

## U Capital Weekly Report

### Market Review & Outlook:

#### Profit taking pulled the Index down

After witnessing acceleration in last couple of weeks, market under went correction which we believe was largely due to profit taking as some stocks witnessed sizable rally in last couple of weeks.

MSM30 went down by 1.39% on weekly basis. Except Services, all sub-indices went down. Financial Index closed down by (-1.30%) and Industrial Index went down by (-0.24%), while Services Index went up by 0.07%. The MSM Shariah Index closed down by -0.63% w-o-w.

Bank Muscat board approved the appointment of Mr. Jeyaretna Sunderlal George as provisional director as a proxy for M/s. Oman National Investment Corporation to fill the vacant seat in the board until next AGM of the shareholders of Bank. The board approval was affective on the date of announcement. While, OMINVEST disclosed that Bank Muscat has appointed Mr. Jeyaretna Sunderlal George, a director of ONIC, a subsidiary of Ominvest, as a director representing ONIC. This appointment will change ONIC's accounting treatment of Bank Muscat in its books from "Investment at Fair Value through Other Comprehensive Income" to "Investment in Associate". As per MCD, ONIC has 8.93% stake (263.2mn shares) in Bank Muscat. As per our calculation, the 8.93% stake in Bank Muscat will add between OMR 16 - 22mn per year to Ominvest's bottom-line; however, since Bank Muscat pays out dividend, the net effect would be in the range of OMR 8-14mn per year over the next five years. Further details can be checked from our recently issued report on this issue. [The Report](#)

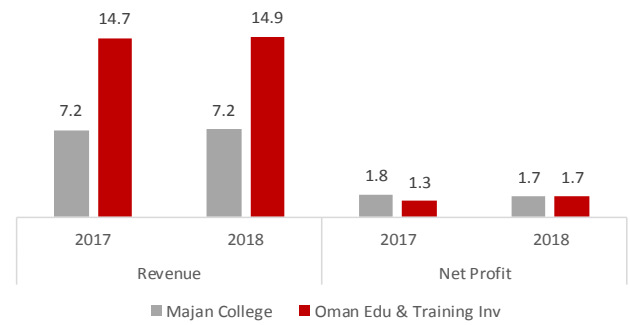
The MSM published its quarterly list of Shariah Compliant Companies based on 2Q'18 results. The list showed the exit of Oman Oil Marketing and Voltamp Energy and the entry of Oman Education. The list saw lower number of companies at 32 compared with 31 companies in 1Q'18 list. The New list includes : Al Izz Islamic Bank, Al Jazeera Services, Al Kamil Power Co, Al Madina Takaful Co Saoc, Al Maha Ceramics Co Saoc, Al-Anwar Ceramic Tiles Co, A'saffa Foods Saog, Bank Nizwa, Computer Stationery Inds, Dhofar Beverages Co, Gulf, International Chemicals, Gulf Mushroom Company, Gulf Stone, Muscat Gases Company , Muscat Thread Mills Co, National Biscuit Industries, National Real Estate Dev, Oman Cables Industry, Oman Cement, Oman Chromite, Oman Education , Oman Fisheries, Oman Flour Mills , Oman Int. Marketing, Omani Packaging, Ooredoo, Raysut Cement, Sahara Hospitality, Salalah Port Services, Shell Oman Marketing and Takaful Oman Insurance.

National Bank of Oman, rated Baa3 by Moody's and BB+ by Fitch, is selling USD500mn of five-year bonds. The senior, unsecured notes offer investors a spread of 270 basis points over mid-swaps, which comes out to be ~5.6% compared to Oman Government 5yr Dollar Bond which offers yield of ~4.9% as of 19th September 2018.

The Ministry of Housing announced last week that the real estate transactions will be registered through the brokerage offices licensed by the ministry from October 1, 2018. These transactions will include residential, commercial, industrial, tourist, residential plots, mortgaging, apartments, villas and shops (subject to their classifications), both buying and selling transactions for GCC nationals and all sales and purchase transactions for expatriates and foreign nationals in integrated tourist complexes.

Oman educational sector is very minutely represented on the stock market. Only two companies are listed which are Majan College (MAJAN) and Oman Education and Training Investments (OETI). Recently both the companies announced their initial results for the year ending on August 2018. Overall, the sector witnessed a net income hike of 9% to OMR 3.4mn in 2017-18 (Sept-Aug) compared to OMR 3.1mn in 2016-17. MAJAN profits went down by 6% while that of OETI went up by 29%. On the revenue side, sector revenue went up to OMR 22.0mn in 2017-18 compared to OMR 21.88mn in 2016-17. Net margins of the sector improved from 14.3% in 2016-17 to 15.5% in 2017-18.

**Oman Sub Educational Sector in MSM (OMR mn)**



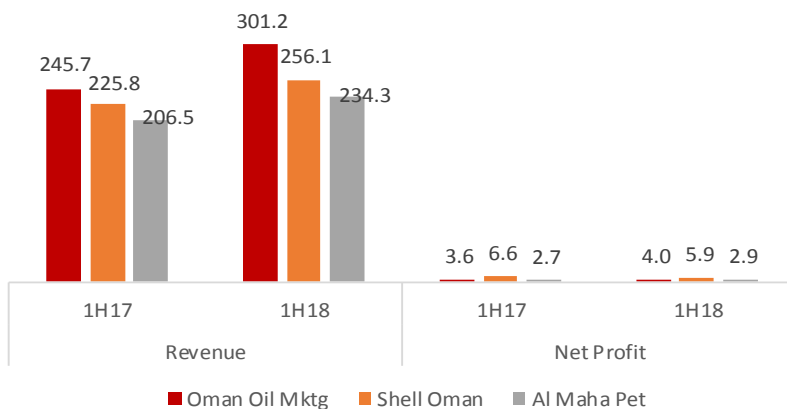
Source: MSM

Last week, almost all oil-marketing companies announced their views on the challenges being faced by the oil marketing companies. Many of them were of the view that due to reduced margins offered on motor fuels supplied from the new fuel logistics terminal at Al Jifnain there is a significant dent in the profitability of all three marketing companies. In their quarterly reports presented to the Capital Market Authority (CMA), all three fuel-marketing companies i.e. Oman Oil Marketing, Shell Oman, and Al Maha have warned that the new price structure has begun to eat into their profitability.

However, Undersecretary of the Ministry of Oil and Gas said to WAF that the decline in the revenues of these companies is not due to changes in pricing structure, but rather because of decrease in fuel sales in general and that the government will not lease the facilities owned by these companies at Mina Al Fahal Refinery as it used to.

As of 1H18, the sector revenue went up by 17% YoY to OMR 791.5mn compared to OMR 678mn in 1H17, majority because of higher oil prices. However, their net income dropped by a percent to 12.8mn in 1H18 compared to OMR 12.9mn in 1H17. Net margins reduced to 1.6% compared to 1.9% during 1H17.

**Oman Oil Marketing Sector (OMR mn)**



Source: MSM

In the weekly technical analysis, The Muscat market index reversed its trend during the previous week affected by selling pressure for blue ships company. Currently the MSM index crossed down the 10-day moving average. The nearest level is to support the index at 4,450 points. While the weekly RSI and RSI reverse their positive levels.

The last week witnessed the start of operation of the third integrated airport in the Sultanate with all its operational facilities, namely Duqm Airport, after the completion of all the construction packages of the airport, which cost around OMR 90mn. The importance of this logistical addition lies in several elements, including supporting tourism, attracting direct investments, new airlines, providing jobs and increasing the contribution to support the "Tanfeedh" program by supporting non-oil projects and putting the Duqm region on the regional and international map. The new airport will also increase the contribution of the logistics and tourism sector in the GDP and by facilitating the expected increase in the investments to USD 20bn in the free zone. The successful launch of the new Muscat airport and the strong growth in passenger numbers during the period following (13.4% for the period April-July of this year compared to the same period of the previous year) indicate the high probability of recording high growth rates in the Duqm area. It is worth stating that Duqm Airport is among many projects Duqm Economic Zone Authority including 1) Port of Duqm, 2) Ship Repair Yard & Dry Dock, 3) Fishery Harbor, 4) Hotels & Resorts, 5) Natural Gas Supply, 6) New Duqm Town, 7) Duqm Transport System, 8) Refinery and Petrochemical Complex Power & Water Generation and Distribution and 9) Renaissance Village Duqm.

Other macroeconomic events, news and meetings, happened in the last week include:

- A specialized committee to accelerate projects within the outputs of the mining laboratories in the Sultanate
- The number of aquaculture projects by the end of 2023 is expected to reach OMR 1.3bn.
- National Cargo Strategy aims at 730,000 tons of cargo handling per year by 2030 compared with 210,000 tons currently.

Tadawul topped the gainers of the week amongst regional indices with weekly gain of 2.28% while Qatar Exchange was the worst at -2.55%.

Our analysis of Bloomberg's international bond data indicates that 145 bonds have been issued by corporations within the GCC so far in 2018, as compared to 104 for the entire year 2017. UAE's corporates take the lion's share of the GCC International bond issuances in 2018, maintaining its lead position from 2017. Oman's corporates increased market share of international bond issuances, primarily on account of Bank Muscat and NBO's EMTN issuances in 2018. Kuwait has so far seen fewer issuances and of lesser amount in 2018 as compared to overall 2017. Bahrain and Saudi Arabia's corporates have not tapped international bond market so far in 2018.

USD mn	2017		2018**	
	No. of Bonds*	Total Amount Issued	No. of Bonds*	Total Amount Issued
UAE	92	11,579	136	10,618
Oman	3	621	4	1,325
Kuwait	5	946	4	332
Qatar	1	200	1	150
Bahrain	2	1,500	0	0
Saudi	1	3,000	0	0
<b>Total</b>	<b>104</b>	<b>17,846</b>	<b>145</b>	<b>12,424</b>

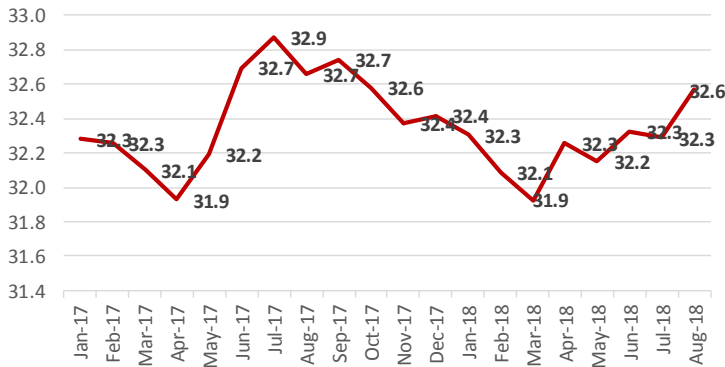
\*Includes outstanding International bonds issued in all currencies and those which are incorporated in the countries. Bonds include all categories: Perpetuals, EMTNs, GMTNs, REGS, CDs, FXCDs, etc

\*\*2018 figures include bonds issued as of 19th Sept, 2018

The UAE central bank has cut its forecast for economic 2018 after non-oil growth slowed slightly in the second quarter, according to a report released by the bank last week. The central bank now expects the UAE's inflation-adjusted gross domestic product to expand 2.3% in 2018, instead of the 2.7%, which it had projected in its last report three months ago. The central bank now expects the non-oil economy to grow 3.6% in 2018 while oil GDP to shrink by 0.5%. Apart from oil, slump in real estate markets is also weighing in on the GDP. In the second quarter, Dubai property prices fell 5.8% from a year earlier and 1.7% Q-o-Q. Abu Dhabi prices slipped 6.9 percent year-on-year.

Globally, According to latest OPEC monthly report, preliminary data indicates that global oil supply increased in August by 0.49 mb/d m-o-m to average 98.88 mb/d. Non-OPEC supply in August, including OPEC NGLs, rose by 0.21 mb/d to average 66.31 mb/d, higher by 2.89 mb/d y-o-y. Total OPEC crude oil production averaged 32.56 mb/d in August, an increase of 278 tb/d over the previous month. Crude oil output increased mostly in Libya, Iraq, Nigeria and Saudi Arabia, while production declined in I.R. Iran, Venezuela and Algeria. The share of OPEC crude oil in total global production increased by 0.1 pp to 32.9% in August compared with the previous month.

#### OPEC Member Production - mb/d



Source: OPEC

#### Recommendation:

Locally, we witnessed mild correction last week, which we believe was largely due to some share witnessing run-up in prices previously. We expect positive momentum next week based on announcement by some blue chip stocks along with investor preparation for the upcoming results.

Investors will be monitoring the upcoming initial nine month results especially cost control and margins performances. Despite seasonality factor that will impact some of the companies top earnings, we advise investors to take into account the stability of the business and ability to benefit from government moves especially towards economic diversification.

While, globally this week we will witness Fed meeting. The probability of rate hike this time is high. In case the rate hike materializes, we will see positive movements in banking scrips.

MSM Summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
U Capital Oman 20 Index	902.70	911.80	(9.10)	-1.00%	7.53%	-7.35%
U Capital GCC 50 Index	1,274.30	1,282.56	(8.26)	-0.64%	-5.75%	11.32%
U Capital MENA 200 Index	1,037.50	1,042.30	(4.80)	-0.46%	-4.91%	4.26%
MSM Shariah Index	620.96	624.90	(3.94)	-0.63%	0.75%	-12.99%
MSM 30	4,495.31	4,558.51	(63.20)	-1.39%	1.72%	-11.84%
Volume (In 000)	46,978.58	77,245.95	(30,267.37)	-39.18%		
Value traded (In OMR 000)	9,166.80	14,255.20	(5,088.41)	-35.70%		
No. of Trades	2,356				Volume of Bonds	292,242

Top Equity Gainers	Price	Chg	Chg
	OMR	OMR	%
UNITED FINANCE CO	0.100	0.008	8.70%
TAAGEER FINANCE	0.098	0.007	7.69%
NATL ALUMINIUM PRODUCTS	0.384	0.026	7.26%
AL BATINAH DEV & INV	0.090	0.005	5.88%
SHARQIYAH DESALINATION CO SA	2.750	0.150	5.77%

Top Equity Losers	Price	Chg	Chg
	OMR	OMR	%
RAYSUT CEMENT CO	0.454	-0.026	-5.42%
AL MADINA INVESTMENT CO	0.042	-0.002	-4.55%
AL ANWAR HOLDINGS SAOG	0.118	-0.005	-4.07%
OMAN TELECOMMUNICATIONS CO	0.852	-0.036	-4.05%
OMAN QATAR INSURANCE CO	0.111	-0.004	-3.48%

Top Co. -Value	Price	Value	Mkt Share
Companies	OMR	in OMR 000	
BANKMUSCAT SAOG	0.394	2,545.2	27.8%
GALFAR ENGINEERING&CONTRACT	0.104	1,274.1	13.9%
OOREDOO	0.532	637.6	7.0%
GULF INVESTMENTS SERVICES	0.095	492.6	5.4%
OMAN TELECOMMUNICATIONS CO	0.852	401.8	4.4%

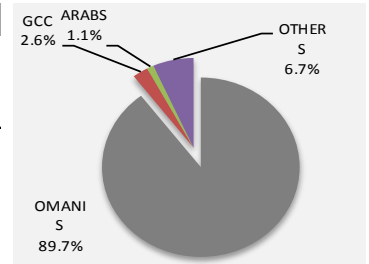
Top Co. -Volume	Price	Volume	Mkt Share
Companies	OMR	in 000	
GALFAR ENGINEERING&CONTRACT	0.104	11,886.0	25.3%
BANKMUSCAT SAOG	0.394	6,460.5	13.8%
GULF INVESTMENTS SERVICES	0.095	5,156.9	11.0%
AL SHARQIYA INVEST HOLDING	0.103	2,131.0	4.5%
HSBC BANK OMAN	0.120	1,787.5	3.8%

Market Capitalization	
(In Billion)	
USD	OMR
10.48	4.06

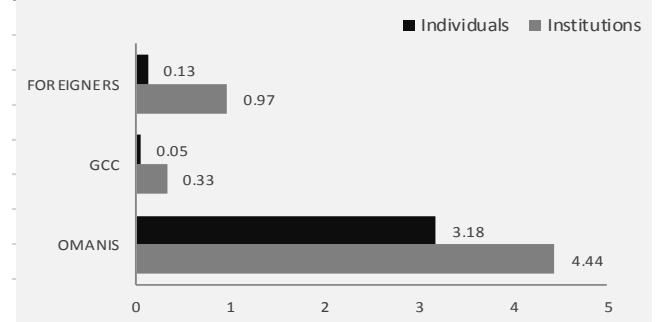
No. of Companies	Equal	Down	Up
	21	28	16

### Nationality Trading - Buy

Value	(OMR 000)
OMANIS	8,218.5
GCC	235.9
ARABS	101.2
OTHERS	611.1

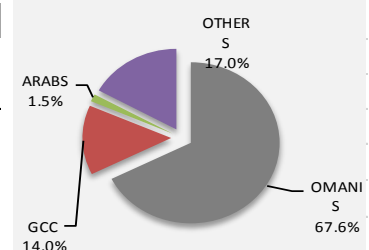


### Buy Side (In OMR mn)

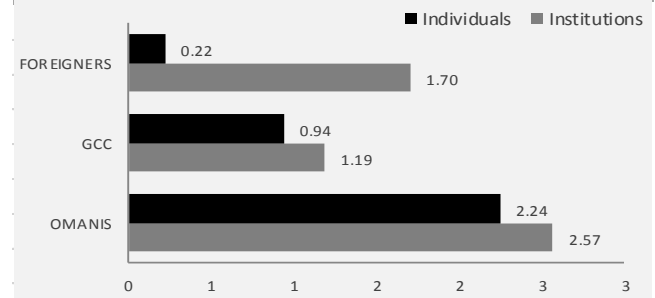


### Nationality Trading - Sell

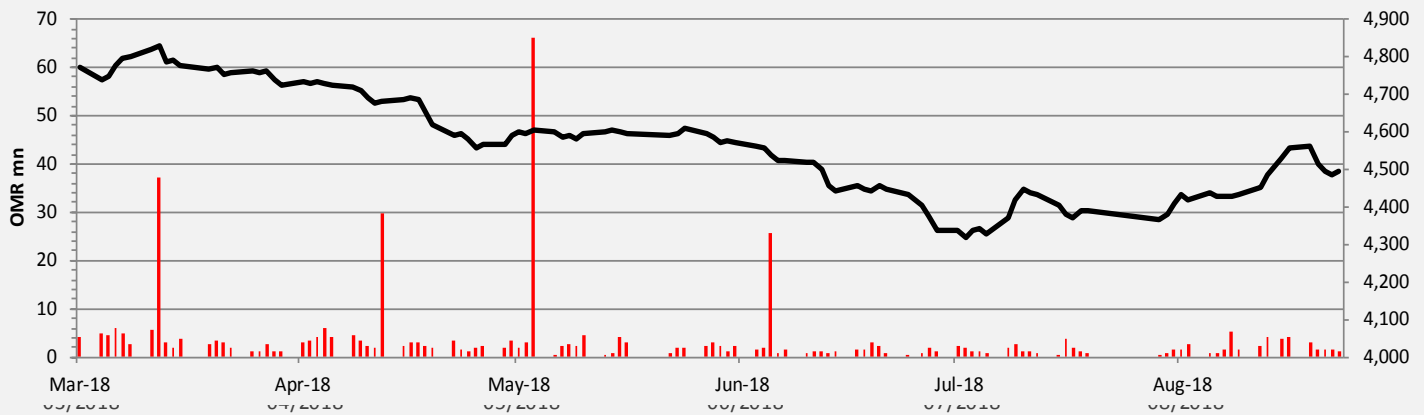
Value	(OMR 000)
OMANIS	6,197.1
GCC	1,278.9
ARABS	136.4
OTHERS	1,554.5



### 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	6,919.19	7,010.45	(91)	-1.30%	27	0.4%	(555)	-7.4%
Industry Sector	INDSI	5,623.81	5,637.19	(13)	-0.24%	171	3.1%	(1210)	-17.7%
Services Sector	SINSI	2,471.47	2,469.73	2	0.07%	96	4.0%	(172)	-6.5%

Source: MSM, Bloomberg

Main Indicators - Sectors	Beta	52-Week		Div. Yield %	P/B (x)
		High	Low		
MSM 30		5,235.13	4,316.12	6.1%	0.81
Financial Sector	0.37	7,616.88	6,688.17	6.4%	0.44
Industry Sector	0.29	7,104.41	5,452.66	6.1%	0.85
Services Sector	0.35	2,924.11	2,366.49	6.4%	1.13

Source: Bloomberg








### Oman Government Bonds

Govt Development Bond Issue	Maturity Date	Issue Value OMR mn	Coupon	Listing Date
42	5/13/2020	80	4.25%	5/20/2013
44	11/25/2018	100	3.00%	12/11/2013
45	12/15/2019	200	3.00%	12/24/2014
46	2/23/2025	200	4.50%	3/4/2015
47	8/9/2020	300	3.00%	8/11/2015
48	2/22/2021	100	3.50%	2/24/2016
49	4/25/2023	100	1.00%	5/4/2016
50	10/3/2022	100	5.00%	10/13/2016
51	12/27/2026	150	5.50%	1/1/2017
52	2/20/2024	150	5.00%	2/26/2017
53	5/15/2023	150	5.25%	5/21/2017
54	9/20/2027	150	5.75%	9/25/2017
55	12/19/2024	150	5.25%	12/24/2017
56	1/3/2028	150	6.00%	25/03/2018

### International Bonds

		Issue Value USD mn		
Oman Govt - 5Yr	17/1/2023	1,250	4.13%	17/1/2018
Oman Govt - 10Yr	17/1/2028	2,500	5.63%	17/1/2018
Oman Govt - 30Yr	17/1/2048	2,750	6.75%	17/1/2018

Source: MSM, Bloomberg

GCC Market Indices		Current Close	Previous Close	Change	W/W	MTD	YTD	P/E	P/B
		Index	Index		%	%	%		
	Muscat Securities Market	4,495.31	4,558.51	-63.20	-1.39%	1.72%	-11.84%	11.06	0.81
	Saudi Stock Exchange	7,763.37	7,590.65	172.72	2.28%	-2.33%	7.43%	17.08	1.74
	Kuwait Stock Exchange *	5,147.66	5,139.56	8.10	0.16%	0.30%	NA	15.12	1.30
	Qatar Exchange	9,766.33	10,021.96	-255.63	-2.55%	-1.21%	14.58%	14.50	1.47
	Bahrain Bourse	1,340.06	1,345.04	-4.98	-0.37%	0.15%	0.63%	9.05	0.85
	Dubai Financial Market	2,764.38	2,809.87	-45.49	-1.62%	-2.67%	-17.97%	7.36	1.03
	Abu Dhabi Sec. Exchange	4,883.42	4,934.44	-51.02	-1.03%	-2.07%	11.03%	12.89	1.45

Source: Bloomberg, U Capital

\* Kuwait YTD data is not available as the Index was reconstituted in April '18

World Markets	Country	Value	Change	WTD	YTD
<b>Europe</b>					
UK	FTSE 100	7,349.01	45.0	0.6%	-4.4%
Germany	DAX	12,268.59	144.3	1.2%	-5.0%
France	CAC 40	5,428.34	75.8	1.4%	2.2%
<b>US</b>					
USA	DJIA	26,405.76	251.1	1.0%	6.8%
USA	S&P 500	2,907.95	3.0	0.1%	8.8%
USA	NASDAQ	7,950.04	-60.0	-0.7%	15.2%
<b>Asia Pacific</b>					
Japan	NIKKEI 225	23,674.93	580.3	2.5%	4.0%
Hongkong	HANG SENG	27,477.67	191.3	0.7%	-8.2%
<b>Arab</b>					
Tunis	Tunis Se Index	7,898.94	-49.5	-0.6%	25.7%
EGYPT	The Egyptian Exchange	14,369.28	-939.3	-6.1%	-4.3%
Jordan	Amman Stock Exchange	1,995.15	2.8	0.1%	-6.2%
Palestine	Palestine Sec. Exchange	537.22	-5.1	-0.9%	-6.5%
Lebanon	Blom Stock Index	976.03	-3.0	-0.3%	-15.0%
<b>MSCI</b>					
	Bahrain	78.45	0.6	0.8%	2.6%
	Kuwait	568.97	-4.0	-0.7%	12.3%
MSCI	Oman	506.02	-11.8	-2.3%	-10.8%
	Qatar	803.42	-19.4	-2.4%	14.2%
	UAE	351.66	-4.8	-1.4%	-8.2%
	GCC Countries	463.80	-7.3	-1.6%	4.4%

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)	79.48	1.4	1.8%
WTI Crude (per bbl)	71.55	2.6	3.7%
Oman Crude Oil	78.27	1.8	2.3%
Gold 100 OZ (per oz)	1,203.35	8.5	0.7%
Silver (per oz)	14.24	0.2	1.3%
Platinum (per oz)	824.20	30.2	3.8%
Copper, MT	6,121.00	148.0	2.5%
Aluminium, MT	2,026.00	-17.0	-0.8%
Lead, MT	2,024.50	-13.5	-0.7%
Zinc, MT	2,434.00	100.0	4.3%
Nickel, MT	12,510.00	-145.0	-1.1%

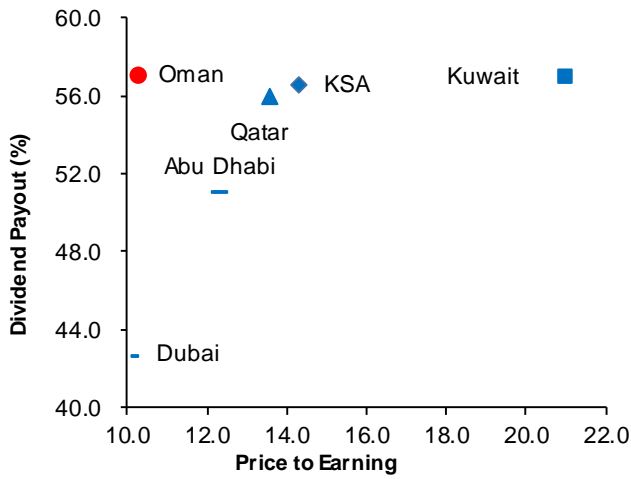
Source: Bloomberg (Sat and Sun market is closed)

Cross Rates of Major World Currencies			
Currency	Code	USD/1 Unit	Units/1 USD
EURO	EUR	1.171	0.854
British Pound	GBP	1.323	0.756
Japanese Yen	JPY	0.009	112.240
Chinese Renminbi	CNH	0.146	6.845
Indian Rupee	INR	0.014	72.379
Russian Ruble	RUB	0.015	66.352
Canadian Dollar	CAD	0.775	1.290
Australian Dollar	AUD	0.727	1.375

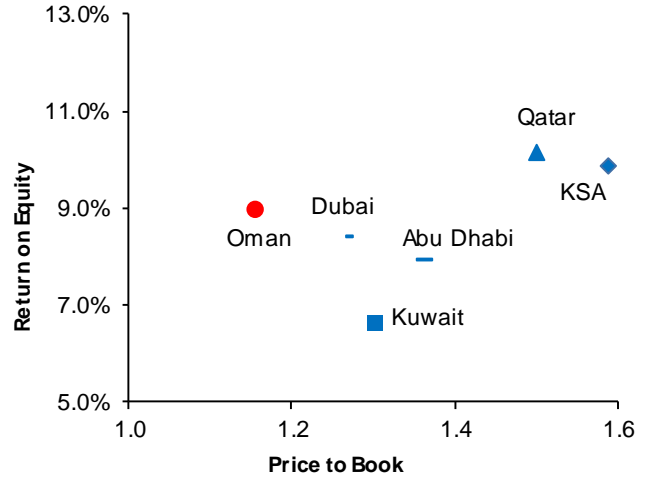
Source: Bloomberg

GCC Positioning

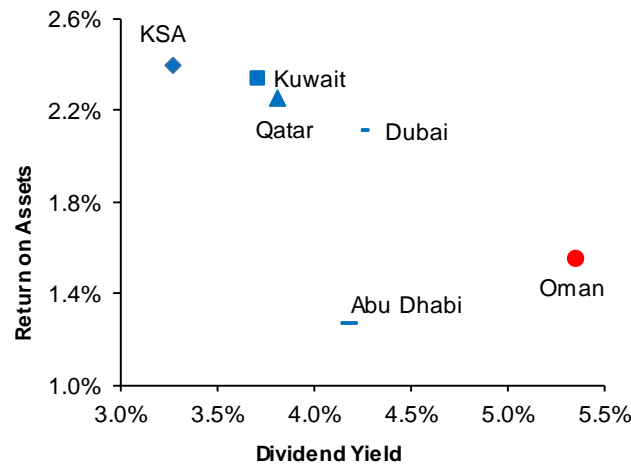
PE & Dividend Payout



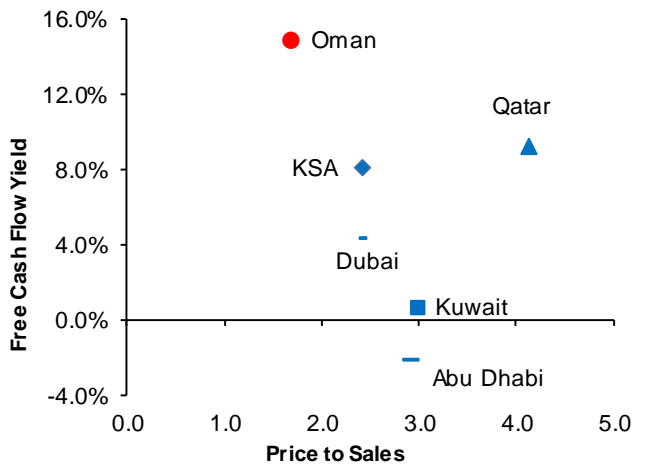
ROE & P/BV



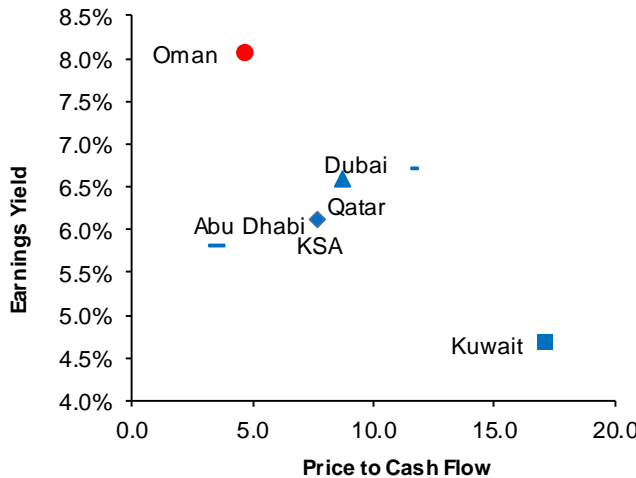
ROA & Dividend Yield



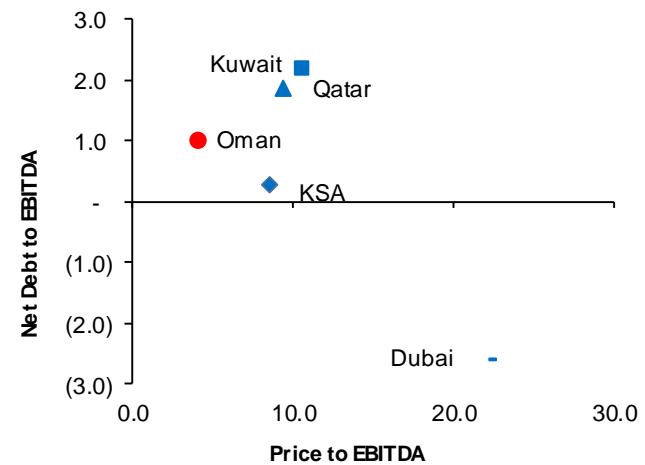
Price to Sales & Free Cash Flow Yield



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	1,161	0.394	0.410	0.354	1.0%	-1.5%	5.0%	1,087	6.3	0.7	7.3%
BANK DHOFAR SAOG	395	0.162	0.211	0.160	0.0%	-1.8%	-21.2%	146	9.8	0.8	6.9%
BANK SOHAR	252	0.127	0.154	0.121	0.0%	-2.3%	-8.1%	-	9.3	0.9	3.6%
NATIONAL BANK OF OMAN SAOG	294	0.181	0.211	0.168	0.0%	0.0%	-5.0%	-	8.6	0.7	7.9%
HSBC BANK OMAN	240	0.120	0.128	0.100	0.0%	-0.8%	-6.3%	7	8.7	0.7	4.8%
AHLI BANK	233	0.156	0.167	0.148	0.6%	-0.6%	-5.3%	104	10.6	1.0	6.1%
BANK NIZWA	129	0.086	0.093	0.083	0.0%	0.0%	-4.4%	120	21.6	1.0	-
AL IZZ ISLAMIC BANK	85	0.085	0.090	0.062	0.0%	-1.2%	28.8%	0	1,574.1	1.1	-
<b>Banking Sub Sector</b>	<b>2,790</b>							<b>Avg:</b>	<b>206.1</b>	<b>0.9</b>	<b>6.1%</b>
OMAN UNITED INSURANCE CO	31	0.308	0.380	0.308	0.0%	0.0%	-18.9%	-	10.5	1.1	9.7%
MUSCAT INSURANCE CO SAOG	8	0.800	0.815	0.760	0.0%	0.0%	-1.9%	-	5.5	0.5	6.0%
DHOFAR INSURANCE	15	0.143	0.178	0.065	0.0%	0.0%	-22.9%	-	-	0.7	-
AL MADINA TAKAFUL CO SAOC	16	0.094	0.115	0.088	-1.1%	-3.1%	-5.1%	650	47.0	0.7	4.3%
Vision Insurance	15	0.148	0.159	0.135	0.0%	-1.3%	0.0%	-	-	1.1	9.5%
Al Ahlia Insurance Co	36	0.360	0.370	0.302	0.0%	-1.1%	9.1%	-	-	-	10.6%
OMAN QATAR INSURANCE COMPA	11	0.111	0.164	0.110	0.0%	-3.5%	-25.0%	-	4.6	0.7	7.2%
NATIONAL LIFE & GENERAL INSU	90	0.338	0.342	0.310	0.0%	0.0%	9.0%	-	10.6	1.8	4.7%
<b>Insurance Sub Sector</b>	<b>222</b>							<b>Avg:</b>	<b>15.6</b>	<b>0.9</b>	<b>7.4%</b>
NATIONAL FINANCE CO	66	0.131	0.137	0.120	0.0%	0.0%	-4.1%	-	4.6	0.7	-
MUSCAT FINANCE	27	0.090	0.114	0.083	0.0%	-1.1%	-14.1%	48	4.3	0.7	8.5%
UNITED FINANCE CO	35	0.100	0.154	0.082	5.3%	8.7%	-31.0%	5	165.3	0.8	3.5%
AL-OMANIYA FINANCIAL SERVICE	79	0.276	0.260	0.250	0.0%	0.0%	0.0%	-	12.1	1.2	6.2%
TAAGEER FINANCE	25	0.098	0.129	0.090	0.0%	7.7%	-17.6%	3	4.0	0.6	10.2%
<b>Financial Leasing Sub Sector</b>	<b>232</b>							<b>Avg:</b>	<b>60.4</b>	<b>0.9</b>	<b>6.6%</b>
FINANCIAL SERVICES CO.	11	0.175	0.175	0.100	0.0%	0.0%	21.5%	-	-	2.7	-
GLOBAL FIN INVESTMENT	18	0.088	0.140	0.088	0.0%	0.0%	-43.9%	-	73.9	0.5	-
OMINVEST	263	0.342	0.435	0.336	1.8%	-1.2%	-19.3%	641	9.5	1.6	4.0%
NATIONAL SECURITIES 60%											-
GULF INVESTMENTS SERVICES	15	0.095	0.115	0.070	-1.0%	0.0%	23.4%	585	19.0	0.8	-
FINANCIAL CORP/THE	7	0.098	0.099	0.098	0.0%	0.0%	0.0%	2	-	0.9	-
DHOFAR INTL DEVELOPMENT	69	0.280	0.324	0.280	0.0%	0.0%	-11.9%	-	-	0.8	5.4%
AL BATINAH DEV & INV	3	0.090	0.105	0.080	3.4%	5.9%	7.1%	20	8.9	0.8	-
AL ANWAR HOLDINGS SAOG	24	0.118	0.170	0.103	0.9%	-4.1%	-18.6%	167	6.7	0.7	10.6%
OMAN & EMIRATES INV(OM)50%	15	0.127	0.134	0.074	1.6%	-2.3%	54.9%	53	23.6	0.7	-
AL MADINA INVESTMENT CO	9	0.042	0.077	0.042	0.0%	-4.5%	-38.0%	160	-	0.3	-
AL SHARQIYA INVEST HOLDING	9	0.103	0.136	0.094	0.0%	1.0%	-6.4%	-	17.4	0.7	4.9%
<b>Investment &amp; Brokerage Sub Sect</b>	<b>443</b>							<b>Avg:</b>	<b>15.9</b>	<b>0.6</b>	<b>7.7%</b>
<b>Total Financial Sector</b>	<b>3,687</b>								<b>74.5</b>	<b>0.8</b>	<b>7.0%</b>

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	3.750	3.750	3.740	0.0%	0.0%	0.0%	-	3.3	0.7	-
SWEETS OF OMAN	4	0.550	1.210	0.550	0.0%	0.0%	-59.0%	-	-	0.9	3.6%
OMAN REFRESHMENT CO	87	1.745	2.050	1.720	0.0%	0.0%	-14.9%	-	8.0	1.7	4.3%
NATIONAL MINERAL WATER	3	0.100	0.101	0.050	0.0%	0.0%	100.0%	-	0.8	1.0	-
AREEJ VEGETABLE OILS											
OMAN FOODS INTERNATIONAL											
OMAN FLOUR MILLS	117	0.740	0.936	0.672	0.0%	0.0%	-20.9%	-	9.1	1.4	6.8%
SALALAH MILLS CO	37	0.772	1.300	0.772	0.0%	0.0%	-42.0%	-	11.8	1.3	6.5%
OMAN EUROPE FOODS INDUSTRIE	2	1.000	1.000	1.000	0.0%	0.0%	0.0%	-	-	250.0	-
DHOFAR CATTLEFEED	14	0.174	0.179	0.169	0.0%	0.0%	-8.4%	-	-	0.4	-
OMAN AGRICULTURAL DEV											
OMAN FISHERIES CO	11	0.085	0.160	0.081	-1.2%	-2.3%	-42.2%	35	-	0.7	-
DHOFAR FISHERIES & FOOD INDU	3	1.280	1.280	1.280	0.0%	0.0%	0.0%	-	-	-	-
SOHAR POULTRY	1	0.206	0.206	0.206	0.0%	0.0%	0.0%	-	-	0.2	97.1%
DHOFAR POULTRY	7	0.180			0.0%	0.0%	0.0%	-	68.9	2.0	-
A'SAFFA FOODS SAOG	73	0.612	0.612	0.540	0.0%	0.0%	6.3%	-	15.0	1.8	3.3%
GULF MUSHROOM COMPANY	12	0.306	0.306	0.302	0.0%	0.0%	0.0%	-	31.4	1.8	-
<b>Food &amp; Beverage Industry Sub Se</b>	<b>374</b>							<b>Avg:</b>	<b>18.5</b>	<b>20.3</b>	<b>20.3%</b>
OMAN CEMENT CO	120	0.364	0.426	0.350	0.0%	-1.6%	-11.2%	4	12.9	0.8	8.2%
RAYSUT CEMENT CO	91	0.454	0.924	0.378	-1.3%	-5.4%	-41.8%	33	49.3	0.6	6.4%
<b>Cement Sub Sector</b>	<b>211</b>							<b>Avg:</b>	<b>31.1</b>	<b>0.7</b>	<b>7.3%</b>
AL-HASSAN ENGINEERING CO	2	0.032	0.050	0.024	0.0%	0.0%	-20.0%	-	-	-	-
GALFAR ENGINEERING&CONTRACT	80	0.104	0.119	0.069	-1.9%	-1.0%	38.7%	308	-	0.8	-
<b>Engineering &amp; Construction Sub S</b>	<b>82</b>							<b>Avg:</b>	<b>-</b>	<b>0.8</b>	<b>-</b>
OMAN TEXTILE HOLDING CO SAOC											
MUSCAT THREAD MILLS CO	1	0.079	0.090	0.075	0.0%	0.0%	-0.1%	-	6.9	0.7	6.0%
<b>Textiles Sub Sector</b>	<b>1</b>							<b>Avg:</b>	<b>6.9</b>	<b>0.7</b>	<b>6.0%</b>
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%	-	18.7	2.7	4.4%
AL-FAJAR AL-ALAMIA CO	37	0.748			0.0%	0.0%	0.0%	-	26.2	1.4	-
<b>Mining Sub Sector</b>	<b>52</b>							<b>Avg:</b>	<b>22.4</b>	<b>1.7</b>	<b>4.4%</b>
CONSTRUCTION MATERIALS IND	2	0.029	0.034	0.022	0.0%	0.0%	16.0%	-	-	0.4	-
NATL ALUMINIUM PRODUCTS	13	0.384	0.384	0.151	0.5%	7.3%	129.9%	150	21.6	1.5	-
ABRASIVES MANUFACTURING CO S	0	0.050	0.050	0.050	0.0%	0.0%	0.0%	-	-	-	-
AL-ANWAR CERAMIC TILES CO	28	0.093	0.142	0.084	-1.1%	0.0%	-24.4%	11	23.5	0.7	6.5%
AL JAZEERA STEEL PRODUCTS CO	35	0.282	0.346	0.240	0.0%	0.0%	0.7%	-	6.7	0.8	8.6%
OMAN CERAMIC COMPANY	1	0.418	0.420	0.418	0.0%	0.0%	0.0%	-	-	0.8	-
AL MAHA CERAMICS CO SAOC	12	0.212	0.310	0.186	0.0%	0.0%	-27.4%	4	5.5	1.3	13.2%
<b>Construction Materials Support S</b>	<b>91</b>							<b>Avg:</b>	<b>14.3</b>	<b>0.9</b>	<b>9.4%</b>
TAGHLEEF INDUSTRIES SAOC	-										
OMAN PACKAGING	9	0.280	0.280	0.276	0.0%	0.0%	0.0%	-	8.6	1.4	7.1%
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%	-	39.0	1.1	2.7%
AL AHLIA CONVERTING INDUS											
MAJAN GLASS COMPANY	8	0.180	0.180	0.162	0.0%	0.0%	0.0%	-	-	1.2	-
<b>Paper, Glass &amp; Packaging</b>	<b>26</b>							<b>Avg:</b>	<b>23.8</b>	<b>1.3</b>	<b>4.9%</b>
GULF INTERNATIONAL CHEMICALS	4	0.199	0.256	0.170	0.0%	2.6%	-18.1%	2	13.1	1.5	7.3%
OMAN CHLORINE	22	0.316	0.444	0.300	0.0%	-1.2%	-28.2%	0	20.4	0.9	4.7%
NATIONAL DETERGENT CO SAOG	12	0.700	0.700	0.620	0.0%	0.0%	7.4%	-	10.8	0.9	6.4%
<b>Chemicals</b>	<b>38</b>							<b>Avg:</b>	<b>14.8</b>	<b>1.1</b>	<b>6.2%</b>
NATIONAL PHARMACEUTICAL	12	0.120	0.120	0.106	0.0%	0.0%	9.1%	-	4.6	0.9	4.2%
<b>Pharmaceuticals</b>	<b>12</b>							<b>Avg:</b>	<b>4.6</b>	<b>0.9</b>	<b>4.2%</b>
VOLTAMP ENERGY SAOG	24	0.290	0.513	0.225	-2.0%	-1.4%	-40.9%	10	10.3	1.1	4.5%
OMAN CABLES INDUSTRY	90	1.000	1.495	0.880	0.0%	2.9%	-11.9%	-	17.5	0.9	4.5%
OMAN FILTERS INDUSTRY											
<b>Electical &amp; Mechanical</b>	<b>113</b>							<b>Avg:</b>	<b>13.9</b>	<b>1.0</b>	<b>4.5%</b>
<b>Total Industrial Sector</b>	<b>1,000</b>								<b>16.7</b>	<b>2.9</b>	<b>7.5%</b>

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	639	0.852	1.410	0.660	0.0%	-4.1%	-29.3%	0	8.7	1.2	8.2%
OOREDOO	346	0.532	0.554	0.448	0.0%	0.8%	1.1%	11	10.0	1.5	7.9%
<b>Telecommunication Sub Sector</b>	<b>985</b>							<b>Avg:</b>	<b>9.3</b>	<b>1.4</b>	<b>8.1%</b>
GULF HOTELS (OMAN) CO LTD	33	9.495	10.490	9.495	0.0%	0.0%	-9.5%	-	22.3	1.2	3.2%
UBAR HOTELS & RESORTS	6	0.129	0.129	0.129	0.0%	0.0%	0.0%	-	42.2	0.7	3.1%
AL BATINAH HOTELS	4	1.125			0.0%	0.0%	0.0%	-	-	1.2	-
HOTELS MANAGEMENT CO INTERN	4	1.250	1.250	1.250	0.0%	0.0%	0.0%	-	1.3	0.3	80.0%
SAHARA HOSPITALITY	15	2.380			0.0%	0.0%	0.0%	-	6.3	0.7	6.0%
DHOFAR TOURISM	14	0.490	0.490	0.490	0.0%	0.0%	0.0%	-	-	0.3	-
SALALAH BEACH RESORT SAOG	9	1.380	1.380	1.380	0.0%	0.0%	0.0%	-	-	1.0	-
<b>Tourism &amp; Hospitality Sub Sector</b>	<b>84</b>							<b>Avg:</b>	<b>18.0</b>	<b>0.8</b>	<b>23.1%</b>
SALALAH PORT SERVICES	108	0.600	0.656	0.540	0.0%	0.0%	-0.7%	-	18.8	2.0	2.5%
<b>Logistics Sub Sector</b>	<b>108</b>							<b>Avg:</b>	<b>18.8</b>	<b>2.0</b>	<b>2.5%</b>
SHELL OMAN MARKETING	146	1.485	1.865	1.340	0.0%	0.0%	-16.6%	-	12.1	3.4	5.7%
OMAN OIL MARKETING COMPANY	68	1.100	1.645	1.100	0.0%	0.0%	-24.1%	-	7.7	1.0	5.5%
AL MAHA PETROLEUM PRODUCTS	60	0.868	1.260	0.716	0.9%	1.4%	-13.2%	100	11.5	1.2	7.5%
NATIONAL GAS CO	24	0.342	0.382	0.206	0.0%	3.0%	40.0%	-	11.5	1.2	1.3%
MUSCAT GASES COMPANY SAOG	8	0.283	0.612	0.240	0.0%	-1.4%	-49.3%	-	5.9	1.2	25.9%
<b>Oil &amp; Gas Marketing Sub Sector</b>	<b>307</b>							<b>Avg:</b>	<b>9.7</b>	<b>1.6</b>	<b>9.2%</b>
MAJAN COLLEGE	13	0.446	0.470	0.438	0.0%	0.0%	1.8%	-	7.7	1.3	6.7%
OMAN EDUCATION & TRAINING IN	14	0.205	0.205	0.142	0.0%	0.0%	34.9%	-	8.4	0.8	6.1%
<b>Education &amp; Training Sub Sector</b>	<b>28</b>							<b>Avg:</b>	<b>8.0</b>	<b>1.0</b>	<b>6.4%</b>
AL KAMIL POWER CO	37	0.380	0.386	0.312	0.0%	0.0%	21.8%	-	16.4	1.2	3.9%
SOHAR POWER CO	25	0.114	0.159	0.110	0.0%	0.0%	-24.0%	-	5.2	0.9	-
UNITED POWER/ENERGY CO- PREF	4	1.000	1.000	1.000	0.0%	0.0%	0.0%	-	-	-	162.5%
ACWA POWER BARKA SAOG	125	0.780	0.780	0.744	0.0%	0.0%	2.1%	-	18.2	2.1	2.8%
PHOENIX POWER CO SAOC	173	0.118	0.145	0.112	0.9%	0.9%	-14.5%	33	14.0	1.0	4.3%
OMAN NATIONAL ENGINEERING AI	19	0.169	0.198	0.136	0.0%	2.4%	-7.1%	-	12.2	0.8	5.5%
SMN POWER HOLDING SAOG	119	0.598	0.672	0.598	0.0%	0.0%	-9.4%	-	13.7	4.2	6.0%
SEMBCORP SALALAH POWER & W/	205	0.215	0.240	0.212	0.0%	0.0%	-6.5%	-	16.1	2.0	4.8%
SHARQIYAH DESALINATION CO SA	27	2.750	3.565	2.500	0.0%	5.8%	-30.6%	-	64.2	1.7	-
AL SUWADI POWER	86	0.121	0.148	0.112	0.0%	1.7%	-14.8%	5	10.7	1.0	14.2%
AL BATINAH POWER	82	0.121	0.148	0.112	-0.8%	3.4%	-12.9%	5	10.0	1.0	6.0%
MUSCAT CITY DESALINATION CO	21	0.137	0.166	0.130	0.0%	2.2%	-	20	-	1.2	6.8%
<b>Energy Sub Sector</b>	<b>901</b>							<b>Avg:</b>	<b>18.1</b>	<b>1.6</b>	<b>23.3%</b>
RENAISSANCE SERVICES SAOG	150	0.408	0.462	0.190	0.0%	-0.5%	37.4%	-	-	1.4	-
AL JAZEERA SERVICES	35	0.113	0.196	0.106	-0.9%	-3.4%	-19.3%	35	-	0.6	13.3%
OMAN INVESTMENT & FINANCE	20	0.100	0.168	0.093	0.0%	-2.0%	-27.0%	10	12.8	0.6	10.0%
<b>Diversified Commercial Services S</b>	<b>205</b>							<b>Avg:</b>	<b>12.8</b>	<b>0.9</b>	<b>11.6%</b>
<b>Total Service Sector</b>	<b>2,617</b>								<b>13.5</b>	<b>1.3</b>	<b>12.0%</b>
<b>Total Market</b>	<b>4,060</b>								<b>34.9</b>	<b>1.7</b>	<b>8.8%</b>

Source: Bloomberg

# Ubhar GCC Fund

NAV

As of: 16 -Sep-2018

OMR: 0.996



## Ubhar Capital SAOC (U Capital)

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