

U Capital Weekly Report

Market Review & Outlook:

MSM30 Index rises on support from net foreign & GCC investor buying

This week, the MSM30 Index continued on its positive trajectory from last week, and ended the week up by 2.99%. Its main sub-indices were all up as well, led by the Financial Index which rose by 3.76%. The Industrial index and Services Index were also higher by 0.54% and 2.00%, respectively. GCC, foreigners and Arab investors absorbed selling pressure from Omanis and were net buyers of USD 17.8mn worth of securities.

Locally, it was announced that Blue Waters (BWs) – a group company of Fisheries Development Oman (FDO) wholly owned by Oman Investment Authority (OIA) – recently took delivery of the largest shipment of fish fingerlings for its maiden fish farming project currently under implementation off Qurayyat in Muscat Governorate. This is in line with Omani government's ambitions to develop a thriving aquaculture industry in the Sultanate

With the currently ongoing pandemic which has adversely affected tourism, leisure and work travel, revenues of Omani hotels in the 3-to-5 star category sharply dropped by 54.5%YoY during the first seven months of 2020. The total revenue of Omani hotels in the 3-to-5 star category fell to OMR 58mn during Jan-Jul period of this year from OMR127.6mn total revenues reported for the similar period '19. Hotel occupancy rates also sharply fell by 44.6% to 29.5% until the end of July 2020 from 53.3% for the same period of 2019, largely due to travel restrictions and lockdowns imposed by governments around the world to contain the spread of the coronavirus.

During the week, further progress was seen on re-opening economic activities. As part of the fifth package of reopening, shops inside traditional souqs, and fish markets across Oman, were allowed to reopen to customers.

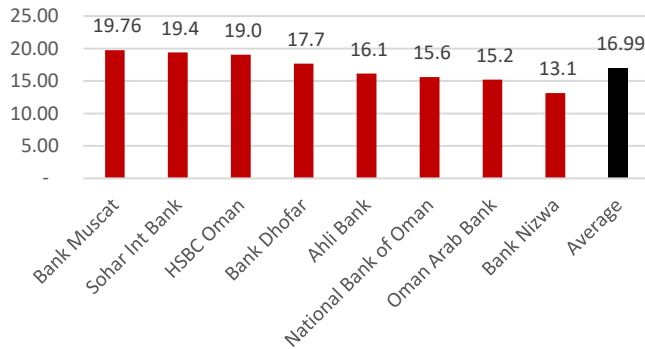
Oman & Emirates Investment Holding Co disclosed on MSM that its accountant had fraudulently embezzled an amount of OMR 113,392. The company is pursuing recovery of these funds in coordination with the investigative authorities and the ROP. The company reported a net loss of OMR 2.2mn for 1H20 vs. a net profit of OMR 0.37mn in 1H19.

During the week, Fitch Ratings downgraded ratings and revised outlook for Oman banks. While we believe that with a downgrade of sovereign credit rating, Fitch Ratings is bound to downgrade banks because of a characteristically high dependence of Oman banks on the Government with about 29% of the total deposit base of conventional banks (average at about 32% over the last 12M) constituted by the Government & Public Enterprises. However, we believe that CBO has taken proactive measures to support the banking system in the wake of the covid-19 pandemic. Support comes through shifting of loans with interest-deferrals (a relief measure offered to people affected by covid-19-related job losses, salary cuts etc.) to moratorium loans. This has supported banks' asset quality metrics. Furthermore, CBO has reduced Capital Conservation Buffers (CCB), which is positive for banks in order to remain above minimum regulatory requirements for capital adequacy, in case, their capital takes a hit due to higher provisioning requirement for expected credit losses for financial assets transitioning from Stage 1 to Stage 2 and from Stage 2 to Stage 3. In March 2020, CBO also allowed banks to defer the risk classification of loans pertaining to Government projects for the period of 6 months. This was an ideal move in the current scenario and offers a much-needed respite to troubled banking exposures.

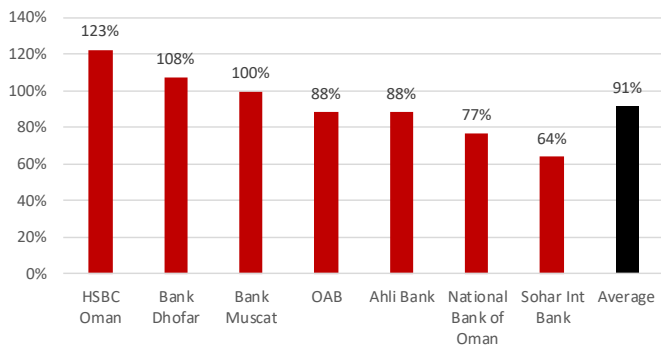
Most banks have heavily provided for any rise in non-performing loans. Average provision cover for the sector is at about 91%, with many banks above 100%. Non-performing loans as a % of gross loans is fairly low as compared to GCC counterparts, with average NPL Ratio at 4.0%. (It has crept up over the last few years, but is still fairly well-contained). Capital adequacy remains strong for most banks, with average at about 17% as at the end of 1H20. With the recent lock-down-easing measures, we expect economic activity to rebound resulting in better outlook for banks. We believe that some credit concentrations exist within the banking system, which might affect the asset quality metrics in the near-to-medium term, given the current macroeconomic backdrop. However, we believe that the banking

system of Oman remains resilient to any such delinquencies through full adoption of IFRS-9 (a more forward-looking reporting standard), and under guidance from a proactive regulatory body. Furthermore, support through large share of Government & Public sector deposits will likely be maintained, as seen over the past few months.

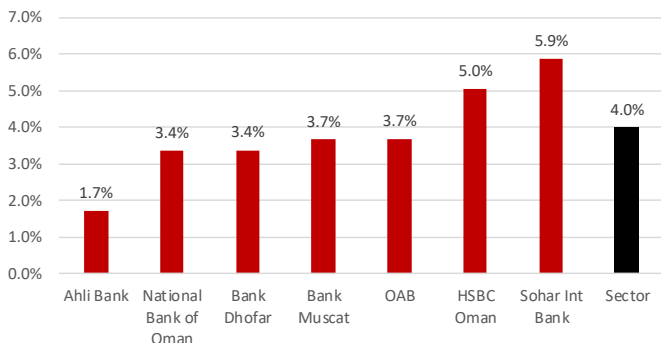
Capital Adequacy Ratio, 1H20



Provision Cover, 1H20



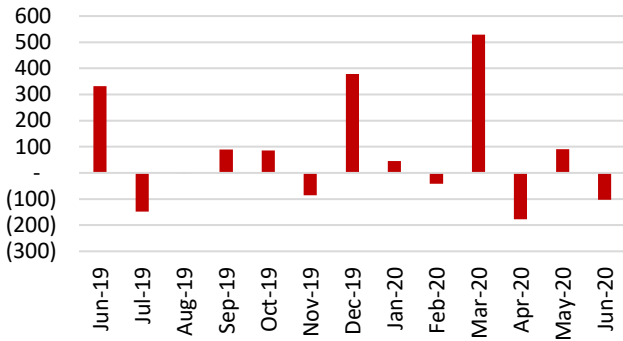
NPL Ratio, 1H20



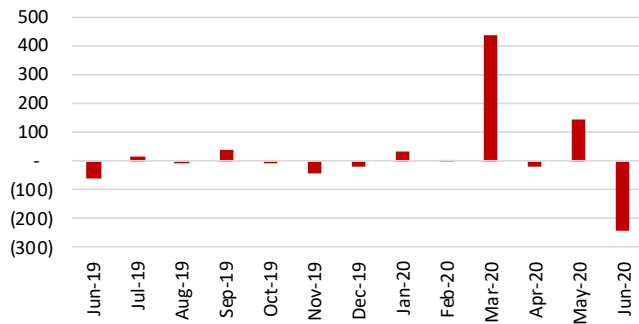
Latest CBO statistics reveal that Oman's conventional credit growth has slowed to 1.5%YoY in Jun'20 as compared to 2.4% YoY in May'20. Total conventional credit reached OMR 22.22bn (-OMR 242mn on MoM basis or -1.1%MoM). Conventional credit slowed largely on account of a 0.6%MoM contraction in private sector credit (contracted by OMR 124mn), which forms about 86% of the total. Furthermore, credit to Public Enterprises and non-residents also declined by about 4% (down OMR 106.4mn) and 6% (down by OMR 17.2mn) respectively. Only credit to Government expanded during the month, increasing by 3% or OMR 5.2mn. Conventional deposits growth also slowed to 3.4% in Jun'20 vs. 5.7%YoY in May'20. Total conventional deposits stood at OMR 20.41bn (-OMR 103.3mn on MoM basis or -

0.5%MoM). Sector Loan-to-deposit (LTD) ratio decreased to 108.9% vs 109.5% in May'20. Conventional deposits declined on MoM basis largely on account of a 4.6%MoM (OMR 284mn) decline in Government & public enterprises' deposits (total at OMR 5.95bn or 29.1% of total conventional deposits). Private sector deposits, which account for about 68% of total conventional deposits, rose by 1.2%MoM and 8.8%YoY.

Conventional Deposit Increases / (Withdrawals), OMR mn

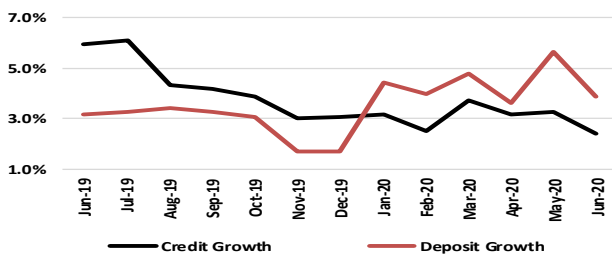


Conventional Credit Disbursal / (Contraction), OMR mn



Islamic Banking financing (Banks & Islamic Windows) reached OMR 4.1bn (+0.6%MoM and +9.7%YoY). Islamic financing stands at 15.5% of total Oman banking credit, and Islamic deposits form 14.7% of total bank deposits. Islamic deposits reached OMR 3.54bn (-0.7%MoM and +7.2%YoY). Islamic Financing-to-Deposit Ratio stood at 115.8% in Jun'20 vs. 114.3% in May'20 on an MoM deposit contraction together with credit expansion. Oman banking sector's total credit (includes Islamic Financing) stood at OMR 26.32bn (-0.8%MoM and +2.4%YoY). Total deposits stood at OMR 23.95bn (-0.5%MoM and +3.9%YoY). Total private sector credit stood at OMR 23.05bn, (-0.4%MoM and +2.2%YoY). Loan-to-deposit Ratio stood at 109.9% in Jun'20 vs. 110.2% a month ago, declining due to credit decline outpacing deposit decline on MoM basis in Jun'20.

Credit & Deposit Growth (YoY)



Source: CBO

MSM was the best performing market at the end of the week. All other markets closed higher w-o-w except Abu Dhabi Securities Exchange where the General Index lost 0.17%.

During the week, it was announced that Saudi Arabia's Bahri has signed a joint venture deal with Saudi Agricultural and Livestock Investment Company (Salic) to build a grains terminal at Yanbu port. Under the deal, Bahri and Salic – also a subsidiary of Public Investment Fund of Saudi Arabia (PIF) – have set up a joint venture entity, National Grain Company to build and handle the USD 110 million terminal at Saudi Arabia's Yanbu Commercial Port, Bahri said in a bourse filing to the Tadawul exchange, where its shares trade. The PIF-backed company expects the project to be completed by the second quarter of 2021. Bahri, in which state oil firm Saudi Aramco has a 20% stake, operates one of the largest fleets of crude oil vessels in the region.

As per Kuwait Financial Centre (Markaz) , the number of closed merger & acquisition (M&A) transactions in the GCC during 2Q20 decreased by 4% relative to 1Q20, and by 26% relative to 2Q19

Bahrain, Oman and Saudi Arabia each recorded a growth in the number of closed transactions relative to the previous quarter whereas Qatar and United Arab Emirates both witnessed a decline in the level of activity (closed) within this time period. On the other hand, the level of activity in the Kuwaiti market remained stagnant relative to 1Q20 and Q219, as there was no growth in the number of transactions that closed in comparison to both these periods. UAE's utilities sector leads the top GCC M&A transactions during Q2 2020 as per the Markaz report. The National Central Cooling Company acquired an 80% stake in Emaar Properties' district cooling business for a total consideration of USD 675.2 million. The second largest transaction was taken on by Oman Arab Bank, which fully acquired Alizz Islamic Bank for an estimated value of USD 100.0 million. The next transaction involved Dallah Healthcare Company, which acquired a 59% stake in Care Shield Holding Company, a Saudi healthcare firm, for a total consideration of USD 85.8 million.

As per data compiled from Bloomberg, combined net profit of Saudi-listed companies' plummeted 76.0%YoY and 64.3%QoQ in 2Q20, to SAR 26.72 billion, primarily on account of Covid-19 pandemic and related economic repercussions .

Sector-wise Breakdown	2Q19	1Q20	2Q20	YoY	QoQ
Basic Materials	2,701	(3,239)	(4,490)	-266.2%	38.6%
Communications	3,102	3,213	3,043	-1.9%	-5.3%
Consumer, Cyclical	656	410	(750)	-214.4%	-282.8%
Consumer, Non-cyclical	760	1,011	1,434	88.6%	41.9%
Diversified	34	34	21	-39.0%	-38.7%
Energy	92,808	63,562	25,384	-72.6%	-60.1%
Financial	10,331	10,953	1,971	-80.9%	-82.0%
Industrial	361	1,250	970	168.4%	-22.4%
Utilities	789	(2,441)	(869)	-210.1%	-64.4%
Total	111,543	74,754	26,716	-76.0%	-64.3%

Source: Bloomberg, SAR mn

Non-cyclical consumer sector, which includes companies like Almarai, Savola, etc, posted a YoY and QoQ increase, and industrial sector, which includes companies like National Shipping and most of the cement companies, posted a YoY increase. Basic materials sector, including companies like SABIC, Saudi Arabian Mining co, and Advanced Petrochemical, etc., posted a QoQ rise in combined net profit. All of the remaining sectors suffered YoY and QoQ declines.

Internationally, Hurricane Laura, a massive hurricane in the Gulf of Mexico, has pushed the market higher this week, but the storm is not expected to affect supplies much because oil and product inventories are high.

Another event in focus is the US Federal Reserve Chair Jerome Powell expected on Thursday to begin setting out the U.S. central bank's new strategy for meeting its price stability and maximum employment goals, a long-anticipated overhaul that comes amid a deep economic crisis and just months before Americans vote in a contentious election. As per Reuters, with tens of millions of people out of work because of the fallout from the coronavirus pandemic and the campaign for the Nov. 3 presidential election fast underway, the Fed is looking to completely transform the way it manages monetary policy to adapt to a world where interest rates - and most inflation metrics - are perpetually low.

China is proposing to let U.S. regulators audit its state-owned enterprises (SOEs) in a concession aimed at solving their long-running accounting dispute, but would insist on redacting some information on national security grounds, Bloomberg News reported on Thursday.

Recommendation:

Vaccine hopes helped buoy international markets to record highs this week, despite the raging pandemic showing no signs of slowing down. One positive news seen on the international front that supported market sentiment was the United States and China saying that they are still committed to their Phase One trade deal. The endless supply of inexpensive cash from central banks is also playing a role in pushing up big-cap tech companies.

Regional markets witnessed improvements on the back of vaccine hopes, re-opening of economic activities and positive news flowing on the international front related to US-China strife.

Locally, as most economic activities were opened in a phased manner, the market witnessed an upswing during the week as investor sentiment improved. The previous week saw Government announcement on Oman Vision 2040 that also translated into a positive investor sentiment. We advise investors to keep an eye on announcements on the macroeconomic front that can provide further impetus to the recovering market.

MSM Summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
U Capital Oman 20 Index	825.82	814.74	11.08	1.36%	6.76%	-1.04%
U Capital GCC 50 Index	1,267.00	1,254.62	12.38	0.99%	4.98%	-8.62%
U Capital MENA 200 Index	954.30	975.50	(21.20)	-2.17%	0.90%	-12.57%
MSM Shariah Index	524.29	522.03	2.26	0.43%	0.62%	-2.20%
MSM 30	3,737.47	3,628.90	108.57	2.99%	4.75%	-6.12%
Volume (In 000)	79,149.07	48,376.54	30,772.54	63.61%		
Value traded (In OMR 000)	13,544.77	6,428.95	7,115.82	110.68%		
No. of Trades	2,274				Volume of Bonds	20,000

Top Equity Gainers	Price	Chg	Chg
	OMR	OMR	%
AL MAHA PETROLEUM PRODUCTS N	0.576	0.074	14.74%
SOHAR INTERNATIONAL BANK	0.104	0.010	10.64%
OMAN INVESTMENT & FINANCE	0.094	0.008	9.30%
OMAN EDUCATION & TRAINING IN	0.240	0.017	7.62%
BANK DHOFAR SAOG	0.110	0.007	6.80%

Top Equity Losers	Price	Chg	Chg
	OMR	OMR	%
GALFAR ENGINEERING&CONTRACT	0.052	-0.002	-3.70%
NATIONAL LIFE & GENERAL INSU	0.322	-0.008	-2.42%
OMAN & EMIRATES INV(OM)50%	0.048	-0.001	-2.04%
VOLTAMP ENERGY SAOG	0.139	-0.002	-1.42%
GULF INVESTMENTS SERVICES	0.070	-0.001	-1.41%

Top Co. -Value	Price	Value	Mkt Share
Companies	OMR	in OMR 000	
OMAN ARAB BANK SAOG	0.213	7,324.6	54.1%
BANKMUSCAT SAOG	0.392	1,382.6	10.2%
OOREDOO	0.400	567.9	4.2%
SOHAR INTERNATIONAL BANK	0.104	483.6	3.6%
OMAN TELECOMMUNICATIONS CO	0.616	384.6	2.8%

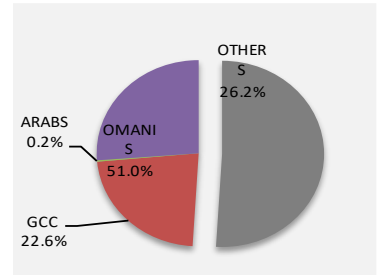
Top Co. -Volume	Price	Volume	Mkt Share
Companies	OMR	in 000	
OMAN ARAB BANK SAOG	0.213	34,389.8	43.4%
SOHAR INTERNATIONAL BANK	0.104	4,826.8	6.1%
MUSCAT FINANCE	0.051	4,054.4	5.1%
OMAN & EMIRATES INV(OM)50%	0.048	3,649.9	4.6%
HSBC BANK OMAN	0.094	3,572.4	4.5%

Market Capitalization	
(In Billion)	
USD	OMR
51.07	19.80

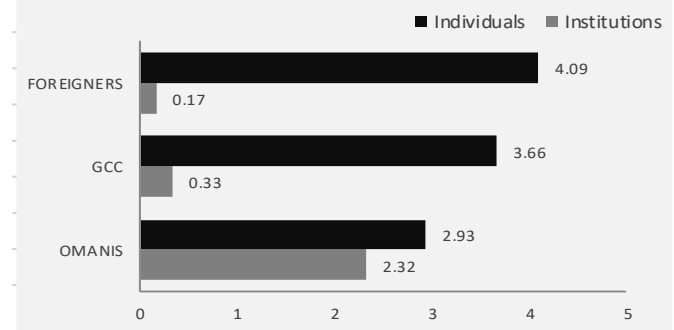
No. of Companies		
Equal	Down	Up
20	8	34

Nationality Trading - Buy

Value	
(OMR 000)	
OMANIS	6,901.9
GCC	3,059.8
ARABS	33.2
OTHERS	3,549.8

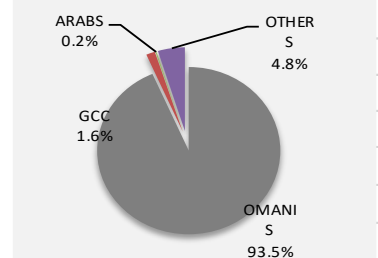


Buy Side (In OMR mn)

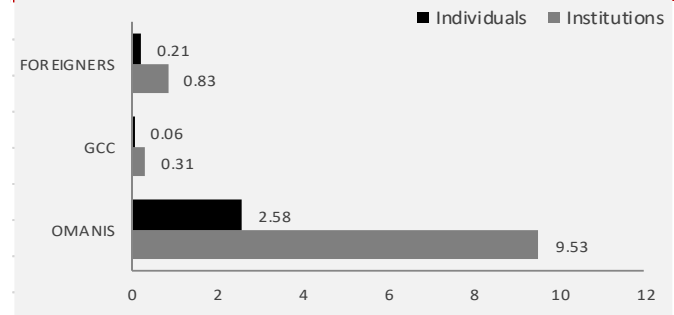


Nationality Trading - Sell

Value	
(OMR 000)	
OMANIS	12,666.0
GCC	210.8
ARABS	23.5
OTHERS	644.4



Sell Side (In OMR mn)



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



Sector Name	Bloomberg Code	Current	Previous	Points Daily	WTW %	Points Monthly	MTD %	Points Yearly	YTD %
Financial Sector	BKINV	6,052.13	5,832.66	219	3.76%	346	6.1%	(297)	-4.7%
Industry Sector	INDSI	3,998.93	3,977.33	22	0.54%	52	1.3%	(207)	-4.9%
Services Sector	SINSI	1,575.78	1,544.92	31	2.00%	37	2.4%	(321)	-16.9%

Source: MSM, Bloomberg

Main Indicators - Sectors	Beta	52-Week High	52-Week Low	Div. Yield %	P/B (x)
MSM 30		4,200.65	3,367.32	6.6%	0.75
Financial Sector	0.48	6,631.83	5,311.43	6.0%	0.67
Industry Sector	0.47	4,633.75	3,801.04	4.2%	0.67
Services Sector	0.47	1,980.47	1,533.26	8.7%	0.86

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

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	1,260.8	0.388	-6.1%	1.18	327.22	926	6.80	0.67	9.9%	1.5%
OMAN TELECOMMUNICATIONS CO	462.0	0.616	2.7%	1.25	102.91	163	5.95	0.82	13.8%	1.0%
BANK DHOFAR SAOG	332.6	0.111	-9.8%	1.09	25.54	159	11.00	0.63	5.7%	0.7%
OOREDOO	260.4	0.400	-23.7%	1.06	58.01	139	7.63	0.99	13.0%	7.7%
NATIONAL BANK OF OMAN SAOG	292.7	0.180	-2.2%	0.96	76.90	453	5.69	0.67	11.7%	1.4%
OMINVEST	269.8	0.334	-1.8%	0.80	431.42	1,155	8.40	1.40	16.7%	1.1%
HSBC BANK OMAN	188.0	0.094	-22.3%	0.78	22.51	246	6.42	0.53	8.3%	1.1%
SOHAR INTERNATIONAL BANK	253.2	0.104	-2.6%	1.21	23.00	264	7.36	0.75	10.2%	1.0%
AHLI BANK	226.0	0.137	10.7%	0.78	15.90	128	7.29	0.85	11.7%	1.2%
SEMBCORP SALALAH POWER & WAT	108.8	0.114	-15.6%	0.58	6.95	66	7.23	1.07	14.8%	4.6%
PHOENIX POWER CO SAOC	81.9	0.056	-15.2%	0.86	4.58	84	5.65	0.46	8.2%	2.4%
BANK NIZWA	151.5	0.101	6.3%	0.84	49.88	425	14.88	1.02	6.9%	1.0%
SHELL OMAN MARKETING	85.1	0.840	-30.0%	0.49	9.75	9	7.26	1.48	20.4%	7.0%
RENAISSANCE SERVICES SAOG	82.7	0.350	-26.9%	1.17	28.41	62	6.51	1.41	21.7%	6.1%
OMAN CEMENT CO	75.4	0.228	-3.0%	1.03	6.86	30	18.80	0.51	2.7%	2.3%
OMAN FLOUR MILLS	123.5	0.784	30.7%	0.26	29.00	39	19.84	1.62	8.1%	5.5%
OMAN REFRESHMENT CO	48.0	0.960	-20.0%	0.48	1.32	1	5.68	0.76	13.4%	9.8%
RAYSUT CEMENT CO	64.0	0.320	-24.9%	1.57	32.88	91	28.32	0.44	1.5%	0.9%
GALFAR ENGINEERING&CONTRACT	64.4	0.052	-24.6%	1.36	20.08	401	nm	0.31	-13.0%	-2.1%
AL SUWADI POWER	40.0	0.056	-5.1%	0.87	10.44	188	4.04	0.45	11.2%	3.3%
AL-ANWAR CERAMIC TILES CO	45.9	0.155	15.7%	1.46	66.86	484	22.67	1.22	5.4%	4.7%
MUSCAT FINANCE	16.0	0.052	2.0%	1.12	4.01	79	37.06	0.40	1.1%	0.3%
AL ANWAR HOLDINGS SAOG	14.2	0.071	-13.4%	1.09	35.18	483	80.23	0.44	0.5%	0.3%
OMAN INVESTMENT & FINANCE	18.6	0.093	-14.7%	1.35	24.81	274	5.02	0.60	12.0%	3.4%
AL MADINA TAKAFUL CO SAOC	13.5	0.077	-2.5%	1.05	34.99	485	14.75	0.57	3.9%	3.7%
GULF INVESTMENTS SERVICES	13.7	0.070	6.1%	1.56	36.58	561	nm	0.28	-15.2%	-11.8%
AL MAHA PETROLEUM PRODUCTS M	39.7	0.576	-20.9%	0.42	5.04	9	11.66	0.88	7.5%	2.3%
AL SHARQIYA INVEST HOLDING	6.4	0.071	-7.8%	1.41	8.77	124	12.68	0.53	4.2%	3.2%
OMAN FISHERIES CO	11.3	0.090	11.1%	0.68	14.79	173	nm	1.09	-35.1%	-24.0%
AL BATINAH POWER	37.1	0.055	-5.2%	0.84	15.30	280	3.81	0.45	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	260.4	0.400	-23.7%	1.06	58.01	139	7.63	0.99	13.0%	7.7%
BANK NIZWA	151.5	0.101	6.3%	0.84	49.88	425	14.88	1.02	6.9%	1.0%
SHELL OMAN MARKETING	85.1	0.840	-30.0%	0.49	9.75	9	7.26	1.48	20.4%	7.0%
SALALAH PORT SERVICES	107.9	0.600	0.0%	0.33	0.02	0	19.02	1.75	9.2%	5.0%
OMAN FLOUR MILLS	123.5	0.784	30.7%	0.26	29.00	39	19.84	1.62	8.1%	5.5%
DHOFAR TOURISM	13.7	0.490	0.0%	0.33	-	-	10.32	0.27	2.6%	2.3%
OMAN CABLES INDUSTRY	41.4	0.462	-14.4%	0.38	8.34	18	5.94	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	33.7	0.350	12.9%	0.31	1.82	5	9.46	1.13	12.0%	10.5%
AL JAZEERA SERVICES	38.3	0.172	14.7%	1.38	12.50	76	6.42	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	0.00	0	7.50	0.91	12.1%	9.9%
OMAN EDUCATION & TRAINING IN	16.8	0.240	10.1%	0.46	1.54	8	45.25	1.03	2.3%	0.9%
AL MADINA TAKAFUL CO SAOC	13.5	0.077	-2.5%	1.05	34.99	485	14.75	0.57	3.9%	3.7%
TAKAFUL OMAN	11.2	0.112	-10.4%	0.26	7.09	57	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	1.82	3	17.87	0.88	4.9%	2.6%
AL MAHA CERAMICS CO SAOC	11.6	0.210	10.5%	0.41	5.86	30	11.42	1.20	10.5%	7.9%
OMAN FISHERIES CO	11.3	0.090	11.1%	0.68	14.79	173	nm	-	-35.1%	-24.0%
GULF INTERNATIONAL CHEMICALS	2.2	0.105	-4.5%	0.80	1.70	16	15.60	0.79	5.1%	4.5%
DHOFAR BEVERAGES CO	5.2	0.260	0.0%	0.33	-	-	nm	1.41	-4.2%	-2.8%
OMAN PACKAGING	9.8	0.302	11.9%	0.26	1.60	5	8.68	1.33	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	0.45	15	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	1,863.8	34.950	-0.9%	na	257.4	8,134	21.13	6.75	32.0%	22.1%
SAUDI BASIC INDUSTRIES CORP	70.7	88.400	-5.9%	1.06	2,296.7	19,333	47.67	1.57	3.3%	1.8%
SAUDI TELECOM CO	51.5	96.500	-5.2%	0.83	106.1	1,144	18.10	3.12	17.3%	9.0%
AL RAJHI BANK	44.0	66.000	0.9%	0.99	405.8	7,175	16.24	3.22	19.8%	2.6%
FIRST ABU DHABI BANK PJSC	34.0	11.420	-24.7%	1.29	38.8	3,531	9.96	1.29	12.9%	1.5%
QATAR NATIONAL BANK	46.2	18.360	-10.8%	1.12	52.2	2,938	11.82	2.30	19.5%	1.5%
NATIONAL COMMERCIAL BANK	30.3	37.900	-23.0%	1.21	103.8	2,831	9.97	1.84	18.4%	2.2%
EMIRATES TELECOM GROUP CO	40.0	16.900	3.3%	0.84	26.6	1,728	16.91	3.15	18.6%	6.8%
INDUSTRIES QATAR	16.2	9.850	-4.2%	1.23	13.5	1,723	23.15	1.74	7.5%	7.2%
SAMBA FINANCIAL GROUP	14.7	27.650	-14.8%	1.35	45.7	1,952	13.88	1.22	8.8%	1.6%
SAUDI ELECTRICITY CO	17.6	15.840	-21.7%	0.78	44.1	2,774	47.56	0.90	1.9%	0.3%
RIYAD BANK	15.2	18.960	-21.0%	1.18	45.1	2,694	10.15	1.40	13.8%	2.1%
SAUDI ARABIAN MINING CO	13.2	40.200	-9.5%	1.17	25.1	713	nm	1.61	-2.4%	-0.8%
EMIRATES NBD PJSC	19.1	11.100	-14.6%	1.28	42.1	4,700	4.83	0.97	20.1%	2.1%
SAUDI BRITISH BANK	15.1	27.650	-20.3%	1.34	26.1	1,135	20.07	1.01	5.0%	1.1%
ALMARAI CO	14.5	54.500	10.1%	0.83	33.6	672	30.08	3.72	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	10.7	5.650	-28.7%	1.06	23.7	4,843	8.21	0.79	9.6%	1.2%
BANQUE SAUDI FRANSI	10.6	32.850	-13.3%	1.19	25.1	874	12.71	1.20	9.5%	1.7%
YANBU NATIONAL PETROCHEMICAL	8.3	55.100	-1.4%	0.93	29.0	608	28.44	1.92	6.8%	6.0%
EZDAN HOLDING GROUP	10.3	1.430	132.5%	0.71	28.0	33,458	122.64	1.20	1.0%	0.6%
QATAR ISLAMIC BANK	10.4	16.190	5.6%	1.03	12.5	822	12.52	2.23	17.8%	1.9%
ALINMA BANK	8.3	15.540	-18.3%	1.05	291.6	19,274	12.26	1.38	11.3%	1.9%
ARAB NATIONAL BANK	8.4	21.100	-23.0%	1.24	18.6	950	10.47	1.12	10.7%	1.6%
DUBAI ISLAMIC BANK	8.2	4.140	-24.9%	0.86	33.3	8,602	5.98	1.17	19.6%	2.2%
SAUDI ARABIAN FERTILIZER CO	9.6	86.700	11.9%	0.82	24.6	347	24.51	4.52	18.4%	15.3%
EMAAR PROPERTIES PJSC	5.7	2.930	-27.1%	1.28	45.9	17,590	3.38	0.39	11.4%	5.3%
JABAL OMAR DEVELOPMENT CO	6.6	26.500	-2.4%	1.02	45.4	1,800	nm	2.67	-4.3%	-1.4%
KINGDOM HOLDING CO	6.7	6.800	-9.9%	0.68	2.8	422	59.98	0.80	1.3%	0.9%
MASRAF AL RAYAN	8.5	4.185	5.7%	0.77	21.7	5,598	14.41	2.25	15.7%	2.0%

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

nm = not meaningful

Ubhar GCC Fund

NAV
As of: 18 August 2020
OMR: 0.962



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.