

U Capital Weekly Report

Market Review & Outlook:

MSM30: continue to decline and focus on lead shares

The recent decline in the market can be attributed to multitude of factor, including and not limited to: International rating action on Oman and some companies, companies going ex-dividend and portfolio restructuring and the ambiguity regarding selected companies performance. The MSM30 closed down by 1.96% at 4800.93. Both the Financial and Industrial indices dropped by 1.6% and 0.54% respectively while the Services Index closed up by 0.04%. Shariah Index also closed down by 1.88%.

Galfar Engineering and Contracting Co. said that BP Exploration (Epsilon) Limited – Oman has awarded the company a contract for the Construction and Installation of Gas Gathering System (Phase II). As per the disclosure, the contract term is for 33 Months “starting from 15 March 2018” including mobilization and is valued around USD 95mn. This brings the total awards this year to roughly OMR 95mn as per the available data. It is worth stating that the company has an order book of OMR 483mn as of 2017, the management discussion report said. The stock YTD is 36%

Al Maha petroleum products has announced that the existing Contract for the supply of aviation fuel to Oman Air which is expiring on 31 March 2018, has been renewed for further two years from 01 April 2018 to 31 March 2020, with expected sales value of OMR 40mn per year. As per the company financial notes for 2017, other sales (which cover aviation fuel and lubricants) formed 11.3% of total sales compared to 9.4% in 2016.

Raysut Cement Co. has disclosed that its board of directors have approved an initial study to be done regarding exploring the establishment of a 1mn tons per annum integrated cement plant in Georgia. The company added that its 2nd tier subsidiary Pioneer Cement Industries Georgia Limited it owns a mine with over 30mn tons of Limestone reserves some 60 kilometers from the capital city Tbilisi. According to the statement, this investment is in sync with the company five-year strategy of growing into a 20mn/ton of cement by the year 2022. The final decision is expected to take place by June this year. Further, discussions have also commenced between the company and possible partners for both equity participation and EPC contracting. It is worth stating that current cement capacity of Raysut Cement Group stand at about 4.7mn a year.

In the weekly technical analysis, as we mentioned last week, the MSM index reached the first support level at 4,840 points, which is verified our recommendation about the MSM index drop by 50 points. Currently the technical indicators indicate that MSM30 index will drop by about 50 points during the coming period, which is the first support level to 4,740 points.

We continue to see a good response to the government issuance of development bonds as the recent issue 56 (10 year bond) auction results showed that the total subscription amount stood at OMR 215.11mn (1.43x) versus the allotted amount of OMR 150mn, thus showing continued trust in the government. The accepted average yield is 5.66% at a price of OMR 102.570. It would be worth mentioning that the last 10 year development bond (Issue 54) issued in September 2017, offered an average yield of 5.44% at a price of OMR 102.365.

Oman GDB Issues

	Issue Date	Term (Years)	Coupon (%)	Avg. Yield (%)	Amount Applied (OMR mn)	Amount Allotted (OMR mn)	Subscribed (x)
GDB 48	22.02.16	5	3.50%	4.32%	NA	100.0	NA
GDB 49	25.04.16	7	5.00%	5.25%	172.80	100.0	1.73
GDB 50	03.10.16	6	5.00%	5.12%	195.97	100.0	1.96
GDB 51	27.12.16	10	5.50%	5.57%	267.98	150.0	1.79
GDB 52	15.02.17	7	5.00%	5.08%	259.67	150.0	1.73
GDB 53	15.05.17	6	5.25%	5.07%	325.54	150.0	2.17
GDB 54	20.09.17	10	5.75%	5.44%	260.90	150.0	1.74
GDB 55	20.11.17	7	5.25%	4.91%	287.98	150.0	1.92
GDB 56	21.03.18	10	6.00%	5.66%	215.11	150.0	1.43

Source: CBO / Reuters

NA - Not Available

In an important discovery that supports the country's strategic gas reserve and contributes to supporting the increasing demand for gas by consumers, Petroleum Development Oman (PDO) has confirmed a 'significant' gas find with estimated recoverable reserves of more than 4tn cubic feet and 112mn barrels of condensate in the northern part of its concession area in Oman. H.E. the Undersecretary of Ministry of Oil and Gas said that gas reserves of 4.97 trillion cubic feet were added in 2017, bringing the total gas reserves to 24.96 trillion cubic feet by the end of 2017, up by some 3.81 trillion cubic feet compared with 2016. The major contributors for this year additions were the Khazzan and Ghazeer fields.

Another key achievement is inauguration of the Muscat Sohar Product Pipeline (MSPP) and Jifnain Terminal for oil derivatives, which has a storage capacity of oil derivatives 170 thousand cubic meters. The importance of the project is that it will help to deliver more than 50% of country fuel need via the storage facility in Jifnain. It also will reduce pollution by reducing truck movements in Muscat by 70%. The project investments stood at USD 336mn.

During the past week, the new Muscat International Airport was inaugurated. According to CEO of the Public Authority of Civil Aviation (PACA), the total cost of all packages and facilities of the new Muscat International Airport is about OMR 1.7bn. The new airport current capacity is 20mn passengers per year and will rise to 56mn passengers in the subsequent phases. This key project will contribute directly to support the tourism sector and the non-oil sectors in general and thus the positive returns of companies operating in these sectors.

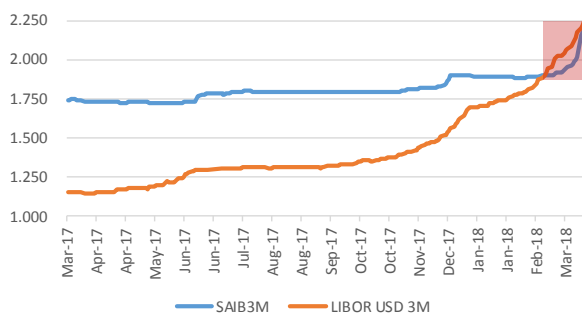
Saudi Stock Exchange was the best weekly performance as it closed up by 1.24% Followed by Abu Dhabi Securities Exchange (+0.77%) while Muscat Securities Market was the worst ending down by 1.96%.

According to news sources, the Saudi Central Bank will be changing the way banks calculate their loan-to-deposit ratios, giving greater weight to longer-term deposits in order to permit more lending. The new rules, reported to be set to come into effect in early April, will introduce a weighting system for calculating a bank's deposits, ranging from 100% face value of demand deposits to 190% for deposits with maturity over five years. The kingdom's maximum loan-to-deposit ratio for commercial banks will remain at 90%, but by increasing the value of deposits in the calculation, the new system will give more room for loans to increase.

Abu Dhabi is combining two of its sovereign investment firms to create a wealth fund with assets of about USD250bn as the oil-rich emirate moves ahead with consolidation of state-controlled companies. Mubadala last year completed merger with International Petroleum Investment Co. and now its assets stand at USD125bn, according to the Sovereign Wealth Fund Institute. Abu Dhabi Investment Council has assets of USD123bn, according to the SWFI.

In line with our last week analysis and recommendation on SAIBOR 3m and Libor USD 3m comparison, Saudi last week raised the rates to narrow the gap between the two and clamped down on the capital flight. The kingdom's monetary authority unexpectedly raised both its repurchase and reverse repurchase rates on 15th March, before the hike in U.S. Federal Reserve rate which materialized last week. We believe, the gap has just narrowed down and more is needed to be done by the authorities in order to fix this issue.

SAIB3M vs LIBOR USD 3M (%)

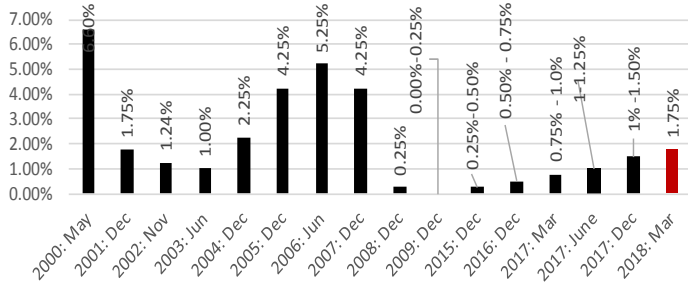


Source: Bloomberg

In Kuwait, the Ministry of Finance announced to postponed the preparations for enforcement of Value Added Tax until it is approved by the National Assembly. They explained that the current situation is not favourable for the implementation of VAT within a short period. The sources indicated that, even if the VAT law is approved this year, VAT will not be implemented before 2020, as Ministry of Finance has to be technically and administratively prepared, which will take at least one year.

Globally, as expected, the U.S. Federal Reserve raised interest rates and forecast at least two more hikes for 2018, highlighting its growing confidence that tax cuts and government spending will boost the economy and inflation. The Fed lifted its benchmark overnight lending rate by a quarter of a percentage point to a range of 1.50% to 1.75%. Some GCC Central banks followed the action as the UAE central bank raised its repo rate by 25 basis points to 2.0%, and increasing interest rates on certificates of deposit by a similar margin. Also, Bahrain's interest rate on the one-week deposit facility rose to 2.00%, while the overnight deposit rate climbed to 1.75%, the one-month deposit rate to 2.65%, and the lending rate to 3.75%. Further, Kuwait's central bank said it raised its discount rate by 25 basis points to 3.0%. It is worth stating that Saudi Arabia's central bank had already before the Fed hike, raised its reverse repo rate, the rate at which commercial banks deposit money with the central bank, by 25 basis points to 1.75%. It also raised its repo rate, at which it lends to banks, by the same margin to 2.25%.

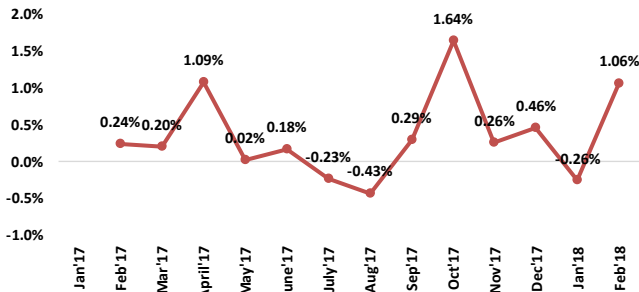
Fed Rate Movements



Source: Bloomberg

Also in the States, U.S. Industrial production exceeded expectations for Feb'18 performance as it went up by 1.1% on monthly basis versus consenses estimates of 0.5%. The strong performance which is the highest in four months on the same basis came as a result of good recovery in construction and a rise in output from the nation's oil and gas fields and mines. The U.S. central bank's measure of the industrial sector comprises manufacturing, mining, and electric and gas utilities.

U.S. Industrial production, MoM



Source: Bloomberg

Recommendation:

Regionally, this week will very important where FTSE will decide whether to label Saudi Arabia as an emerging market. If FTSE review of Saudi upgrade materializes, the market will witness a run-up until its actual inclusion (mostly in 2019), as seen historically.

Locally we believe, the market has reached its bottom. Lately, we have witnessed various positive news flows on the economic level in terms of new oil and gas discoveries and opening of new economic zones and the new Muscat International Airport while oil price is also comfortably placed as well and is higher on average by 20% compared to average oil prices of 2017. We are also of the view that rating action do cause short-term hiccups, but other rating agencies earlier were positive on GCC including Oman.

With market at 4,800.93, the index price to earnings and price to book multiple now stands at 11.9x and 5.4x respectively. Dividend yield of the market has perched to 5.4%. These are attractive multiples compared to other GCC markets.

With dividend season coming to an end, we estimate that market would bounce back soon on the back of quarterly results, better flow of contracts/awards this year because of comparatively high oil prices and the fed rate hike and its benefits to the financial sector.

MSM Summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
U Capital Oman 20 Index	914.17	913.83	0.34	0.04%	-5.71%	-7.41%
U Capital GCC 50 Index	1,234.30	1,199.23	35.07	2.92%	3.90%	7.39%
U Capital MENA 200 Index	1,049.60	1,031.24	18.36	1.78%	2.61%	4.98%
MSM Shariah Index	677.00	689.95	(12.95)	-1.88%	-4.25%	-5.13%
MSM 30	4,800.93	4,896.93	(96.00)	-1.96%	-4.05%	-5.85%
Volume (In 000)	145,057.98	82,250.40	62,807.58	76.36%		
Value traded (In OMR 000)	20,974.53	22,977.99	(2,003.47)	-8.72%		

No. of Trades: 3,898 Volume of Bonds: 461

Top Equity Gainers	Price	Chg	Chg
	OMR	OMR	%
GALFAR ENGINEERING&CONTRACT	0.102	0.013	14.61%
AL KAMIL POWER CO	0.360	0.020	5.88%
AL JAZEERA STEEL PRODUCTS CO	0.338	0.014	4.32%
CONSTRUCTION MATERIALS IND	0.025	0.001	4.17%
AL MAHA CERAMICS CO SAOC	0.286	0.011	4.00%

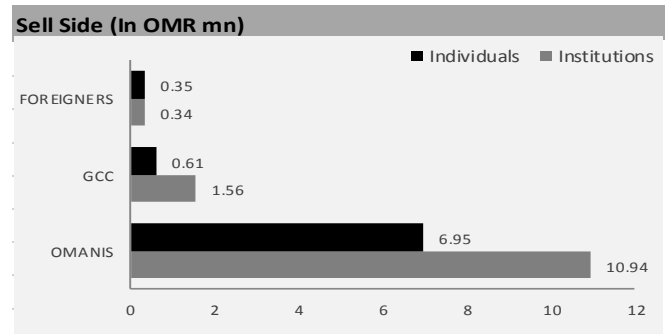
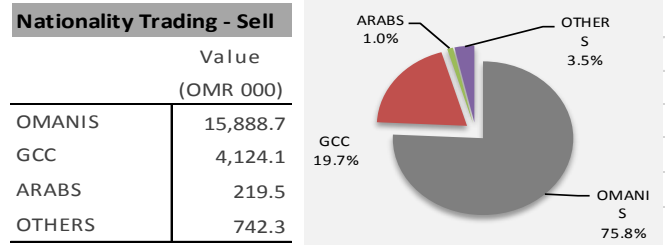
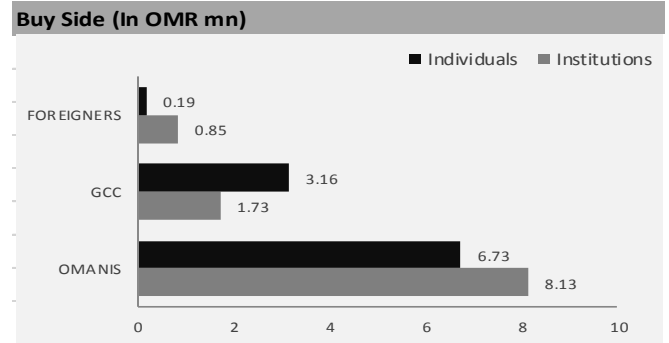
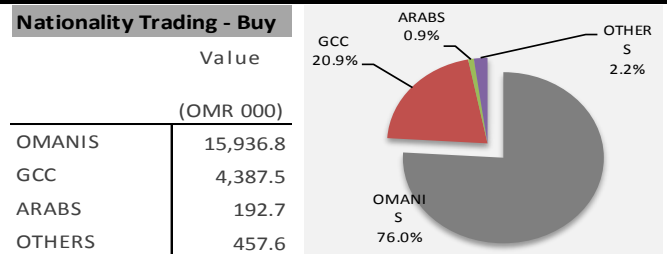
Top Equity Losers	Price	Chg	Chg
	OMR	OMR	%
NATIONAL GAS	0.247	-0.049	-16.55%
BANK MUSCAT	0.358	-0.052	-12.68%
MUSCAT THREAD MILLS CO	0.076	-0.011	-12.64%
OMAN NATIONAL ENGINEERING AP	0.155	-0.017	-9.88%
OMAN CEMENT CO	0.362	-0.038	-9.50%

Top Co. -Value	Price	Value	Mkt Share
Companies	OMR	in OMR 000	
GALFAR ENGINEERING&CONTRACT	0.102	4,206.9	20.1%
OMAN TELECOMMUNICATIONS CO	0.912	3,283.7	15.7%
BANKMUSCAT SAOG	0.358	3,239.4	15.4%
UNITED FINANCE CO	0.123	2,278.2	10.9%
OMAN FISHERIES CO	0.127	1,077.4	5.1%

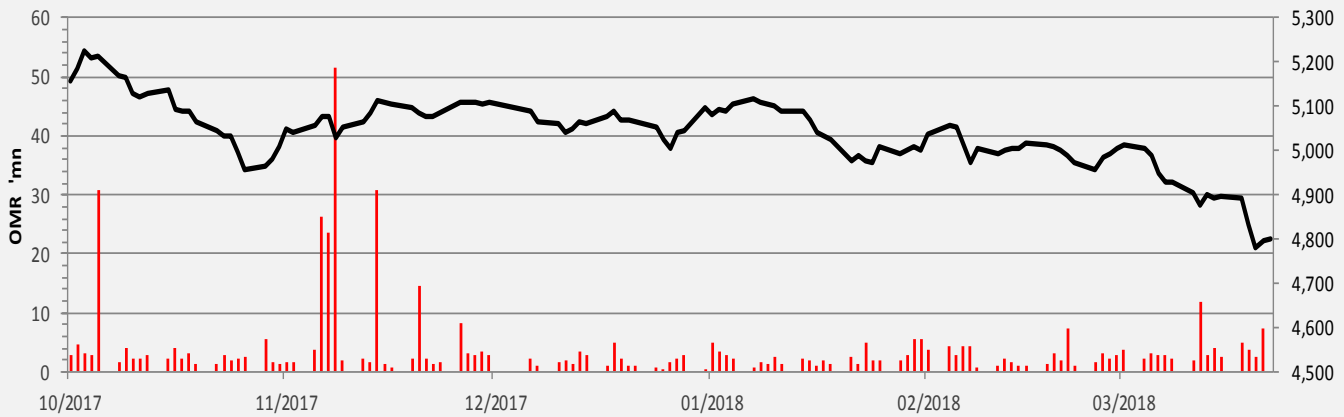
Top Co. -Volume	Price	Volume	Mkt Share
Companies	OMR	in 000	
GALFAR ENGINEERING&CONTRACT	0.102	43,420.3	29.9%
CONSTRUCTION MATERIALS IND	0.025	26,920.4	18.6%
UNITED FINANCE CO	0.123	18,521.8	12.8%
BANKMUSCAT SAOG	0.358	8,822.2	6.1%
OMAN FISHERIES CO	0.127	8,535.5	5.9%

Market Capitalization	
(In Billion)	
USD	OMR
11.27	4.37

No. of Companies		
Equal	Down	Up
14	31	15



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	7,199.63	7,316.96	(117)	-1.60%	(165)	-2.2%	(275)	-3.7%
Industry Sector	INDSI	6,683.04	6,719.54	(37)	-0.54%	(119)	-1.7%	(150)	-2.2%
Services Sector	SINSI	2,555.46	2,554.32	1	0.04%	(76)	-2.9%	(88)	-3.3%

Source: MSM, Bloomberg

Main Indicators - Sectors	Beta	52-Week		Div. Yield %	P/B (x)
		High	Low		
MSM 30		5,659.29	4,781.89	5.4%	0.99
Financial Sector	0.40	8,135.78	7,100.26	4.7%	0.82
Industry Sector	0.33	9,662.07	6,624.29	3.8%	1.32
Services Sector	0.37	2,948.23	2,410.70	6.6%	1.28








Source: Bloomberg

Oman Government Bonds

Govt Development Bond Issue	Maturity Date	Issue Value OMR	Coupon	Listing Date
42	5/13/2020	80,000,000	4.25%	5/20/2013
44	11/25/2018	100,000,000	3.00%	12/11/2013
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
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 ½ 06/15/21	6/15/2021	1,500,000,000	3.63%	6/8/2016
OMAN 4 ¼ 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 TTM	P/B
		Index	Index		%	%	%		
	Muscat Securities	4,800.93	4,896.93	-96.00	-1.96%	-4.05%	-5.85%	11.80	0.99
	Saudi Stock Excha	7,840.94	7,744.68	96.26	1.24%	5.69%	8.51%	17.38	1.72
	Kuwait Stock Exch	6,662.35	6,760.23	-97.88	-1.45%	-1.63%	3.97%	15.03	1.00
	Qatar Exchange	8,825.70	8,847.79	-22.09	-0.25%	1.99%	3.55%	13.66	1.28
	Bahrain Bourse	1,333.92	1,355.51	-21.59	-1.59%	-2.63%	0.17%	8.85	0.81
	Dubai Financial M	3,149.53	3,197.30	-47.77	-1.49%	-2.92%	-6.54%	11.07	1.17
	Abu Dhabi Sec. Ex	4,577.84	4,542.74	35.10	0.77%	-0.43%	4.08%	11.76	1.29

Source: Bloomberg, U-Capital

World Markets	Country	Value	Change	WTD	YTD
Europe					
UK	FTSE 100	6,999.64	-164.5	-2.3%	-9.0%
Germany	DAX	12,188.93	-200.7	-1.6%	-5.6%
France	CAC 40	5,191.68	-91.1	-1.7%	-2.3%
US					
USA	DJIA	24,682.31	-264.2	-1.1%	-0.1%
USA	S&P 500	2,711.93	-40.1	-1.5%	1.4%
USA	NASDAQ	7,345.29	-136.7	-1.8%	6.4%
Asia Pacific					
Japan	NIKKEI 225	21,591.99	-84.5	-0.4%	-5.2%
Hongkong	HANG SENG	31,071.05	-430.9	-1.4%	3.9%
Arab					
Tunis	Tunis Se Index	7,008.87	76.8	1.1%	11.6%
EGYPT	The Egyptian Excl	17,104.72	105.6	0.6%	13.9%
Jordan	Amman Stock Exc	2,216.35	-9.7	-0.4%	4.2%
Palestine	Palestine Sec. Ex	582.69	0.3	0.0%	1.4%
Lebanon	Blom Stock Inde	1,180.09	8.4	0.7%	2.7%
MSCI					
	Bahrain	77.73	-1.2	-1.6%	1.6%
	Kuwait	525.85	-2.4	-0.5%	3.8%
MSCI	Oman	503.03	-25.6	-4.8%	-11.3%
	Qatar	715.68	11.3	1.6%	1.7%
	UAE	377.09	1.7	0.4%	-1.6%
	GCC Countries	447.21	1.5	0.3%	0.7%

Source: Bloomberg at 3:00 P.M Muscat time (note: Sat and Sun global markets are closed)

Commodity Prices		Change	WTD	YTD
	USD	USD	%	%
Brent Crude (per bbl)	68.89	2.7	4.0%	4.2%
WTI Crude (per bbl)	64.75	2.3	3.7%	7.4%
Oman Crude Oil	66.10	2.6	4.0%	3.3%
Gold 100 OZ (per oz)	1,329.42	15.2	1.2%	2.0%
Silver (per oz)	16.52	0.2	1.1%	-2.5%
Platinum (per oz)	955.82	5.7	0.6%	2.7%
Copper, MT	6,793.00	-95.0	-1.4%	-6.3%
Aluminium, MT	2,081.00	-4.0	-0.2%	-8.2%
Lead, MT	2,400.00	17.0	0.7%	-3.5%
Zinc, MT	3,249.00	-11.0	-0.3%	-2.1%
Nickel, MT	13,460.00	-165.0	-1.2%	5.5%

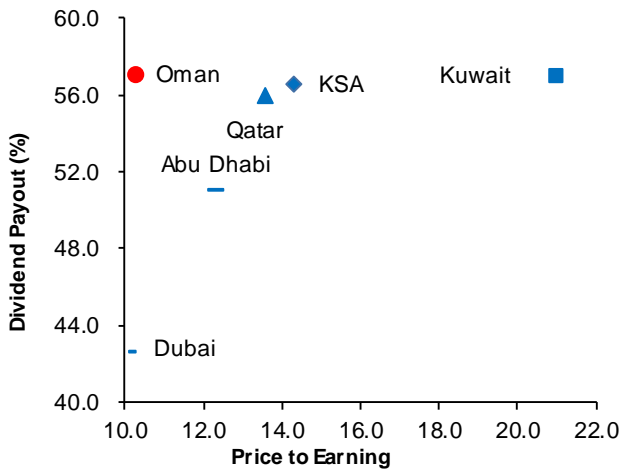
Source: Bloomberg (Sat and Sun market is closed)

Cross Rates of Major World Currencies			
Currency	Code	USD/1 Unit	Units/1 USD
EURO	EUR	1.234	0.811
British Pound	GBP	1.415	0.707
Japanese Yen	JPY	0.009	105.600
Chinese Renminbi	CNH	0.158	6.329
Indian Rupee	INR	0.015	65.091
Russian Ruble	RUB	0.018	56.903
Canadian Dollar	CAD	0.777	1.288
Australian Dollar	AUD	0.773	1.294

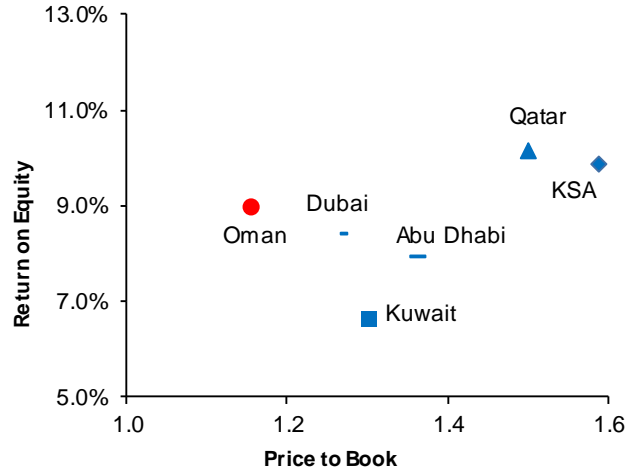
Source: Bloomberg

GCC Positioning

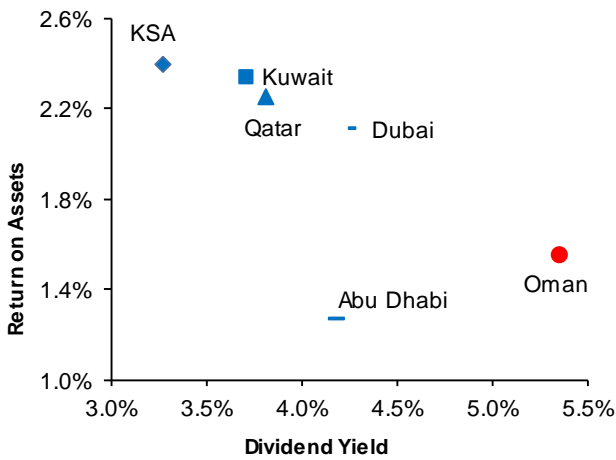
PE & Dividend Payout



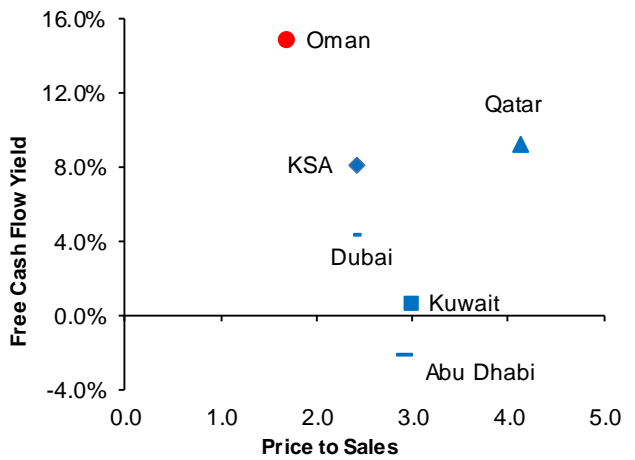
ROE & P/BV



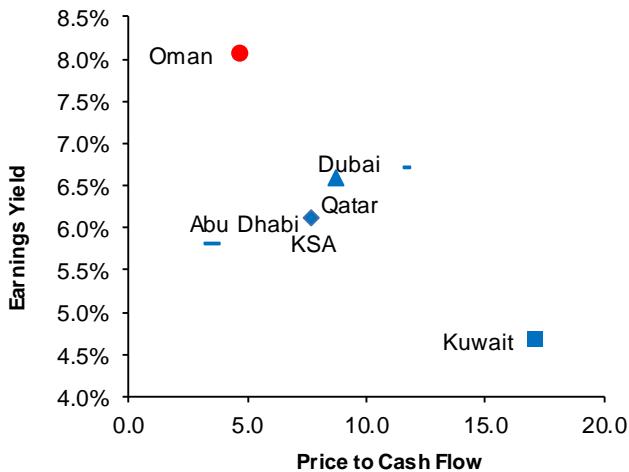
ROA & Dividend Yield



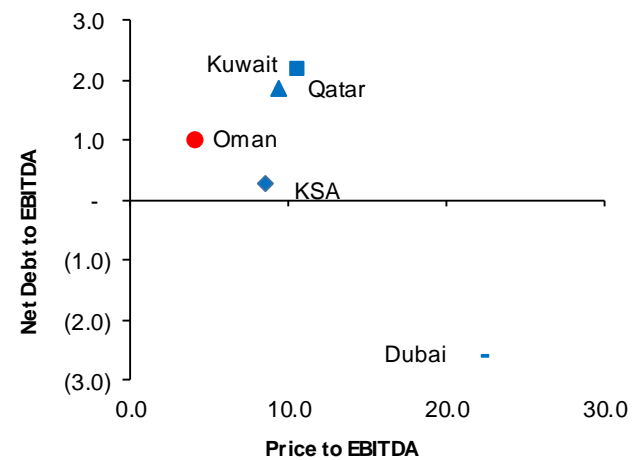
Price to Sales & Free Cash Flow Yield



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 MTD	Px % Δ YTD	Volume, '000	PE TTM	PB TTM	Div Yield, %
BANKMUSCAT SAOG	1,018	0.358	0.404	0.337	-0.6%	-8.3%	-9.2%	-4.6%	1,046	5.9	0.6	8.0%
BANK DHOFAR SAOG	501	0.222	0.240	0.195	0.0%	0.9%	6.2%	0.0%	31	12.9	1.1	5.6%
BANK SOHAR	277	0.155	0.164	0.133	0.0%	0.0%	0.0%	2.0%	-	11.1	0.9	2.9%
NATIONAL BANK OF OMAN SAOG	317	0.205	0.241	0.180	0.0%	-1.9%	-1.4%	2.5%	-	9.1	0.7	7.4%
HSBC BANK OMAN	212	0.106	0.138	0.106	-0.9%	-0.9%	-5.4%	-17.2%	150	10.9	0.7	4.7%
AHLI BANK	237	0.166	0.199	0.155	0.0%	0.0%	2.5%	-4.0%	-	8.9	0.9	6.0%
BANK NIZWA	129	0.086	0.100	0.084	1.2%	-1.1%	-2.3%	-4.4%	79	43.3	1.0	-
AL IZZ ISLAMIC BANK	76	0.076	0.093	0.062	0.0%	0.0%	4.1%	15.2%	328	-	1.0	-
Banking Sub Sector	2,767								Average:	14.6	0.9	5.8%
OMAN UNITED INSURANCE CO	35	0.350	0.426	0.330	0.0%	-7.4%	-7.4%	-7.9%	-	10.5	1.2	8.6%
MUSCAT INSURANCE CO SAOG	9	0.816	0.838	0.808	6.2%	0.6%	0.6%	0.1%	-	5.7	0.5	6.1%
DHOFAH INSURANCE	40	0.200	0.200	0.100	0.0%	0.0%	0.0%	0.0%	-	-	2.4	-
AL MADINA TAKAFUL CO SAOC	16	0.089	0.123	0.083	0.0%	-1.1%	-4.3%	-10.1%	-	50.1	0.7	6.7%
Vision Insurance	16	0.156	0.159	0.135	2.0%	2.0%	-1.3%	5.4%	370	-	1.1	-
Al Ahlia Insurance Co	37	0.366	0.370	0.300	0.0%	0.0%	2.2%	10.9%	50	-	-	3.0%
OMAN QATAR INSURANCE COMPANY	14	0.140	0.164	0.140	6.1%	-0.7%	-3.4%	-5.4%	-	5.8	0.9	-
NATIONAL LIFE & GENERAL INSU	85	0.320	0.332	0.310	0.0%	0.0%	0.0%	3.2%	5	10.0	1.7	-
Insurance Sub Sector	250								Average:	16.4	1.2	6.1%
NATIONAL FINANCE CO	68	0.137	0.144	0.126	0.0%	0.0%	0.0%	0.3%	-	5.7	0.8	9.4%
MUSCAT FINANCE	32	0.112	0.126	0.107	-0.9%	2.8%	0.0%	1.8%	30	4.5	0.8	8.3%
UNITED FINANCE CO	43	0.123	0.154	0.109	-2.4%	-2.4%	-2.4%	-15.2%	18,522	20.9	1.0	6.1%
OMAN ORIX LEASING CO.	46	0.175	0.175	0.116	#VALUE!	0.0%	0.0%	0.0%	-	8.7	1.1	4.9%
AL-OMANIYA FINANCIAL SERVICE	76	0.276	0.280	0.276	0.0%	0.0%	0.0%	0.0%	-	10.8	1.2	6.2%
TAAGEER FINANCE	31	0.122	0.129	0.105	0.8%	0.0%	1.7%	2.5%	40	4.2	0.8	7.8%
Financial Leasing Sub Sector	296								Average:	11.1	1.0	6.2%
FINANCIAL SERVICES CO.	11	0.175	0.180	0.061	0.0%	0.0%	0.0%	21.5%	-	-	2.7	-
GLOBAL FIN INVESTMENT	25	0.126	0.167	0.126	-3.1%	-6.7%	-6.7%	-19.7%	4,144	-	0.9	4.0%
OMINVEST	273	0.390	0.530	0.390	-1.0%	-2.5%	-4.9%	-16.3%	200	13.0	1.7	3.5%
NATIONAL SECURITIES 60%												-
GULF INVESTMENTS SERVICES	15	0.088	0.120	0.070	1.1%	-1.1%	-3.3%	14.3%	174	-	0.8	-
FINANCIAL CORP/THE	7	0.098	0.090	0.089	0.0%	0.0%	0.0%	0.0%	-	-	0.9	-
DHOFAH INTL DEVELOPMENT	75	0.306	0.346	0.290	0.0%	-1.9%	-1.9%	-3.8%	-	67.4	0.7	4.9%
AL BATINAH DEV & INV	3	0.086	0.096	0.080	0.0%	0.0%	0.0%	2.4%	-	-	0.9	9.3%
AL ANWAR HOLDINGS SAOG	30	0.152	0.191	0.124	0.7%	-0.7%	-2.6%	4.8%	353	4.5	0.8	5.7%
OMAN & EMIRATES INV(OM)50%	12	0.102	0.140	0.074	2.0%	-1.9%	-8.1%	24.4%	136	-	0.6	-
AL MADINA INVESTMENT CO	11	0.053	0.077	0.052	-1.9%	-3.6%	-3.6%	-5.4%	150	-	0.5	-
AL SHARQIYA INVEST HOLDING	10	0.110	0.130	0.098	0.0%	0.0%	-4.3%	0.0%	40	18.6	0.8	4.5%
Investment & Brokerage Sub Sector	473								Average:	11.5	0.7	5.1%

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 MTD	Px % Δ YTD	Volume, '000	PE TTM	PB TTM	Div Yield, %
NATIONAL BISCUIT INDUSTRIES	4	3.740	3.750	3.740	0.0%	0.0%	0.0%	-0.3%	-	6.6	0.8	4.0%
SWEETS OF OMAN	9	1.340	1.210	1.210	0.0%	0.0%	0.0%	0.0%	-	43.2	2.0	1.5%
DHOFAR BEVERAGES CO	5	0.260	0.259	0.259	0.0%	0.0%	0.0%	0.0%	-	-	1.2	1.9%
OMAN REFRESHMENT CO	95	1.900	2.160	1.880	0.0%	0.0%	-5.0%	-7.3%	-	8.8	1.9	3.9%
NATIONAL MINERAL WATER	2	0.065	0.070	0.045	0.0%	0.0%	30.0%	30.0%	-	0.6	0.7	-
AREEJ VEGETABLE OILS												
OMAN FOODS INTERNATIONAL												
OMAN FLOUR MILLS	110	0.700	0.944	0.696	0.0%	-2.8%	-8.4%	-25.2%	145	8.0	1.4	7.2%
SALALAH MILLS CO	71	1.330	1.390	1.200	0.0%	0.0%	0.0%	0.0%	-	16.0	2.2	3.0%
OMAN EUROPE FOODS INDUSTRIES	2	1.000	1.000	1.000	0.0%	0.0%	0.0%	0.0%	-	-	25.7	-
DHOFAR CATTLEFEED	15	0.190	0.195	0.189	0.0%	0.0%	0.0%	0.0%	-	-	0.4	-
OMAN AGRICULTURAL DEV			#N/A	N/A	N/A				#VALUE!			
OMAN FISHERIES CO	16	0.127	0.186	0.097	2.4%	-4.5%	-4.5%	-13.6%	4,343	19.4	1.1	-
DHOFAR FISHERIES & FOOD INDU	3	1.280	1.280	1.280	0.0%	0.0%	0.0%	0.0%	-	-	4.6	-
SOHAR POULTRY	1	0.206	0.206	0.206	0.0%	0.0%	0.0%	0.0%	-	2.5	0.2	97.1%
DHOFAR POULTRY	7	0.180			0.0%	0.0%	0.0%	0.0%	-	59.1	2.0	-
A'SAFFA FOODS SAOG	72	0.596	0.720	0.540	0.0%	0.0%	0.0%	3.5%	4	16.6	1.7	3.4%
GULF MUSHROOM COMPANY	12	0.306	0.306	0.300	0.0%	0.0%	0.0%	0.0%	-	38.0	1.8	-
Food & Beverage Industry Sub Sect	424								Average:	19.9	3.2	15.3%
OMAN CEMENT CO	120	0.362	0.482	0.360	0.0%	-9.5%	-8.6%	-11.7%	-	7.3	0.7	8.3%
RAYSUT CEMENT CO	159	0.796	1.450	0.720	0.0%	0.0%	0.0%	2.1%	-	27.8	1.1	3.6%
Cement Sub Sector	279								Average:	17.6	0.9	6.0%
AL-HASSAN ENGINEERING CO	3	0.034	0.059	0.024	3.0%	3.0%	-2.9%	-15.0%	170	-	-	-
GALFAR ENGINEERING&CONTRACT	79	0.102	0.105	0.069	2.0%	14.6%	18.6%	36.0%	12,444	-	0.8	-
Engineering & Construction Sub Sec	81								Average:	-	0.8	-
OMAN TEXTILE HOLDING CO SAOG												
MUSCAT THREAD MILLS CO	1	0.076	0.090	0.075	0.0%	-12.6%	-12.3%	-3.9%	-	6.4	0.6	6.2%
Textiles Sub Sector	1								Average:	6.4	0.6	6.2%
GULF STONE	4	0.120	0.120	0.120	0.0%	0.0%	0.0%	0.0%	1,927	-	1.0	8.4%
OMAN CHROMITE	11	3.640	3.640	3.280	0.0%	0.0%	0.0%	0.0%	-	19.0	2.6	4.4%
AL-FAJAR AL-ALAMIA CO	37	0.748			0.0%	0.0%	0.0%	0.0%	-	73.2	1.5	-
Mining Sub Sector	52								Average:	46.1	1.7	6.4%
CONSTRUCTION MATERIALS IND	2	0.025	0.032	0.022	4.2%	4.2%	0.0%	0.0%	26,393	-	0.4	-
NATL ALUMINIUM PRODUCTS	10	0.294	0.320	0.130	1.4%	-2.0%	20.0%	76.0%	334	-	1.3	-
ABRASIVES MANUFACTURING CO S	0	0.050	0.050	0.050	0.0%	0.0%	0.0%	0.0%	-	-	-	-
AL-ANWAR CERAMIC TILES CO	34	0.115	0.171	0.113	0.9%	-6.5%	-11.5%	-6.5%	93	18.4	0.9	6.9%
AL JAZEERA STEEL PRODUCTS CO	42	0.338	0.340	0.208	2.4%	4.3%	6.3%	20.7%	286	9.1	1.0	2.7%
OMAN CERAMIC COMPANY	1	0.418	0.420	0.418	0.0%	0.0%	0.0%	0.0%	-	6.7	0.6	-
AL MAHA CERAMICS CO SAOC	16	0.286	0.449	0.270	2.1%	4.0%	-6.5%	-2.1%	23	5.4	1.6	10.1%
Construction Materials Support Sut	105								Average:	9.9	1.0	6.6%
TAGHLEEF INDUSTRIES SAOC												
OMAN PACKAGING	9	0.280	0.280	0.270	0.0%	0.0%	0.0%	0.0%	-	4.7	1.3	7.1%
GULF PLASTIC INDUSTRIES CO			#N/A	N/A	#N/A	N/A						
PACKAGING CO LTD	7	2.210	2.210	2.210	0.0%	0.0%	0.0%	0.0%	-	11.1	1.4	-
COMPUTER STATIONERY INDS	3	0.260	#N/A	N/A	#N/A	N/A	0.0%	0.0%	-	27.9	1.1	2.7%
AL AHLIA CONVERTING INDUS												
MAJAN GLASS COMPANY	8	0.180	0.189	0.162	0.0%	0.0%	0.0%	0.0%	-	-	1.1	-
Paper, Glass & Packaging	26								Average:	14.6	1.2	4.9%
GULF INTERNATIONAL CHEMICALS	4	0.211	0.292	0.195	0.0%	-7.9%	-8.7%	-13.2%	-	14.0	1.5	6.9%
OMAN CHLORINE	30	0.440	0.444	0.396	0.0%	0.0%	0.0%	0.0%	-	33.4	1.3	3.4%
NATIONAL DETERGENT CO SAOG	11	0.652	0.712	0.620	0.0%	0.0%	0.0%	0.0%	-	13.3	0.8	6.9%
Chemicals	45								Average:	20.3	1.2	5.7%
NATIONAL PHARMACEUTICAL	11	0.106	0.116	0.106	0.0%	0.0%	0.0%	-3.6%	-	3.4	0.6	4.7%
Pharmaceuticals	11								Average:	3.4	0.6	4.7%
VOLTAMP ENERGY SAOG	34	0.484	0.590	0.420	0.0%	-0.4%	-1.6%	-14.2%	-	8.9	1.5	3.2%
OMAN CABLES INDUSTRY	101	1.130	1.700	1.020	0.0%	0.0%	0.0%	-0.4%	1	14.8	1.1	8.3%
OMAN FILTERS INDUSTRY												
Electical & Mechanical	136								Average:	11.9	1.3	5.8%

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 MTD	Px % Δ YTD	Volume, '000	PE TTM	PB TTM	Div Yield, %
OMAN TELECOMMUNICATIONS CO	684	0.912	1.430	0.892	0.0%	-4.2%	-16.3%	-24.3%	284	8.5	1.2	9.9%
OOREDOO	299	0.460	0.554	0.420	0.0%	-1.7%	-14.8%	-12.5%	266	9.7	1.3	9.1%
Telecommunication Sub Sector	983								Average:	9.1	1.2	9.5%
GULF HOTELS (OMAN) CO LTD	36	10.495	9.500	9.450	0.0%	0.0%	0.0%	0.0%	-	22.2	1.3	2.6%
UBAR HOTELS & RESORTS	6	0.129	0.129	0.129	0.0%	0.0%	0.0%	0.0%	-	15.8	0.7	3.1%
AL BATINAH HOTELS	4	1.125			0.0%	0.0%	0.0%	0.0%	-	-	1.2	-
AL BURAIMI HOTEL			0.436	0.396					#VALUE!	-	-	-
OMAN HOTELS & TOURISM CO												
HOTELS MANAGEMENT CO INTERNA	4	1.250	1.250	1.250	0.0%	0.0%	0.0%	0.0%	-	1.5	0.3	80.0%
SAHARA HOSPITALITY	15	2.380			0.0%	0.0%	0.0%	0.0%	-	6.0	0.7	6.0%
DHOFAR TOURISM	14	0.490	0.490	0.490	0.0%	0.0%	0.0%	0.0%	-	-	0.3	-
SALALAH BEACH RESORT SAOG	9	1.380	#N/A N/A	#N/A N/A	0.0%	0.0%	0.0%	0.0%	-	135.4	0.9	5.8%
Tourism & Hospitality Sub Sector	87								Average:	36.2	0.8	19.5%
PORT SERVICE CORPORATION			0.302	0.174					#VALUE!	-	-	-
SALALAH PORT SERVICES	108	0.600	0.656	0.550	0.0%	0.0%	-0.7%	-0.7%	-	20.9	1.9	3.3%
Logistics Sub Sector	108								Average:	20.9	1.9	3.3%
SHELL OMAN MARKETING	171	1.740	1.990	1.675	0.0%	0.0%	0.0%	-2.2%	0	13.5	3.7	6.3%
OMAN OIL MARKETING COMPANY	90	1.460	1.710	1.420	0.0%	0.0%	0.0%	0.7%	-	10.6	1.3	4.1%
AL MAHA PETROLEUM PRODUCTS M	67	0.972	1.440	0.880	0.0%	0.0%	-0.4%	-2.8%	-	13.4	1.4	6.7%
NATIONAL GAS CO	17	0.247	0.401	0.206	1.8%	-2.6%	-4.6%	1.1%	-	10.5	0.9	4.1%
MUSCAT GASES COMPANY SAOG	17	0.558	0.612	0.504	0.0%	0.0%	-0.4%	0.0%	-	12.0	1.9	13.9%
Oil & Gas Marketing Sub Sector	362								Average:	12.0	1.9	7.0%
DHOFAR UNIVERSITY	-	-	-	-	-	-	-	-	-	-	-	-
MAJAN COLLEGE	13	0.440	0.500	0.438	0.0%	0.0%	0.0%	0.5%	-	7.2	1.3	6.8%
NATIONAL HOSPITALITY INSTITU			#N/A N/A	#N/A N/A								
OMAN EDUCATION & TRAINING IN	11	0.160	0.167	0.136	0.0%	0.0%	-4.2%	5.3%	-	6.4	0.6	7.8%
Education & Training Sub Sector	24								Average:	6.8	0.9	7.3%
AL KAMIL POWER CO	35	0.360	0.360	0.312	0.0%	5.9%	15.4%	15.4%	-	18.6	1.2	2.8%
SOHAR POWER CO	25	0.114	0.205	0.112	0.0%	-0.9%	-13.6%	-24.0%	50	12.5	1.0	-
UNITED POWER/ENERGY CO- PREF	4	1.000	1.000	1.000	0.0%	0.0%	0.0%	0.0%	-	-	-	162.5%
ACWA POWER BARKA SAOG	122	0.764	0.800	0.740	0.0%	0.0%	0.0%	0.0%	-	29.3	2.2	5.9%
PHOENIX POWER CO SAOC	203	0.139	0.143	0.114	3.0%	0.7%	0.0%	0.7%	345	12.7	1.2	4.5%
OMAN NATIONAL ENGINEERING AN	17	0.155	0.198	0.109	0.0%	-9.8%	-10.3%	-14.8%	-	7.9	0.7	5.9%
SMN POWER HOLDING SAOG	132	0.660	0.700	0.660	0.0%	0.0%	0.0%	0.0%	-	19.3	4.5	5.1%
SEMBCORP SALALAH POWER & WAT	214	0.224	0.250	0.210	1.4%	1.8%	0.0%	-2.6%	111	19.5	2.3	4.8%
SHARQIYAH DESALINATION CO SA	39	3.960	4.385	3.565	0.0%	0.0%	0.0%	0.0%	-	-	2.8	-
AL SUWADI POWER	100	0.140	0.196	0.135	3.7%	1.4%	0.0%	-1.4%	52	17.7	1.2	9.8%
AL BATINAH POWER	93	0.138	0.183	0.130	3.0%	1.5%	0.0%	-0.7%	99	20.4	1.2	5.2%
MUSCAT CITY DESALINATION CO	24	0.152	0.166	0.152	-1.3%	-0.7%	-5.0%	-	51	-	0.2	6.1%
Energy Sub Sector	984								Average:	17.5	1.8	22.9%
RENAISSANCE SERVICES SAOG	121	0.330	0.366	0.160	1.9%	2.5%	4.4%	11.1%	31	-	1.1	-
AL JAZEERA SERVICES	37	0.157	0.184	0.128	3.3%	-6.5%	-7.1%	12.1%	1,065	10.9	0.7	9.3%
OMAN INVESTMENT & FINANCE	26	0.131	0.235	0.127	0.0%	0.8%	0.8%	-4.4%	307	11.1	0.7	12.2%
Diversified Commercial Services Sub	185								Average:	11.0	0.9	10.8%
Total Service Sector	2,734									16.2	1.3	11.5%

Source: Bloomberg

Ubhar GCC Fund

NAV
As of: 21-Mar-2018
OMR: 0.981



Ubhar Capital SAOC (U Capital)

Website: www.u-capital.net
PO Box 1137
PC 111, Sultanate of Oman
Tel: +968 2494 9000
Fax: +968 2494 9099
Email: research@u-capital.net

Disclaimer: This report has been prepared and issued by Ubhar Capital (U Capital) on the basis of publicly available information. While the utmost care has been taken to ensure that the facts stated are accurate, neither U Capital nor any of its employees shall be in anyway responsible for the contents.