


**Market: Existence of foreign institutional investments and improved performance of the Industrial sector.**

Date: 13/09/2012

Week 37

MSM summary	Current Wk	Previous Wk	Change	W/W	MTD	YTD
				%	%	%
Al Arabi Oman 20 Index	1,013.77	1,001.42	12.35	1.23	3.18	(0.00)
Al Arabi GCC 50 Index	983.63	968.46	15.17	1.57	0.31	4.92
Al Arabi MENA 200 Index	932.29	922.19	10.10	1.10	0.57	4.04
MSM 30	5,589.47	5,561.23	28.24	0.51	2.00	(1.86)
Volume( In 000)	110,635	106,796	3,838.75	3.59		
Value traded (In RO 000)	28,958	23,654	5,304.30	22.42		
No. of Transactions	9,198				Volume of Bonds	1,897

**MSM Performance:**

Foreign institutional investors again made their presence felt in the market. That coupled with various news related to the infrastructure, construction and oil sectors, in addition to key international events, the MSM30 index, ended the week (September 9 - 13) gaining 0.51% on weekly basis to close at 5,589.47 points, despite of pressure on some key stocks.

Blue chip stocks especially the ones with solid fundamental factors were able to attract investor interest especially foreigners. The index was supported by companies like Omani Qatari Telecommunications Company (Nawras), Oman Cement, Renaissance Services and Galfar Engineering.

During last week, Al Arabi Oman 20 Index Increased by 1.23% to finish at 1013.77 points as turnover amounted to RO20.05mn. Al Arabi GCC 50 Index increased by 1.57% to close at 983.63 points. Also, "Al Arabi MENA200 Index" registered increased of 1.1% to close at 932.29 points.

In the analysis of sub-indices, the industry sector still offers the best performance achieving an YTD growth of 19.4%. The index ended the week gaining 1.92% on a weekly basis to close at level of 7,114.8 points getting support from several stocks such as Oman Cement Company, Galfar Engineering and Contracting, Al Anwar Ceramic Tiles and Al Hassan Engineering Company.

Al Hassan Engineering announced that it had been awarded by Petroleum Development Oman LLC (PDO) a contract of USD 106.3mn for engineering, procurement, construction and commissioning for Zauliyah Gas Plant, through its joint venture with Tecnicas Reunidas S.A (the share of Al Hassan Engineering in the JV is 70%). This news supported the noticeable movement of Al Hassan's shares which has continued over the past couple of weeks.

The share price soared by 10.2% on weekly basis to finish at RO 0.184 per share. It is worth noting that according to our data base, the total projects assigned to the company since the beginning of the year amount to RO 77.3mn

In further evidence of the activity witnessed by the construction companies, Galfar Engineering and Contracting continued to obtain tenders, the latest being the Mukhaizna Airfield upgrade for Occidental Mukhaizna LLC, with a contract value of RO 6.9mn, raising the total amount of tenders from the beginning of the third quarter to around RO 40mn.

Galfar which witnessed significant trading activity during the week was the top traded stock in terms of value, closed the week at its highest level in more than 4 months at RO 0.424 per share, gaining 11.6% on weekly basis.

With Oman transport infrastructure summit taking place during the previous week, the infrastructure sector was in focus, especially the roads segment.

It was announced that the investments for building various road projects in Oman, which is currently are valued at RO 1.5bn for the running projects, is expected to go up to around RO 3bn by the end of 2013.

Among these, the vital one is the Al Batinah Expressway project (length 365 km) where two of the project packages have already been awarded, with the first one commencing construction and the 3rd package is expected to be awarded soon. Also there is the key project of the dualisation project by Bidbid / Sur length of 250 km

**Oman Al Arabi Fund**

**Weekly NAV (RO) 0.904**

Top Gainers	Price	Chg	Chg
Companies	RO	RO	%
GALFAR ENGINEERING AND CON.	0.424	0.044	11.58
AL HASSAN ENGINEERING	0.184	0.017	10.18
DHOFAR POULTRY	2.446	0.222	9.98
RENAISSANCE SERVICES	0.531	0.028	5.57
AL JAZEERA SERVICES	0.308	0.014	4.76

Top Losers	Price	Chg	Chg
Companies	RO	RO	%
AL SHARQIA INVESTMENT HOLDING	0.105	(0.006)	(5.41)
AL BATINAH DEV. INV. HOLDING	0.057	(0.002)	(3.39)
OMINVEST	0.358	(0.012)	(3.24)
SHELL OMAN MARKETING	2.457	(0.080)	(3.15)
CONSTRUCTION MATERIALS IND.	0.062	(0.002)	(3.13)

Top Co. - Value	Price	Value	Mkt.Share
Companies	RO	in RO 000	
BANK MUSCAT	0.556	3,724.55	12.86%
GALFAR ENGINEERING AND CON.	0.424	3,654.75	12.62%
AL HASSAN ENGINEERING	0.184	2,810.74	9.71%
RENAISSANCE SERVICES	0.531	2,578.39	8.90%
AL JAZEERA STEEL PRODUCTS	0.296	2,105.16	7.27%

Top Co. - Volume	Price	Volume	Mkt.Share
Companies	RO	in 000	
AL HASSAN ENGINEERING	0.184	15,403.78	13.92%
GULF INVESTMENT SER.	0.091	9,579.44	8.66%
GALFAR ENGINEERING AND CON.	0.424	8,861.32	8.01%
AL JAZEERA STEEL PRODUCTS	0.296	7,015.48	6.34%
BANK MUSCAT	0.556	6,725.14	6.08%

**Market Capitalization**

(In Billion)

OMR	USD
7.12	18.37

**No. of Companies**
**Increased Decreased unchanged**

Increased	Decreased	unchanged
27	18	16



In view of this, infrastructure, construction and related companies especially local ones are expected to benefit from the government's commitment towards fiscal spending, the thing that already started.

Remain locally, the Tender Board, awarded RO 65mn worth of projects making total awarded tenders during this year around RO 1.1bn, i.e. 62% of the total awarded tenders in year 2011.

Back to sub-indices analysis, Services Index came second, up by 1.18% on a weekly basis to close at 2,701.29 points, supported by the shares of Renaissance Services and Oman Qatari Telecommunications Company (Nawras).

The financial index witnessed a weekly decline of 0.34% to close at 6,280.56 points pressurized by banking shares and some holding companies and investment.

Ominvest's shares witnessed selling pressures throughout the beginning of the week on the back of the announcement that the company has recorded a loss of RO 1.75mn on its investment in Digital Domain Media Group Inc. (listed in USA), after the sharp slide of the latter's shares recently.

It is worth noting that the company has stated that its income statement for the first half of this year included unrealized gains on the same investment. The company announced that the above disclosed loss has no material impact on its financial position. The stock ended the week losing 3.2% to close at RO 0.358 per share.

During the previous week the Capital Market Authority approved the "Al Ezz Islamic Bank" prospectus and identified 22nd of this month as the commencement date of subscription which will continue for a month and will be open to both Omani and non-Omani investors. The Bank will offer 400mn shares for public subscription at 102 Bz per share (100 Bz representing the par value with an addition of 2 Bz per share as expenses).

Also, Islamic banking in sultanate still awaiting the final legislation and the organized instructions as well as the amendments to the banking system. It is to be noted that these have been studied and discussed with the relevant authorities in the Shura Council and await to be approved by Royal Decree.

Analysis of investors trading activity shows that volumes and traded value increased (as we earlier expected) by 3.59% and 22.42% respectively to 110.6mn shares with value of RO 29.0mn on weekly basis. It is important to note that the average weekly turnover in the previous week stood at its highest in 3 months at RO 5.8mn

As we mentioned earlier, foreign institutions continued to be in the market with a notable net buying of RO 1.63mn absorbing the selling of local institutions and all GCC investors. It is worth noting that local individuals were also among net buyers which we encouraged earlier about benefiting the attractive opportunities in the market.

In a key international development, a German court cleared the way for Germany to participate in the European Stability Mechanism Fund (ESM). This news was welcomed by the global markets with market participants seeing this move as a measure to control against further downward spiral of the European crisis.

#### Main News:

- CBO issued certificates of deposit of RO 201mn
- PDO invests over \$350mn in Omani businesses
- Oil ministry awards Block 66 to MOL Hungarian firm

#### Recommendation:

We expect the continuity of the interest shown by institutions and investment funds in the Omani market in the coming days before the results season begin, bearing in mind the attractive ratios and healthy indicators enjoyed by local companies compared with their peers in different markets.

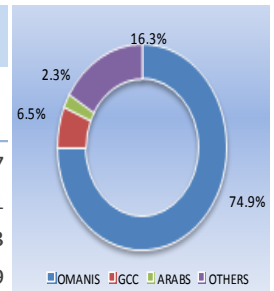
As we had predicted, building positions have already commenced especially in the companies that are related to the government tendering activities and which are benefited from any announcement in this regard.

We advise investors to watch closely and monitor the governments announcements especially which are related to tenders in addition to the government plans, programs and strategic view. Investors should analyze upcoming announcements with the assistance of their portfolio / investment managers with an overview of over than three months on the market thus to benefit from the market moves.

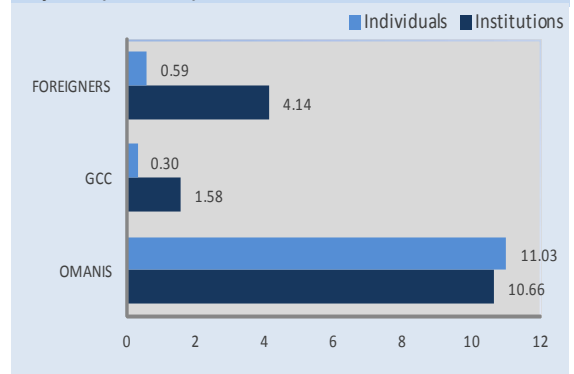
We still advice investors to start building positions now and avoid speculations especially on the companies that do not enjoy solid financial indicators.

#### Nationality Trading - Buy

	Value (RO 000)
OMANIS	21,693.7
GCC	1,875.1
ARABS	655.3
OTHERS	4,733.9

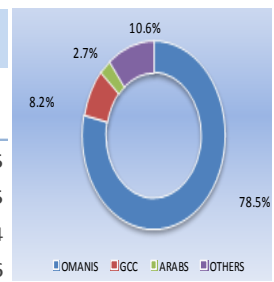


#### Buy Side (In RO mn)

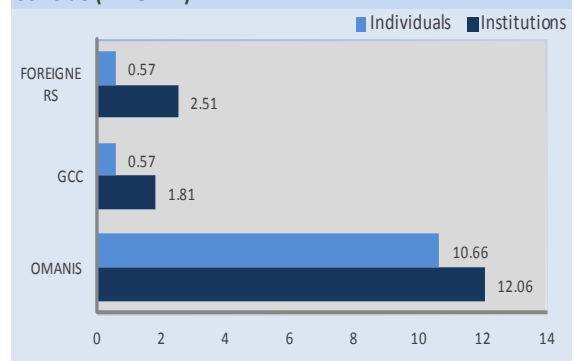


#### Nationality Trading - Sell

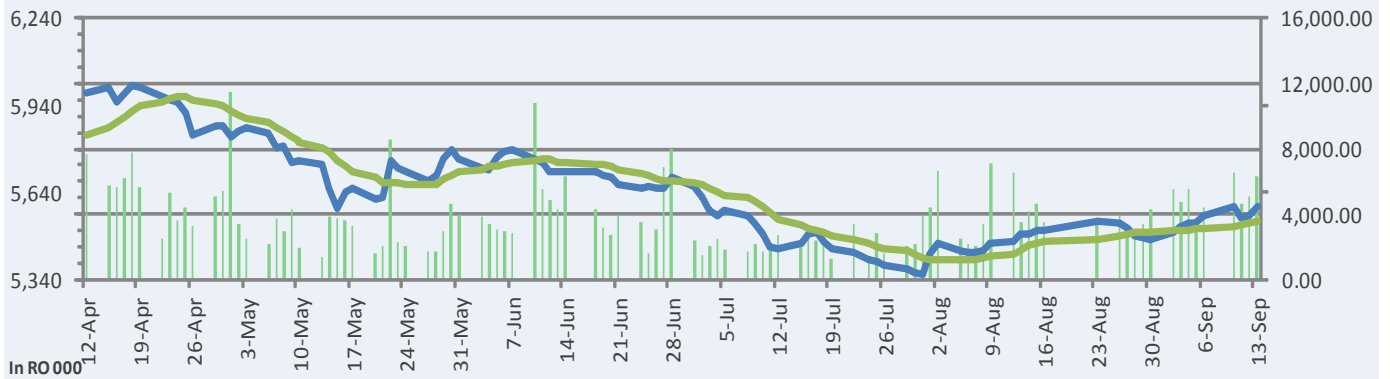
	Value (RO 000)
OMANIS	22,719.5
GCC	2,384.5
ARABS	774.4
OTHERS	3,079.6



#### Sell Side (In RO mn)



### MSM 30 one year close & turnover Vs MA10



Sector Name	Bloomberg Code	No of Co.	Current	Previous	Points Weekly	W/W %	Points Monthly	MTW %	Points Yearly	YTD %
Financial Sector	BKINV	13	6,280.56	6,302.03	(21)	(0.34)	12	0.19	(105)	(1.65)
Industry Sector	INDSI	10	7,114.80	6,980.72	134	1.92	320	4.72	1156	19.40
Services Sector	SINSI	7	2,701.29	2,669.87	31	1.18	80	3.06	134	5.22

Main Indicators - Sectors	52-Week		Main Indicators	
	High	Low	P/Ex	P/Bx
MSM 30	6,045.39	5,356.82	10.68	1.56
Financial Sector	7,256.20	5,827.67	11.80	1.34
Industry Sector	7,049.55	5,558.65	10.20	1.62
Services Sector	2,750.66	2,389.62	9.20	1.81

Source: MSM, Bloomberg

### GCC MENA IPO Tracker

Status	Terms	Date	Country	Equity Offered
Rumored	Afia International Company	2010	Saudi Arabia	30.00%
Announced	Upline Group	H2 2010	Morocco	-
Rumored	Al Mansoori Specialized Engineering	2010	UAE	-
Rumored	AlSalam Aircraft Company	2010	Saudi Arabia	-
Rumored	AREBCO Holding Company	2010	Kuwait	49.00%

Source: Zawya

### Government Development Bonds

Issue No.	Maturity Date	Issue Value (RO)	Coupon	Listing Date
35	Aug. 3, 2013	80,000,000	4.00%	Sep. 10, 2008
36	Sep. 6, 2012	50,000,000	4.00%	Oct. 04, 2009
37	July 26, 2015	100,000,000	4.00%	Sept. 01, 2010
38	Nov 11, 2014	100,000,000	3.25%	Nov. 01, 2010
39	Dec 20, 2016	150,000,000	3.25%	Dec. 20, 2011
40	Jun. 19, 2022	100,000,000	5.50%	Jun. 24, 2012

Source: MSM



GCC Market Indices	Current Close	Previous Close	Change	W/W	MTD	YTD
	Index	Index		%	%	%
Muscat Securities Market	5,589.47	5,561.23	28.24	0.51	2.00	(1.86)
Saudi Stock Exchange	7,104.50	7,049.51	54.99	0.78	(0.48)	10.69
Kuwait Stock Exchange	5,792.71	5,907.57	(114.86)	(1.94)	(1.19)	(0.37)
Qatar Exchange	8,563.19	8,467.20	95.99	1.13	0.94	(2.46)
Bahrain Stock Exchange	1,071.45	1,073.37	(1.92)	(0.18)	(1.37)	(6.32)
Dubai Financial Market	1,569.13	1,555.58	13.55	0.87	1.32	15.94
Abu Dhabi Securities Exchange	2,608.73	2,562.67	46.06	1.80	1.84	8.59

Source: Zawya, OABInvest

World Markets	Country	W/W	YTD
Europe		%	%
FTSE 100	United Kingdom	0.17	4.17
DAX	Germany	2.25	25.07
CAC 40	France	1.23	12.74
United States			
DJIA	USA	0.13	9.05
S&P 500	USA	(0.30)	13.99
NASDAQ	USA	(1.02)	19.17
Asia Pacific			
NIKKEI 225	Japan	1.00	5.97
HANG SENG	Hongkong	1.38	8.90
Arab Market Indices			
Tunis Se Index	Tunis	(1.10)	8.87
EGX 30 Index	Egypt	3.87	58.93
Amman Stock Exchange	Jordan	0.08	(4.22)
Palestine Sec. Exchange	Palestine	-	(12.72)
Blom Stock Index	Lebanon	0.11	(4.82)
MSCI			
	Bahrain	(7.34)	(7.34)
	Kuwait	(1.55)	(10.36)
	Oman	(0.16)	(13.33)
	Qatar	(2.06)	(2.06)
	UAE	1.20	15.95
	GCC Countries	(0.49)	(4.82)

Source: Bloomberg at 3.00 P.M Muscat time

Commodity Prices	W/W	YTD
	%	%
Brent Crude (per bbl)	1.82	11.25
WTI Crude (per bbl)	1.46	(0.76)
Gold100 OZ (per oz)	0.52	11.58
Silver (per oz)	0.85	22.00
Platinum (per oz)	3.73	17.84
Copper	1.51	6.45
Aluminium	2.82	6.45
Lead	1.60	4.60
Zinc	2.39	9.32
Nickel	1.97	(10.08)

Source: Bloomberg

Cross Rate for Major Currencies					
Codes	GBP	EURO	JPY	USD	OMR
GBP	1	0.8006	0.0080	0.6215	1.6193
EUR	1.2493	1	0.0100	0.7764	2.0227
JPY	125.283	100.291	1	77.860	202.845
USD	1.6091	1.2881	0.0128	1	2.6053
OMR	0.6214	0.4974	0.0050	0.3861	1

Source :Oanda

P/E (TTM) Comparison of Omani Market & MENA	13-Sep-12	6-Sep-12	30-Aug-12	23-Aug-12
	X	X	X	X
Muscat Securities Market* (Oman)	10.68	10.63	10.47	10.59
Saudi Stock Exchange (Saudi Arabia)	12.72	12.51	12.71	12.51
Kuwait Stock Exchange (Kuwait)	15.47	15.61	15.63	15.25
Qatar Exchange (Qatar)	11.82	11.73	11.63	11.61
Bahrain Stock Exchange (Bahrain)	8.44	8.43	8.48	8.56
Dubai Financial Market (UAE)	10.78	10.65	10.69	10.74
Abu Dhabi Securities Exchange (UAE)	8.86	8.70	8.76	11.89
The Egyptian Exchange (Egypt)	11.95	11.34	10.95	10.74
Amman Stock Exchange (Jordan)	12.36	12.34	12.51	12.02
GCC Market Average	12.06	11.92	12.01	11.89
North Market Average	13.34	12.91	12.67	12.51
Levant Average	11.09	11.21	11.31	11.03

Source: Zawya, Bloomberg\*, PEx: last Closing price / Earnings per share (times), PBx: Last closing price / Book value of the share (times)

# Market performance and value indicators

## Financial Sector



	Sub Sector	Name of Company	MKT Code	RO	Close	Volume	52-Wk		Share Performance %				BETA	Share Latest Ratio			N/P (RO'mn)	YOY	QOQ
				Capitalization	Price		High	Low	% Δ	% Δ WTD	% Δ MTD	% Δ YTD	1Y	P/E	P/B	Div. Yld. %	Latest Calendar Qtr		
Financial Sector	Banking	BANKMUSCAT SAOG	BKMB	1,133,411,987	0.556	1,225,529	0.654	0.490	0.54	0.18	0.54	-14.07	1.04	7.99x	1.15x	3.80	34.97	18.89%	4.58%
		BANK DHOFAR SAOG	BKDB	418,044,220	0.380	12,725	0.501	0.375	0.00	-2.06	-4.76	-16.50	0.72	11.00x	1.72x	1.53	10.29	-167.86%	12.08%
		NATIONAL BANK OF OMAN SAOG	NBOB	294,734,650	0.266	193,283	0.319	0.260	-0.75	0.38	0.76	-14.80	0.62	7.95x	1.04x	6.42	10.30	10.41%	7.05%
		HSBC BANK OMAN	HBMO	438,068,481	0.219	205,876	0.290	0.217	0.46	-1.79	-1.79	-20.81	0.87	14.62x	1.49x	5.07	4.82	97.34%	98.56%
		BANK SOHAR	BKSB	149,600,006	0.137	471,200	0.161	0.134	0.00	-0.73	0.74	-11.79	0.97	7.77x	1.06x	5.74	5.03	30.00%	-5.61%
		AHLI BANK	ABOB	202,222,427	0.168	10,000	0.224	0.134	0.00	0.00	3.70	-23.64	1.01	7.59x	1.23x	#N/A/N/A	5.91	26.66%	-0.22%
		BANK NIZWA	BKNZ	156,000,000	0.104	1,030,080	0.119	0.099	0.00	-0.95	-1.89	-	-	-	-	-	1.01	-	-
	Insurance	OMAN UNITED INSURANCE CO	OUIS	17,099,926	0.171	78,738	0.198	0.106	-1.16	-0.58	3.64	48.70	1.30	15.55	0.86x	4.39	0.45	140.76%	-
		OMAN NATIONAL INVESTMENT CO	ONIC	47,344,547	0.273	146,933	0.324	0.14	1.487	1.11	6.64	60.59	1.90	13.65x	0.93x	1.84	1.11	9.14%	82.44%
		MUSCAT NATIONAL HOLDING	MNHI	8,825,000	1.765	-	2.200	1.581	0.00	0.00	0.00	-19.00	0.26	4.86x	0.58x	4.25	-0.35	-	-170.91%
		DHOFAR INSURANCE	DICS	35,600,002	0.178	-	0.200	0.166	0.00	0.00	4.09	-10.10	0.73	-	1.23x	#N/A/N/A	0.52	-155.40%	-64.01%
	Finance & Leasing	MUSCAT FINANCE	MFCI	34,475,243	0.171	-	0.185	0.142	0.00	0.00	0.00	2.60	0.47	9.73x	1.28x	#N/A/N/A	0.97	8.67%	0.10%
		NATIONAL FINANCE CO	NFCI	28,812,641	0.115	-	0.139	0.109	0.00	0.00	2.68	-2.68	0.40	6.27x	0.91x	5.98	1.03	15.29%	12.77%
		UNITED FINANCE CO	UFCI	33,501,610	0.134	12,794	0.140	0.108	1.52	0.75	0.00	10.74	0.98	11.76x	0.96x	7.46	0.73	-7.96%	21.48%
		OMAN ORIX LEASING CO.	ORXL	19,626,749	0.117	-	0.131	0.087	0.00	0.00	2.63	9.78	0.55	7.76x	0.92x	10.35	0.79	29.32%	4.53%
		AL-OMANIYA FINANCIAL SERVICE	AOFS	59,298,523	0.300	-	0.300	0.242	0.00	0.00	0.00	1.61	0.35	9.83x	0.93x	6.35	1.31	19.27%	21.83%
		TAAGEER FINANCE	TFCI	26,867,413	0.125	146,078	0.154	0.1	-0.80	-2.36	0.00	4.00	0.50	7.90x	0.99x	6.15	0.97	27.33%	0.31%
		FINANCIAL SERVICES CO.	FSCI	4,355,000	0.105	178,000	0.095	0.05	1.52	0.00	-5.63	21.82	1.08	-	0.82x	#N/A/N/A	-0.12	-79.51%	-205%
	Investment & Brokerage	GLOBAL FIN INVESTMENT	GFIC	27,600,000	0.092	890,817	0.114	0.05	0.00	2.22	0.00	64.29	1.64	12.11x	0.73x	#N/A/N/A	3.09	-1850.14%	579.82%
		OMINVEST	OMVS	99,631,401	0.358	144,542	0.441	0.35	0.00	-3.24	-4.02	-5.79	1.10	9.22x	0.97x	2.54	4.00	61.37%	108.22%
		NATIONAL SECURITIES	NSCI	1,675,000	0.057	40	0.100	0.062	0.00	0.00	0.00	-12.99	0.51	-	1.10x	#N/A/N/A	-0.07	-42.09%	-299.15%
		GULF INVESTMENTS SERVICES	GISP	51,141,602	0.091	2,891,160	0.106	0.048	1.11	4.60	3.41	75.00	1.87	-	0.86x	#N/A/N/A	-0.75	-5.75%	-1.66%
		FINANCIAL CORP/THE	FINC	8,683,715	0.124	-	0.124	0.119	0.00	0.00	0.00	-0.80	0.34	-	1.23x	#N/A/N/A	-0.20	6.03%	-339.32%
		DHOFAR INTL DEVELOPMENT	DIDI	74,000,000	0.370	32,000	0.525	0.37	0.00	-1.07	-1.33	-14.94	0.94	7.95x	0.94x	5.41	2.14	-143.40%	-32.64%
		AL BATINAH DEV & INV-50%	DBIH	1,710,000	0.088	36,466	0.098	0.031	0.00	-3.39	-5.00	-16.18	1.67	-	0.48x	#N/A/N/A	0.04	-125.08%	46.47%
		AL SHUOOQ INV SER	SISC	5,750,000	1.150	-	-	-	0.00	0.00	0.00	0.00	0.31	-	1.19x	#N/A/N/A	-0.16	-11.81%	75.11%
		AL ANWAR HOLDINGS SAOG	AACT	15,960,000	0.133	1,178,799	0.164	0.1	-0.75	0.00	-2.21	23.15	1.48	15.17x	0.86x	#N/A/N/A	0.82	-	-
		OMAN & EMIRATES INV(OM)50%	OEIO	13,893,750	0.114	166,300	0.156	0.087	-0.87	-2.56	0.00	21.28	1.50	-	0.90x	#N/A/N/A	3.37	301.85%	9170.25%
		TRANS GULF INVESTMENT HLDG CO	TGII	5,885,000	0.067	197,700	0.104	0.054	0.00	1.15	0.00	46.67	1.64	13.28x	0.68x	5.68	-0.16	-49.33%	-121.04%
		AL SHARQIYA INVEST HOLDING	SIHC	8,400,000	-	35,000	0.120	0.08	0.00	-5.41	0.00	9.37	0.99	15.44x	0.54x	#N/A/N/A	0.05	-54.17%	-90.70%
		AVERAGE		3,422,218,893										10.35x	0.99x	5.19			



# Market performance and value indicators

## Industrial Sector



Sub Sector	Name of Company	MKT	RO	Close	Volume	52-Wk		Share Performance %				BETA	Share Latest Ratio			N/P (RO'mn)		YOY	QOQ
		Code	Capitalization	Price		High	Low	% Δ	% Δ WTD	% Δ MTD	% Δ YTD	1Y	P/E	P/B	Div. Yld. %	Latest Calendar Qtr			
Industrial Sector	Food & Beverage Industry	NATIONAL BISCUIT INDUSTRIES	NBII	3,780,000	3.780	-	3.780	3.780	0.00	0.00	0.00	-10.00	0.31	37.63x	1.69x	1.32	0.14	-567.91%	
		SWEETS OF OMAN	OSCI	5,110,000	0.730	-	0.790	0.604	0.00	0.00	0.00	3.11	0.59	6.91x	2.10x	6.16	0.28	210.71%	76.16%
		DHOFAR BEVERAGES CO	DBCI	5,220,000	0.261	-	-	-	0.00	0.00	0.00	0.00	0.33	-	2.03x	#N/A/N/A	0.12	-1155.65%	141.35%
		NATIONAL BEVERAGES CO LTD	NBCI	2,812,500	5.000	-	5.000	5.000	0.00	0.00	0.00	0.00	0.33	-	0.34x	#N/A/N/A	-0.03	84.17%	509.52%
		OMAN REFRESHMENT CO	ORCI	108,200,005	2.164	-	2.200	1.130	0.00	0.00	10.92	49.24	0.71	11.57x	5.79x	3.23	3.17	65.35%	128.54%
		NATIONAL MINERAL WATER	NMWI	966,096	0.048	-	0.070	0.043	0.00	0.00	0.00	6.67	1.17	-	-	#N/A/N/A	-0.20	-11.20%	-24.58%
		AREEJ VEGETABLE OILS	AVOI	11,504,600	2.501	-	2.501	2.500	0.00	0.00	0.00	0.00	0.33	5.02x	1.21x	10.00	1.17	147.78%	166.36%
		OMAN FOODS INTERNATIONAL SOA	NRCI	930,000	-	-	0.150	0.045	0.00	0.00	0.00	15.38	0.33	-	0.70x	#N/A/N/A	-0.03	-63%	-48.39%
		OMAN FLOUR MILLS	OFMI	77,175,003	0.490	21,100	0.505	0.400	-0.20	-0.20	-0.20	2.51	0.84	10.30x	1.49x	5.10	5.07	829.30%	306.24%
		SALALAH MILLS CO	SFMI	42,142,677	0.875	-	1.000	0.740	0.00	0.00	0.00	-10.90	0.40	12.67x	2.15x	4.57	0.88	-10.00%	-25.20%
		OMAN EUROPE FOODS INDUSTRIES	OETI	1,020,000	0.200	-	0.070	0.070	0.00	0.00	0.00	0.00	0.33	-	0.38x	#N/A/N/A	-0.08	-5.81%	-11.96%
		DHOFAR CATTLEFEED	DCFI	12,243,000	0.159	142,345	0.164	0.113	-0.63	3.92	9.66	17.78	1.52	277.97x	0.31x	3.16	0.39	-62.0%	14.08%
		OMAN AGRICULTURAL DEV	OADI	1,595,000	-	-	1.451	1.450	0.00	0.00	0.00	0.00	0.33	0.58x	1.29x	#N/A/N/A	-0.11	-51.7%	-102.83%
		OMAN FISHERIES CO	OFCI	13,625,000	0.109	855,651	0.125	0.089	0.93	0.00	0.93	18.48	1.21	14.23x	0.82x	#N/A/N/A	0.00	-99.2%	-99.91%
		DHOFAR FISH INDUSTRIES CO	DFII	3,248,660	1.279	-	-	-	0.00	0.00	0.00	0.00	0.33	-	2.23x	#N/A/N/A	0.03	-	-
		SOHAR POULTRY	SPCI	618,000	2.446	-	-	-	0.00	0.00	0.00	0.00	0.33	2.10x	0.37x	#N/A/N/A	0.23	-	-613.15%
		A'SAFFA FOODS SAOG	SPFI	50,715,000	0.460	118,853	0.540	0.405	0.22	2.22	2.22	-1.23	1.23	13.17x	2.97x	2.48	1.13	10.23%	6.54%
		GULF MUSHROOM COMPANY	GMPI	10,275,408	0.499	-	0.500	0.289	0.00	0.00	0.00	14.83	0.39	11.02x	2.35x	4.55	0.31	22.30%	-17.33%
	Cement	OMAN CEMENT CO	OCOI	213,743,973	0.646	432,188	0.700	0.413	1.57	4.19	4.70	49.54	0.89	14.75x	1.43x	4.65	3.87	21.84%	-24.71%
		RAYSUT CEMENT CO	RCCI	270,799,988	1.354	18,000	1.355	0.700	0.30	0.45	1.73	78.16	0.97	13.71x	2.55x	3.70	6.85	75.19%	0.11%
	Engineering & Construction	AL-HASSAN ENGINEERING CO	AFAI	13,838,272	0.184	886,391	0.303	0.120	-0.54	10.18	21.05	-27.27	1.47	5.62x	0.84x	8.24	-2.08	-521.46%	-830.53%
		GALFAR ENGINEERING&CONTRACT	GECS	142,889,999	0.424	5,001,281	0.440	0.315	6.00	11.58	14.91	25.82	1.55	24.28x	1.46x	2.82	1.49	14.05%	-12.22%
	Textiles	OMAN TEXTILE HOLDING CO SAOG	OTHI	2,070,000	0.350	150	0.430	0.340	0.00	-0.29	-1.43	-13.97	1.30	-	0.20x	#N/A/N/A	-0.14	-29.80%	-
		MUSCAT THREAD MILLS CO	MTMI	1,985,734	0.195	-	0.214	0.087	0.00	0.00	0.00	124.25	0.85	7.55x	1.44x	6.69	0.04	115.00%	-57.43%
	Mining	GULF STONE	GSCI	2,976,600	0.082	-	0.082	0.082	0.00	0.00	0.00	0.22	0.36	6.97x	0.70x	#N/A/N/A	0.01	-87.90%	-91.71%
		OMAN CHROMITE	OCCI	10,950,001	3.650	-	3.800	3.500	0.00	0.00	0.00	1.39	0.38	17.65x	2.33x	5.48	0.17	-336.44%	905.99%
		AL-FAJAR AL-ALAMIA CO	AFAI	35,221,619	0.714	-	0.750	0.643	0.00	0.00	0.00	0.00	0.40	-	1.65x	2.80	0.16	-243.2%	-245.2%
	Construction Materials Support	CONSTRUCTION MATERIALS IND	CMII	5,270,000	0.062	543,200	0.071	0.037	0.00	-3.13	1.64	40.91	1.64	-	0.64x	#N/A/N/A	0.02	-117.9%	-86.7%
		CEMENT & GYPSUM PRO	O	1,500,000	1.000	-	-	-	0.00	0.00	0.00	0.00	0.33	-	-	#N/A/N/A	0.00	-	-
		NATL ALUMINIUM PRODUCTS	NAPI	7,587,148	0.226	87,950	0.410	0.180	-0.88	0.00	8.65	-44.06	1.43	9.35x	1.11x	8.85	0.14	-66.3%	321.2%
		ABRASIVES MANUFACTURING CO S	ABMI	50,000	0.000	-	0.060	0.050	0.00	0.00	0.00	-48.45	0.76	-	-	#N/A/N/A	-0.05	7.2%	6.9%
		AL-ANWAR CERAMIC TILE CO	AACT	77,682,549	0.380	164,943	0.380	0.275	1.33	1.88	3.83	22.77	0.90	12.87x	2.67x	3.76	1.67	14.3%	4.7%
		AL JAZEERA STEEL PRODUCTS CO	ATMI	36,969,795	0.296	601,568	0.304	0.233	-1.66	-0.34	0.34	17.46	1.29	9.93x	1.08x	5.07	1.66	51.6%	46.3%
		OMAN CERAMIC COM	OMCI	2,259,880	0.749	-	0.675	0.211	0.00	0.00	0.00	0.00	0.33	12.17x	2.00x	#N/A/N/A	0.04	52.0%	20.1%
	Paper, Glass & Packaging	TAGHLEEF INDUSTRIES SAOG	AKPP	-	-	-	-	-	-	-	-	-	-	-	-	#N/A/N/A	0.00	-	-
		OMAN PACKAGING	OPCI	6,487,200	0.200	-	0.220	0.150	0.00	0.00	0.00	25.00	0.66	5.30x	1.27x	7.50	0.44	770.1%	-
FLEXIBLE IND PACKAGES		FIPC	2,651,250	0.125	-	0.125	0.113	0.00	0.00	0.00	-7.41	0.40	9.62x	1.02x	#N/A/N/A	0.04	-5.1%	-54.9%	
GULF PLASTIC INDUSTRIES CO		AKPI	389,000	0.000	-	0.389	0.389	0.00	0.00	0.00	0.00	0.33	1.99x	0.30x	#N/A/N/A	0.11	-	-	
PACKAGING CO LTD		PCLI	1,110,000	0.370	-	0.370	0.370	0.00	0.00	0.00	0.00	0.33	6.76x	0.43x	#N/A/N/A	-0.15	1175.6%	-104.5%	
COMPUTER STATIONERY INDS		CSII	3,250,000	0.325	-	-	-	0.00	0.00	0.00	0.00	0.33	-	1.79x	#N/A/N/A	0.02	-67.4%	47.3%	
AL AHLIA CONVERTING INDUS		AACI	-	-	-	0.055	0.020	-	-	-	-	0.84	-	-	#N/A/N/A	-	-	-	
Chemicals	MAJAN GLASS COMPANY	MGCI	19,025,093	0.498	-	0.583	0.460	0.00	0.00	0.00	-11.21	0.30	25.68x	1.49x	4.53	0.31	-37.2%	-10.8%	
	GULF INTERNATIONAL CHEMICALS	GICI	3,276,000	0.156	50,000	0.212	0.112	-2.50	0.00	1.96	8.33	1.61	9.91x	1.18x	9.62	0.09	7.8%	-8.6%	
	OMAN CHLORINE	OCHL	31,380,192	0.508	15,188	0.510	0.365	3.67	3.67	3.67	15.45	0.82	10.76x	1.96x	4.95	0.80	11.6%	8.9%	
	NATIONAL DETERGENTS/THE	NDTI	15,291,990	0.899	-	0.897	0.849	0.00	0.00	0.00	0.00	0.33	20.30x	1.23x	4.47	0.20	-7.7%	-29.6%	
Pharmacceuticals	NATIONAL PHARMACEUTICAL	NPMI	5,000,000	0.100	-	0.100	0.100	0.00	0.00	0.00	0.00	0.33	4.82x	0.93x	#N/A/N/A	0.14	2.9%	-9.7%	
Electrical & Mechanical	OMAN FIBER OPTICS	OFOI	13,098,341	2.761	-	3.027	2.761	0.00	0.00	0.00	0.01	0.33	5.40x	1.27x	8.36	0.50	19.8%	7.6%	
	VOLTAMP ENERGY SAOG	VOES	19,662,498	0.325	45,502	0.447	0.223	0.00	-1.22	-0.91	-13.65	1.13	14.47x	1.31x	5.59	0.13	-73.1%	-44.3%	
	OMAN CABLES INDUSTRY	OCAI	81,716,698	0.913	1,550	0.915	0.660	0.00	0.11	4.11	23.11	1.18	9.37x	1.62x	4.38	3.23	57.8%	89.3%	
	OMAN FILTERS INDUSTRY	OFIG	400,000	0.000	-	0.039	0.020	0.00	0.00	0.00	0.00	0.30	-	2.29x	#N/A/N/A	-0.08	-38.2%	-4.1%	
AVERAGE			1,379,714,768										18.93x	1.48x	5.26				

Source: Bloomberg. The red marked refers to Q2 results

# Market performance and value indicators

## Services Sector



	Sub Sector	Name of Company	MKT	RO	Close	Volume	52-Wk		Share Performance %				BETA	Share Latest Ratio			N/P (RO'mn)	YOY	QOQ
			Code	Capitalization	Price		High	Low	% Δ	% Δ WTD	% Δ MTD	% Δ YTD	1Y	P/E	P/B	Div. Yld. %	Latest Calendar Qtr		
Services Sector	Telecommunication	OMAN TELECOMMUNICATIONS CO	OTEL	1,011,750,000	1.349	112,030	1.434	1.050	0.07	0.15	2.74	3.06	0.88	8.53x	2.11x	10.37	32.14	10.87%	7.65%
		OMANI QATARI TELECOMMUNICATI	NWRS	334,585,327	0.514	997,297	0.670	0.461	0.98	4.05	9.59	-20.92	1.04	7.46x	2.06x	7.39	9.67	-3.49%	-1.29%
	Tourism & Hospitality	GULF HOTELS (OMAN) CO LTD	GHOS	37,708,000	11.000	-	10.999	9.900	0.00	0.00	0.00	0.00	0.33	13.84x	1.34x	7.27	0.57	22.15%	-35.89%
		INTERIOR HOTELS	INHS	6,451,354	0.129	-	-	-	0.00	0.00	0.00	0.32	0.34	7.28x	0.96x	#N/A/N/A	-0.06	-190.85%	-127.24%
		AL BATINAH HOTELS	BAHS	2,998,380	1.298	-	1.298	1.298	0.00	0.00	0.00	-0.01	-14.32	63.95x	1.14x	#N/A/N/A	0.01	-	-
		AL BURAIMI HOTEL	ABHS	3,144,090	0.880	-	-	-	0.00	0.00	0.00	0.00	0.33	-	1.07x	#N/A/N/A	0.04	-	-5.24%
		OMAN HOTELS & TOURISM CO	OHTS	12,127,500	2.205	-	3.100	2.205	0.00	0.00	0.00	-28.87	0.31	7.65x	0.46x	4.54	0.33	20.15%	-
		HOTELS MANAGEMENT CO INTERNA	HMCI	8,324,578	0.100	-	0.110	0.072	0.00	0.00	0.00	26.58	0.44	-	0.72x	#N/A/N/A	0.07	-45.74%	-
		SAHARA HOSPITALITY	SAHS	14,291,666	2.450	-	2.450	2.450	0.00	0.00	0.00	4.26	0.35	8.25x	1.20x	#N/A/N/A	0.52	21.36%	21.93%
		DHOFAR TOURISM	DTCS	8,000,000	1.000	-	1.000	1.000	0.00	0.00	0.00	0.00	0.35	-	0.28x	#N/A/N/A	-0.59	-8.69%	11.59%
		SALALAH BEACH RESORT SAOG	SHCS	8,937,500	1.430	-	-	-	0.00	0.00	0.00	0.00	0.33	13.95x	1.05x	#N/A/N/A	0.05	-	-
	Logistics	PORT SERVICE CORPORATION	PSCS	40,392,002	0.425	35,000	0.565	0.368	1.19	0.47	3.16	-0.70	1.07	8.89x	1.28x	11.76	1.68	30.01%	24.98%
		SALALAH PORT SERVICES	SPSI	84,524,803	0.470	-	0.479	0.423	0.00	0.00	0.00	-1.88	0.26	17.84x	2.10x	3.33	1.63	-1508.62%	1.74%
	Oil & Gas Marketing	SHELL OMAN MARKETING	SOMS	245,699,997	2.478	2,490	2.600	2.235	0.00	-3.15	-3.42	2.67	0.53	21.35x	9.80x	4.76	3.46	-11.31%	2.61%
		OMAN OIL MARKETING COMPANY	OOMS	119,970,001	1.860	-	1.870	1.510	0.00	0.00	0.00	8.77	0.46	14.78x	3.50x	3.33	2.28	0.35%	21.34%
		AL MAHA PETROLEUM PRODUCTS M	MHAS	115,230,003	16.700	1,202	17.001	10.670	0.71	0.83	1.81	23.70	0.70	11.93x	3.20x	5.04	2.95	27.98%	18.08%
		NATIONAL GAS CO	NGCI	13,675,000	0.547	-	0.600	0.499	0.00	0.00	0.00	3.60	0.35	11.19x	1.69x	7.31	0.25	-	-22.38%
		MUSCAT GASES COMPANY SAOG	MGMC	24,600,000	0.820	-	0.820	0.720	0.00	0.00	0.00	10.66	0.44	18.19x	3.57x	7.32	0.34	-5.77%	-28.23%
	Education & Training	DHOFAR UNIVERSITY	DHUS	15,820,000	1.130	-	1.130	1.124	0.00	0.00	0.00	-5.75	0.29	35.46x	1.34x	#N/A/N/A	0.53	-	-3732.88%
		MAJAN COLLEGE	BACS	9,150,001	0.305	-	0.310	0.255	0.00	3.39	3.39	14.66	0.40	8.99x	1.58x	9.84	0.25	55.17%	-21.35%
		NATIONAL HOSPITALITY INSTITU	NHIS	2,050,000	2.050	-	-	-	0.00	0.00	0.00	0.00	0.33	67.78x	3.82x	#N/A/N/A	0.00	-	-
		OMAN EDUCATION & TRAINING IN	OETI	24,639,999	0.352	-	0.352	0.352	0.00	0.00	0.00	0.00	0.21	230.07x	2.03x	0.85	0.22	-	-
	Energy	AL KAMIL POWER CO	KPCS	17,873,625	1.857	-	1.860	1.620	0.00	0.00	0.00	7.97	0.35	7.19x	1.07x	6.46	0.81	10.52%	55.28%
		DHOFAR POWER CO	DHPS	-	-	-	-	-	-	-	-	-	-	-	-	#N/A/N/A	-	-	-
		SOHAR POWER CO	SHPS	38,614,201	1.389	-	1.720	1.301	0.00	0.00	0.87	-17.57	0.90	15.33x	14.15x	5.76	1.86	-5.62%	-228.91%
		UNITED POWER CO	UECS	12,345,874	1.030	200	1.300	0.905	0.00	0.00	-0.10	2.69	0.17	13.55x	0.69x	13.61	0.19	-68.48%	-14.75%
		ACWA POWER BARKA SAOG	APBS	63,839,996	0.399	10,000	0.400	0.260	0.00	4.45	4.45	34.25	0.48	7.94x	1.84x	6.27	2.54	-3.73%	154.06%
		OMAN NATIONAL ENGINEERING AN	ONES	28,000,801	0.400	-	0.437	0.344	0.00	0.00	0.00	1.45	0.43	9.41x	1.43x	4.25	0.70	-15.89%	-21.33%
		SMN POWER HOLDING SAOG	SMNP	79,854,240	4.000	-	4.001	3.410	0.00	0.45	0.45	9.20	-	-	42.73x	8.37	2.87	-	-
	Diversified Commercial Services	RENAISSANCE SERVICES SAOG	RNSS	149,792,160	0.531	884,202	0.702	0.427	1.34	5.57	11.32	-2.57	2.06	111.81x	0.87x	#N/A/N/A	3.87	192.81%	394.63%
		AL JAZEIRA SERVICES	AJSS	95,853,333	0.308	497,100	0.320	0.149	2.67	4.76	6.21	74.01	1.30	8.25x	1.70x	2.27	1.08	-205.71%	-
		OMAN INTL MARKETING	OIMS	259,000	0.000	-	0.518	0.518	0.00	0.00	0.00	-5.82	0.33	-	1.41x	#N/A/N/A	-0.01	-156%	-
		OMAN HOLDING INTERNATIONAL	OHII	22,660,715	0.206	-	0.269	0.205	0.00	0.00	0.00	-17.93	1.08	3.72x	0.42x	9.71	0.19	-79.01%	-95.63%
		OMAN INVESTMENT & FINANCE	OIFC	23,799,986	0.170	1,447,570	0.199	0.137	0.00	-0.58	3.66	7.21	1.22	7.03x	1.31x	5.04	0.56	-15.42%	-59.75%
	Health Care	OMAN MEDICAL PROJECTS	OMPS	8,324,578	0.100	-	0.110	0.072	0.00	0.00	0.00	26.58	0.44	-	0.72x	#N/A/N/A	0.07	-45.74%	-
	AVERAGE			2,685,288,711										27.20x	3.37x	6.58			

Source: Bloomberg. The red marked refers to Q2 results



## Useful Definitions (Source: MSM)

### MSM 30 INDEX

The price index that aims to manifest the daily changes in the prices of the companies listed in Muscat Securities Market in objective and fair form and it is weighted by the market value which is the most common manner to compute the indices in the securities markets. Muscat Market Index consists of (30) companies representing the different sectors of the market. It is constituted of three sector indices that are: banks and investment companies index, Industry index and services and insurance index. It is considered as an essential benchmark for the investors to compare the performance of their investment portfolios with the performance of the market in general

### RIGHT ISSUE

The company giving the present (old) holders of shares the first right in purchasing the increase shares (in case that the company increases its share capital through issuing new shares) before offering them to others. In case the shareholder did not participate in the subscription and covering, the company sells the shares to any other investor

### PORTFOLIO

The total of assets owned by any investor and the financial instruments should be diversified to avoid the risks and to follow the known proverb "don't put all the eggs in one basket"

### SHAREHOLDERS EQUITY

Represents the value of the shares owned by shareholders in a company and they are normally made of (paid up capital + reserves + retained earnings)

### Quotation

It is the bid & ask prices decided by buyers & sellers for the securities

### PAID UP SHARE CAPITAL

The portion of the subscribed share capital that has been paid

## Oman Arab Bank - Investment Management Group (IMG)



OAB - IMG Winner of the 'Best Brokerage Award' from MSM for 6 Consecutive Years



39<sup>th</sup> International Trophy for Quality Awarded to Oman Arab Bank SAOC By Trade Leaders' Club



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