Mohammed bin Zayed al-Nahyan for the occasion of Eid al-Adha, a four-day Muslim holiday.

GCC stock markets will be closed for the Eid holidays as per the following schedule:

Saudi Arabia: July 29 (today) to 4 August – Work will Resume on the 5th Aug

UAE: 30 July to 2 August – Work will Resume on 3rd Aug

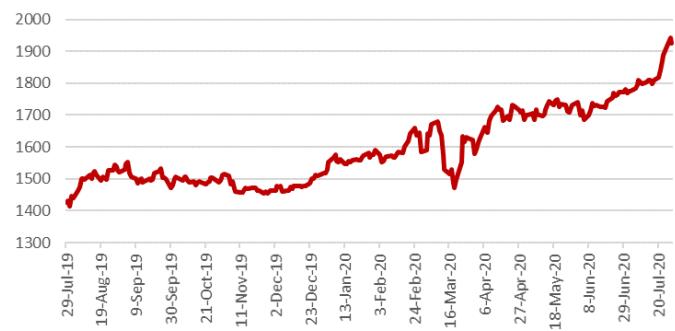
Qatar: 30 July to 4 August – Work will Resume on 5th Aug

Bahrain: 30 July to 4 August – Work will Resume on 5th Aug

Kuwait: 30 July to 3 August – Work will Resume on 4th Aug

Gold hurtled to record peaks on Tuesday before the sheer scale of its gains drew a burst of profit taking, which in turn helped the dollar from two-year lows and curbed early equity gains. The precious metal had stormed almost \$40 higher at one point to reach \$1,980 an ounce, only for a wave of selling to slap it back to \$1,940. The rally stopped once the US dollar firmed following a heavy sell-off earlier. Gold has been rising due to its being a safe have commodity in times of uncertainty surrounding covid-19 pandemic and tension going between U.S and China.

### Gold Price, USD



Internationally, second round of \$1,200 stimulus checks is around the corner, based on a proposal introduced on Monday by Senate Majority Leader. Mnuchin has said he wants to finalize that legislation by July 31. \$190B for Paycheck Protection Program loans, \$105B to help schools reopen in the fall, \$16B for states to boost Covid-19 testing capacity and \$26B toward the development of vaccines and therapeutics.

### **Recommendation:**

The global markets witnessed correction as well as recovery during the week on half yearly financial result announcements of some major companies. Hopes of a post-pandemic recovery remain high, as investors react to announcements related to vaccine trials and economic activity pick-up. The primary reason why markets around the world are rallying is the mega stimulus packages announced by global central banks.

Regional markets continue to react to financial result announcements as well, with some big names announcing results this week ahead of the upcoming holiday, leading to investors to consolidate their positions.

Locally, the recent government guidance related to the general budget, restructuring companies' board of directors under the umbrella of Oman Investment Authority, companies' procedures to mitigate the impact of COVID 19 among other developments, shall result in a more stable situation in the upcoming period.

We believe that many listed companies, despite challenges faced due to COVID 19, have managed to control their expenses and find new ways to help their business. We advise investors to track companies that have posted sustainable performance taking into account the recent challenges.

MSM Summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
U Capital Oman 20 Index	783.91	782.40	1.51	0.19%	1.32%	-7.31%
U Capital GCC 50 Index	1,207.30	1,203.30	4.00	0.33%	1.08%	-12.95%
U Capital MENA 200 Index	946.50	941.20	5.30	0.56%	0.83%	-13.35%
MSM Shariah Index	521.05	521.43	(0.38)	-0.07%	0.72%	-2.80%
MSM 30	3,568.10	3,563.88	4.22	0.12%	1.48%	-10.38%
Volume (In 000)	27,803.58	70,868.48	(43,064.90)	-60.77%		
Value traded (In OMR 000)	4,556.92	11,621.37	(7,064.44)	-60.79%		
No. of Trades	1,443			Volume of Bonds		1,501

Top Equity Gainers	Price	Chg	Chg
	OMR	OMR	%
SMN POWER HOLDING SAOG	0.066	0.003	4.76%
OMAN EDUCATION & TRAINING IN	0.194	0.006	3.19%
OMAN CEMENT CO	0.228	0.007	3.17%
AL AHLIA INSURANCE CO SAOC	0.362	0.010	2.84%
OMAN NATIONAL ENGINEERING AI	0.113	0.003	2.73%

Top Equity Losers	Price	Chg	Chg
	OMR	OMR	%
UNITED POWER/ENERGY CO- PREF	0.900	-0.100	-10.00%
OMAN PACKAGING	0.280	-0.020	-6.67%
OMAN REFRESHMENT CO	0.960	-0.040	-4.00%
TAAGEER FINANCE	0.090	-0.003	-3.23%
OMAN INVESTMENT & FINANCE	0.084	-0.002	-2.33%

Top Co. -Value	Price	Value	Mkt Share
Companies	OMR	in OMR 000	
UNITED POWER/ENERGY CO- PREF	0.900	981.6	21.5%
BANKMUSCAT SAOG	0.348	654.2	14.4%
GULF INVESTMENTS SERVICES	0.068	596.6	13.1%
OOREDOO	0.404	555.1	12.2%
AL-ANWAR CERAMIC TILES CO	0.156	336.3	7.4%

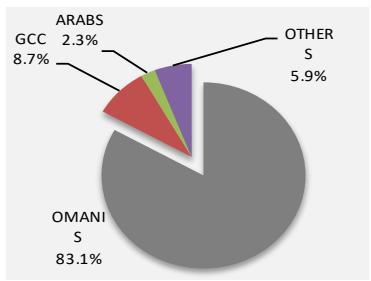
Top Co. -Volume	Price	Volume	Mkt Share
Companies	OMR	in 000	
GULF INVESTMENTS SERVICES	0.068	8,874.6	31.9%
AL-ANWAR CERAMIC TILES CO	0.156	2,171.1	7.8%
AL MADINA TAKAFUL CO SAOC	0.076	2,051.8	7.4%
BANKMUSCAT SAOG	0.348	1,888.5	6.8%
SOHAR INTERNATIONAL BANK	0.093	1,404.5	5.1%

Market Capitalization	
(In Billion)	
USD	OMR
50.03	19.39

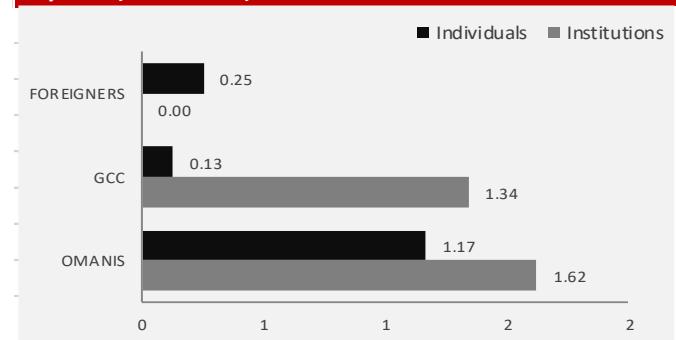
No. of Companies		
		
Equal	Down	Up
34	17	15

### Nationality Trading - Buy

	Value (OMR 000)
OMANIS	3,788.0
GCC	395.3
ARABS	104.8
OTHERS	268.8

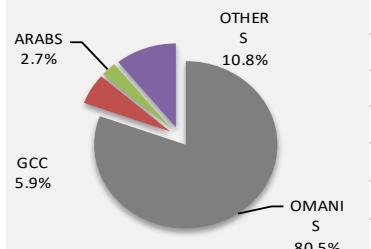


### Buy Side (In OMR mn)

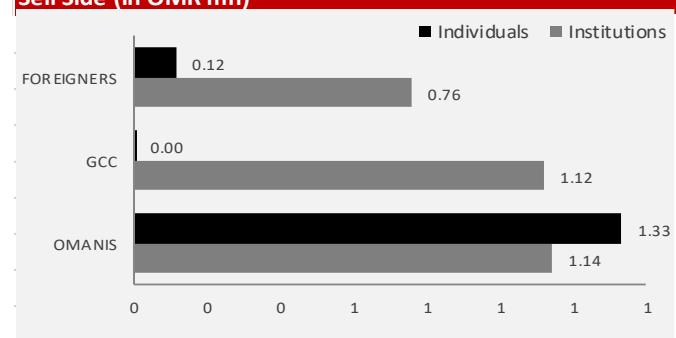


### Nationality Trading - Sell

	Value (OMR 000)
OMANIS	3,670.6
GCC	269.1
ARABS	124.4
OTHERS	492.9



### Sell Side (In OMR mn)



### MSM 30 Index (RHS) vs. Turnover (LHS)



Sector Name	Bloomberg	Current	Previous	Points	WTW	Points	MTD	Points	YTD
	Code			Daily	%	Monthly	%	Yearly	%
Financial Sector	BKINV	5,706.39	5,705.76	1	0.01%	120	2.2%	(643)	-10.1%
Industry Sector	INDSI	3,947.28	3,946.46	1	0.02%	(12)	-0.3%	(259)	-6.2%
Services Sector	SINSI	1538.51	1546.29	(8)	-0.50%	(28)	-1.8%	(358)	-18.9%

Source: MSM, Bloomberg

Main Indicators - Sectors	Beta	52-Week		52-Week		P/B (x)
		High	Low	Div. Yield %		
MSM 30		4,200.65	3,367.32	6.7%		0.77
Financial Sector	0.49	6,631.83	5,311.43	4.7%		0.80
Industry Sector	0.47	4,633.75	3,801.04	5.3%		0.59
Services Sector	0.47	1,980.47	1,534.27	10.3%		0.73

Source: Bloomberg

### Oman Government Bonds

GDB Issue	Maturity Date	Issue Value OMR	Coupon	Listing Date
46	2/23/2025	200,000,000	4.50%	04/03/2015
47	8/9/2020	300,000,000	3.00%	11/08/2015
48	2/22/2021	100,000,000	3.50%	24/02/2016
49	4/25/2023	100,000,000	1.00%	04/05/2016
50	10/3/2022	100,000,000	5.00%	13/10/2016
51	12/27/2026	150,000,000	5.50%	01/01/2017
52	2/20/2024	150,000,000	5.00%	26/02/2017
53	5/15/2023	150,000,000	5.25%	21/05/2017
54	9/20/2027	150,000,000	5.75%	25/09/2017
55	12/19/2024	150,000,000	5.25%	24/12/2017
56	3/21/2028	150,000,000	6.00%	25/03/2018
57	6/28/2023	100,000,000	4.75%	03/07/2018
58	9/25/2025	150,000,000	5.75%	26/09/2018
59	12/18/2023	100,000,000	5.00%	23/12/2018
60	28/04/2026	100,000,000	5.75%	4/28/2019
61	23/07/2024	100,000,000	5.25%	7/23/2019
62	26/12/2029	200,000,000	5.55%	12/26/2019
63	10/12/2026	200,000,000	5.50%	12/10/2019

Source: MSM, Bloomberg

GCC Market Indices		Current Close	Previous Close	Change	W/W	MTD	YTD	P/E	P/B
		Index	Index		%	%	%		
	Muscat Securities Market	3,568.10	3,563.88	4.22	0.12%	1.48%	-10.38%	10.23	0.77
	Saudi Stock Exchange	7,459.21	7,050.66	408.55	5.79%	3.25%	-11.09%	23.49	1.81
	Kuwait Stock Exchange	4,968.23	4,904.61	63.62	1.30%	-3.17%	-20.92%	15.63	1.16
	Qatar Exchange	9,368.17	8,873.16	495.01	5.58%	4.11%	-10.14%	15.25	1.41
	Bahrain Bourse	1,290.57	1,284.64	5.93	0.46%	1.01%	-19.85%	9.77	0.79
	Dubai Financial Market	2,050.77	2,052.65	-1.88	-0.09%	-0.70%	-25.83%	7.02	0.73
	Abu Dhabi Sec. Exchange	4,304.74	4,261.07	43.67	1.02%	0.44%	-15.19%	11.22	1.29

Source: Bloomberg, U Capital

World Markets	Country	Value	Change	WTD	YTD	Commodity Prices	Change	WTD	YTD
						USD	USD	%	%
<b>Europe</b>									
UK	FTSE 100	6,142.80	19.0	0.3%	-18.6%	Brent Crude (per bbl)	43.74	0.4	0.9% <span>-30.0%</span>
Germany	DAX	12,833.14	-4.9	0.0%	-3.1%	WTI Crude (per bbl)	41.44	0.1	0.4% <span>-28.3%</span>
France	CAC 40	4,970.99	14.6	0.3%	-16.8%	Oman Crude Oil	43.35	-0.3	-0.6% <span>-35.7%</span>
<b>US</b>									
USA	DJIA	26,379.28	-90.6	-0.3%	-7.6%	Gold100 OZ (per oz)	1,954.85	52.8	2.8% <span>28.8%</span>
USA	S&P 500	3,218.44	2.8	0.1%	-0.4%	Silver (per oz)	24.27	1.5	6.6% <span>36.0%</span>
USA	NASDAQ	10,402.09	38.9	0.4%	15.9%	Platinum (per oz)	941.45	22.5	2.5% <span>-2.6%</span>
<b>Asia Pacific</b>									
Japan	NIKKEI 225	22,397.11	-354.5	-1.6%	-5.3%	Copper, MT	6,477.00	62.0	1.0% <span>4.9%</span>
Hongkong	HANG SENG	24,883.14	177.8	0.7%	-11.7%	Aluminium, MT	1,724.00	24.0	1.4% <span>-4.8%</span>
<b>Arab</b>									
Tunis	Tunis Se Index	6,579.75	-17.2	-0.3%	-7.6%	Lead, MT	1,868.00	50.0	2.8% <span>-3.1%</span>
EGYPT	The Egyptian Exchange	10,596.09	136.2	1.3%	-24.1%	Zinc, MT	2,246.50	28.5	1.3% <span>-1.1%</span>
Jordan	Amman Stock Exchange					Nickel, MT	13,660.00	4.0	0.0% <span>-2.6%</span>
Palestine	Palestine Sec. Exchange	460.86			-12.4%	Source: Bloomberg (Sat and Sun market is closed)			
Lebanon	Blom Stock Index	597.26	9.2	1.6%	-24.0%				
<b>MSCI</b>									
	Bahrain	76.37	0.9	1.2%	-30.6%	<b>Cross Rates of Major World Currencies</b>			
	Kuwait	595.52	28.2	5.0%	-19.8%	Currency	Code	USD/1 Unit	Units/1 USD
MSCI	Oman	435.25	1.2	0.3%	-13.9%	EURO	EUR	1.173	0.852
	Qatar	738.38	0.1	0.0%	-11.9%	British Pound	GBP	1.297	0.771
	UAE	266.42	1.4	0.5%	-20.5%	Japanese Yen	JPY	0.010	104.980
	GCC Countries	417.40	6.9	1.7%	-17.5%	Chinese Renminbi	CNH	0.143	7.001

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

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 SAOG	1,130.8	0.348	-15.8%	1.14	382.25	1,039	6.09	0.60	9.9%	1.5%
OMAN TELECOMMUNICATIONS CO	459.0	0.612	2.0%	1.31	112.46	177	5.91	0.81	13.8%	1.0%
BANK DHOFAR SAOG	302.6	0.101	-17.9%	1.07	31.96	214	10.01	0.57	5.7%	0.7%
OOOREDOO	263.0	0.404	-22.9%	1.06	56.96	130	7.71	1.00	13.0%	7.7%
NATIONAL BANK OF OMAN SAOG	274.8	0.169	-8.2%	0.98	81.74	466	5.34	0.63	11.7%	1.4%
OMINVEST	277.9	0.344	1.2%	0.79	411.57	1,103	8.65	1.45	16.7%	1.1%
HSBC BANK OMAN	184.0	0.092	-24.0%	0.77	20.14	207	6.28	0.52	8.3%	1.1%
SOHAR INTERNATIONAL BANK	226.4	0.093	-12.9%	1.25	26.46	289	6.58	0.67	10.2%	1.0%
AHLI BANK	214.5	0.130	5.0%	0.77	18.87	148	6.91	0.81	11.7%	1.2%
SEMCORP SALALAH POWER & WAT	103.1	0.108	-20.0%	0.56	6.94	64	6.85	1.02	14.8%	4.6%
PHOENIX POWER CO SAOC	79.0	0.054	-18.2%	0.85	6.71	113	5.44	0.45	8.2%	2.4%
BANK NIZWA	145.5	0.097	2.1%	0.83	64.10	634	14.29	0.98	6.9%	1.0%
SHELL OMAN MARKETING	85.1	0.840	-30.0%	0.49	9.96	9	7.26	1.48	20.4%	7.0%
RENAISSANCE SERVICES SAOG	89.8	0.380	-20.6%	1.17	57.50	118	7.07	1.54	21.7%	6.1%
OMAN CEMENT CO	75.4	0.228	-3.0%	1.04	20.42	80	18.80	0.51	2.7%	2.3%
OMAN FLOUR MILLS	124.7	0.792	32.0%	0.25	28.03	38	20.04	1.63	8.1%	5.5%
OMAN REFRESHMENT CO	48.0	0.960	-20.0%	0.48	1.56	1	5.68	0.76	13.4%	9.8%
RAYSUT CEMENT CO	60.4	0.302	-29.1%	1.53	52.39	126	26.73	0.41	1.5%	0.9%
GALFAR ENGINEERING&CONTRACT	63.0	0.047	-31.9%	1.31	16.02	313	nm	0.28	-13.0%	-2.1%
AL SUWADI POWER	37.9	0.053	-10.2%	0.86	13.22	230	3.82	0.43	11.2%	3.3%
AL-ANWAR CERAMIC TILES CO	46.2	0.156	16.4%	1.45	67.05	477	22.82	1.23	5.4%	4.7%
MUSCAT FINANCE	14.7	0.048	-5.9%	1.11	4.96	90	34.21	0.37	1.1%	0.3%
AL ANWAR HOLDINGS SAOG	13.6	0.068	-17.1%	1.10	38.97	519	76.84	0.42	0.5%	0.3%
OMAN INVESTMENT & FINANCE	16.8	0.084	-22.9%	1.32	37.81	368	4.54	0.54	12.0%	3.4%
AL MADINA TAKAFUL CO SAOC	13.3	0.076	-3.8%	1.05	34.76	477	14.56	0.56	3.9%	1.0%
GULF INVESTMENTS SERVICES	13.6	0.068	3.0%	1.55	34.82	538	nm	0.27	-15.2%	-11.8%
AL MAHA PETROLEUM PRODUCTS M	34.5	0.500	-31.3%	0.42	4.92	8	10.12	0.76	7.5%	2.3%
AL SHARQIYA INVEST HOLDING	6.3	0.070	-9.1%	1.40	8.89	112	12.50	0.52	4.2%	3.2%
OMAN FISHERIES CO	11.3	0.090	11.1%	0.68	15.13	178	nm	1.09	-35.1%	-24.0%
AL BATINAH POWER	35.1	0.052	-10.3%	0.82	18.10	321	3.60	0.43	11.9%	3.7%

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	263.0	0.404	-22.9%	1.06	56.96	130	7.71	1.00	13.0%	7.7%
BANK NIZWA	145.5	0.097	2.1%	0.83	64.10	634	14.29	0.98	6.9%	1.0%
SHELL OMAN MARKETING	85.1	0.840	-30.0%	0.49	9.96	9	7.26	1.48	20.4%	7.0%
SALALAH PORT SERVICES	107.9	0.600	0.0%	0.33	0.01	0	19.02	1.75	9.2%	5.0%
OMAN FLOUR MILLS	124.7	0.792	32.0%	0.25	28.03	38	20.04	1.63	8.1%	5.5%
DHOFAR TOURISM	13.7	0.490	0.0%	0.33	-	-	10.32	0.27	2.6%	2.3%
AL IZZ ISLAMIC BANK	66.0	0.066	4.8%	0.76	5.20	90	nm	0.94	-14.2%	-1.4%
OMAN CABLES INDUSTRY	42.0	0.468	-13.3%	0.41	2.36	4	6.02	0.40	6.7%	5.2%
A'SAFFA FOODS SAOG	71.8	0.598	0.0%	0.34	0.00	0	37.09	1.74	4.7%	2.3%
AL KAMIL POWER CO	32.7	0.340	9.7%	0.30	5.71	17	9.19	1.10	12.0%	10.5%
AL JAZEERA SERVICES	38.2	0.171	14.0%	1.38	30.49	171	6.38	0.59	9.3%	8.1%
OMAN CHROMITE	10.9	3.640	0.0%	0.33	-	-	31.53	2.66	8.4%	7.7%
SAHARA HOSPITALITY	21.0	3.115	0.0%	0.24	-	-	7.50	0.91	12.1%	9.9%
OMAN EDUCATION & TRAINING IN	13.6	0.194	-11.0%	0.39	1.41	8	36.58	0.83	2.3%	0.9%
AL MADINA TAKAFUL CO SAOC	13.3	0.076	-3.8%	1.05	34.76	477	14.56	0.56	3.9%	1.0%
TAKAFUL OMAN	11.2	0.112	-10.4%	0.26	6.69	54	4.01	0.53	13.2%	13.1%
GULF MUSHROOM COMPANY	11.6	0.306	0.0%	0.33	0.00	0	19.30	1.63	8.5%	3.7%
SALALAH MILLS CO	28.3	0.566	13.2%	0.43	1.72	3	17.87	0.88	4.9%	2.6%
AL MAHA CERAMICS CO SAOC	11.0	0.200	5.3%	0.41	3.09	16	10.88	1.15	10.5%	7.9%
OMAN FISHERIES CO	11.3	0.090	11.1%	0.68	15.13	178	nm	-	-35.1%	-24.0%
GULF INTERNATIONAL CHEMICALS	2.2	0.104	-5.5%	0.79	2.99	29	15.45	0.79	5.1%	4.5%
DHOFAR BEVERAGES CO	5.2	0.260	0.0%	0.33	0.00	0	nm	1.41	-4.2%	-2.8%
OMAN PACKAGING	9.1	0.280	3.7%	0.25	1.45	5	8.05	1.23	15.3%	11.0%
NATIONAL BISCUIT INDUSTRIES	3.9	3.920	0.0%	0.33	-	-	4.35	0.64	14.7%	9.5%
CONSTRUCTION MATERIALS IND	2.6	0.030	-16.7%	0.62	0.43	14	17.59	0.43	2.5%	1.9%
COMPUTER STATIONERY INDS	2.6	0.260	0.0%	0.33	-	-	nm	1.15	-3.6%	-2.9%

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 ARABIAN OIL CO	1,759.6	33.000	-6.4%	na	258.7	8,163	19.95	6.38	32.0%	22.1%
SAUDI BASIC INDUSTRIES CORP	71.1	88.900	-5.3%	1.06	2,218.9	18,730	47.94	1.58	3.3%	1.8%
SAUDI TELECOM CO	51.8	97.200	-4.5%	0.86	111.0	1,211	18.23	3.15	17.3%	9.0%
AL RAJHI BANK	39.3	58.900	-9.9%	0.99	402.0	7,064	14.50	2.88	19.8%	2.6%
FIRST ABU DHABI BANK PJSC	32.5	10.920	-28.0%	1.30	36.8	3,189	9.52	1.23	12.9%	1.5%
QATAR NATIONAL BANK	45.4	18.000	-12.6%	1.15	54.8	3,043	11.59	2.26	19.5%	1.5%
NATIONAL COMMERCIAL BANK	29.0	36.300	-26.3%	1.22	99.0	2,642	9.55	1.76	18.4%	2.2%
EMIRATES TELECOM GROUP CO	39.4	16.640	1.7%	0.85	26.6	1,730	16.65	3.10	18.6%	6.8%
INDUSTRIES QATAR	12.9	7.820	-23.9%	1.19	12.6	1,613	18.38	1.38	7.5%	7.2%
SAMBA FINANCIAL GROUP	13.8	25.800	-20.5%	1.35	46.9	1,973	12.95	1.14	8.8%	1.6%
SAUDI ELECTRICITY CO	17.4	15.680	-22.5%	0.77	33.6	2,076	47.08	0.89	1.9%	0.3%
RIYAD BANK	13.5	16.940	-29.4%	1.18	43.5	2,534	9.07	1.25	13.8%	2.1%
SAUDI ARABIAN MINING CO	11.9	36.150	-18.6%	1.16	23.2	659	nm	1.45	-2.4%	-0.8%
EMIRATES NBD PJSC	15.2	8.840	-32.0%	1.29	36.3	4,021	3.85	0.77	20.1%	2.1%
SAUDI BRITISH BANK	13.3	24.240	-30.1%	1.34	24.4	1,044	17.60	0.89	5.0%	1.1%
ALMARA CO	14.3	53.600	8.3%	0.84	30.3	618	29.58	3.66	12.4%	5.5%
EMIRATES ISLAMIC BANK	11.6	7.830	-21.6%	0.52	0.0	0	40.07	5.12	12.8%	1.6%
ABU DHABI COMMERCIAL BANK	9.5	5.020	-36.6%	1.02	21.1	4,219	7.29	0.70	9.6%	1.2%
BANQUE SAUDI FRANSI	9.7	30.150	-20.4%	1.18	25.8	883	11.67	1.10	9.5%	1.7%
YANBU NATIONAL PETROCHEMICAL	7.8	51.800	-7.3%	0.92	29.3	616	26.74	1.80	6.8%	6.0%
EZDAN HOLDING GROUP	10.3	1.420	130.9%	0.82	26.4	32,825	121.78	1.19	1.0%	0.6%
QATAR ISLAMIC BANK	10.4	16.100	5.0%	1.09	12.7	829	12.45	2.22	17.8%	1.9%
ALINMA BANK	7.8	14.660	-22.9%	1.05	296.0	19,038	11.57	1.31	11.3%	1.9%
ARAB NATIONAL BANK	7.8	19.400	-29.2%	1.23	19.7	971	9.63	1.03	10.7%	1.6%
DUBAI ISLAMIC BANK	7.4	3.770	-31.6%	0.85	34.5	8,528	5.44	1.07	19.6%	2.2%
SAUDI ARABIAN FERTILIZER CO	8.7	78.000	0.6%	0.82	24.0	343	22.05	4.06	18.4%	15.3%
EMAAR PROPERTIES PJSC	5.0	2.570	-36.1%	1.27	42.7	15,892	2.97	0.34	11.4%	5.3%
JABAL OMAR DEVELOPMENT CO	6.6	26.500	-2.4%	1.05	45.5	1,798	nm	2.67	-4.3%	-1.4%
KINGDOM HOLDING CO	6.7	6.820	-9.7%	0.68	2.4	351	60.15	0.80	1.3%	0.9%
MASRAF AL RAYAN	8.1	3.938	-0.6%	0.77	21.2	5,461	13.56	2.12	15.7%	2.0%

Source: MSM, Bloomberg (At 3:00pm Muscat Time)

nm = not meaningful

# Ubhar GCC Fund

NAV

As of: 27 July 2020

OMR: 0.920

## 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](mailto:research@u-capital.net)

Website: [www.u-capital.net](http://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.