

# Section 7

---

## FINANCIAL SECTOR & INVESTMENT

Table (31) Capital Market Main Indicators-----	55
Table (32) Recent Acquisitions in the Egyptian Market-----	56
Table (33) Main Privatized and - or Liquidated Companies-----	57
Table (33- continued) Privatization Proceeds -----	57
Table (34) Performance of Emerging Markets IFCG Indices-----	58
Table (35) Distribution of Outstanding Treasury Bills by Holder-----	59
Table (36) Securities Held by Banks-----	60
Table (37) Net Foreign Direct Investments By Countries-----	61

Table (31): Capital Market Main Indicators<sup>1/</sup>

	Jun-12 <sup>1/</sup>	Jun-13	Jun-14	Jun-15	Jun-16	Jun-17	Apr-18	May-18	Jun-18
EGX-30 Index (Previously CASE-30) <sup>2/</sup>	4709	4752	8,162	8,372	6,943	13,396	18,296	16,415	16,349
Monthly Return (%)	0.5	-12.6	-1.0	-4.7	-7.2	0.4	4.8	-10.3	-0.4
Market Volatility <sup>3/</sup>	2.6	1.9	1.8	0.7	1.6	0.5	0.9	1.0	1.2
Market Capitalization <sup>4/</sup> (LE Billion)	340	322	478	485	383	687	1,006	930	911
In % of GDP <sup>5/</sup>	20.3	17.3	22.4	19.8	14.1	19.8	29.0	26.8	26.2
Number of Companies	212	210	214	221	222	222	223	223	224
Traded Shares and Securities									
Value (In LE millions)	<sup>1</sup> 11,838	10,836	41,863	11,755	13,900	19,804	40,913	29,988	21,046
Monthly Change (%)	-64.3	8.5	46.5	-35.7	-47.7	-48.1	-13.9	-26.7	-29.8
Annual Change (%)	-42.3	-8.5	286.3	-72.0	18.0	42.0	89.0	-21.0	6.3
Listed Bonds (LE Million)	285,311	328,030	446,907	602,401	756,722	717,387	--	--	--
Government <sup>6/</sup> , of which:	270,685	315,090	436,367	592,787	745,070	709,265	--	--	--
Bonds of the primary dealers	270,567	314,978	436,260	592,690	745,005	709,215	--	--	--
Companies	4,285	3,474	2,445	1,500	2,458	4,025	--	--	--
Securitization <sup>7/</sup>	5,341	4,466	3,095	3,114	4,194	4,097	--	--	--
Net Foreigners Purchases									
Value (In US\$ millions)	-62	60	351	17	47	34.8	150.5	38.5	16.1
Volume (In thousand shares)	-166,930	83,149	559,109	-20,239	-218	-16,696	127,910	-90,390	-77,382
In % of Overall Trade	19	32	20	25	19	33	37	35	35
Other Indicators									
Price / Earning Ratio <sup>8/ 9/</sup>	10.9	11.0	15.4	22.3	9.6	17.2	17.9	16.8	16.3
Dividend Yield (%) <sup>9/10/</sup>	8.4	8.5	6.1	7.2	8.8	6.1	5.7	5.6	5.7
Turnover Ratio (%)	1.5	1.5	3.8	1.7	2.3	2.3	3.6	2.7	1.8

Source: The Egyptian Stock Exchange, the Capital Market Authority and the Central Bank of Egypt.

-- Data unavailable.

1/ It is worth noting that the Egyptian Exchange was closed from 28/1/2011 to 22/3/2011 due to the uprisings in Egypt.

2/ The biggest 30 companies in terms of liquidity and value. Index = 1000 on 1/1/1998.

3/ Calculated as standard deviation of daily returns during the period.

4/ Calculated by multiplying outstanding number of shares by their prevailing market prices.

5/ GDP estimate for FY16/17 has been revised recently to reach LE 3470 billion instead of 3478 billion. Meanwhile GDP projections for FY17/18 are estimated to reach LE 4286.5 billion as per the Ministry of Finance Calculations.

6/ Including Treasury bonds (encompassing primary dealers), housing bonds and development bonds.

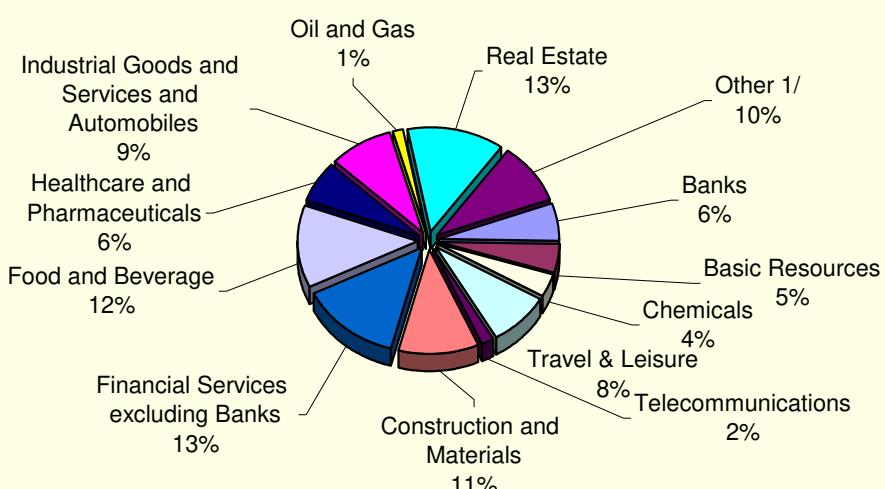
7/ Securitization bonds were listed on the Egyptian Exchange as of September 2006.

8/ Price / earning ratio, also known as the " Multiple", is calculated by dividing the market price of each stock by its annual earnings.

9/ Calculated for the most active 50 companies.

10/ Annual dividends / current stock price.

Fig ( 21 ): Listed Companies by Sector  
(31 December 2017)



Source: The Egyptian Stock Exchange Monthly Bulletin.

1/ Includes Electrical Equipment and Engineering, Media, Trade, Information Technology, Agriculture and Fishing, Paper, Packaging and Plastics, Mills and Storage, Miscellaneous Services, Retailers and Consumer Household Goods.

**Table (32): Recent Acquisitions in the Egyptian Market**  
**( August 2010 - May 2018 )**

Date	Acquirer	Security	Value (LE Million)	Percent Acquired (%)
May-18	ICON for Construction and Development (ENGC)	Acrow Misr	113.3	11.2
May-18	ICON for Construction and Development (ENGC)	Acrow Misr	382.5	37.7
Mar-18	CAIRO 3A FOR INTERNATIONAL SECURITIES	National Company for maize products	4.9	0.3
Mar-18	Egypt Kuwait Holding Company	Delta Insurance	116.9	23.4
Feb-18	NAHW for Investment and Development	Cairo Development and Investment	57.5	29.1
Nov-17	CAIRO 3A FOR INTERNATIONAL SECURITIES	National Company for maize products	1470.2	97.7
Oct-17	Mohamed Walid Mahmoud	Modern Company for water proofing (Bitumode)	6.3	6.7
Oct-17	Alu ben Hassan Ben Aly	Modern Company for water proofing (Bitumode)	6.3	6.7
Aug-17	Naed For Investment & Development	Egypt for Poultry	19.9	16.3
Jul-17	Ahmed Rashad Mohamed	National Drilling	179.6	60.0
Dec-16	Pioneers Holding Company for Financial Investment	El Kahera Housing	18.8	1.8
Dec-16	Al Smou for Consulting	El Kahera Housing	80.3	7.6
Dec-16	Tharwa Consultancy	El Kahera Housing	37.7	3.5
Nov-16	Bavaguthu Raghuram Shetty	Alexandria New Medical Center	1.7	1.3
Oct-16	Al-Wahda for Industrial Development	Misr National Steel - Ataq	319.7	96.9
Oct-16	TVM Healthcare Acquisition III Limited	AMECO Medical Industries	2.6	4.0
Jul-16	TVM Healthcare Acquisition III Limited	AMECO Medical Industries	23.8	36.9
Apr-16	Pioneers Holding Company for Financial Investment	Universal for Paper and Packaging Materials (Unipack)	26.4	44.0
Feb-16	Bavaguthu Raghuram Shetty	Alexandria New Medical Center	1.7	1.3
Dec-15	Omega Real Estate Development	Marseilia Real Estate Investments	36.0	20.0
Dec-15	OCI NV	Orascom Construction Industries	52.2	30.0
Dec-15	Pioneers Holding	Cairo Investment & Real Estate Development	233.4	45.7
Nov-15	ACT Financial	Beltone Financial Holding	82.4	13.0
Nov-15	Orascom Telecom Media & Technology Holding		551.6	87.0
Apr-15	TRIQUERA B.V.	Minapharm Pharmaceutical S.A.E.	128.2	46.0
Mar-15	Pioneers Holding	Arab Dairy	255.7	60.2
Mar-15	MT TELECOM	Egyptian Company for Mobile Services (Mobinil)	1403.5	98.9
Feb-15	OCI MENA B.V.	Orascom Construction Industries	12480.9	23.4
Jan-15	Kellogg Company	Egyptian Company for Foods - Bisco Misr	888.0	86.0
Dec-14	TV M Healthcare Acquisitions LTD 3	AMECO Medical Industries	32.5	57.8
Sep-14	MTM Packaging 2	Middle East Glass Manufacturing (MEGM)	153.9	19.4
Jul-14	Crede Healthcare LTD	Cairo Medical Center	106.8	52.0
Apr-14	Social Impact Capital LTD	Cairo Investment & Real Estate Development	111.0	50.0
Feb-14	El Arafa Textiles Investments	Golden Textiles & Clothes Wool	30.7	43.9
Jul-13	OCI NV	Orascom Construction Industries	11488.1	21.5
Mar-13	Qatar National Bank	National Societe Generale Bank (NSGB)	16649.7	97.0
Dec-12	El Rateem for Development and Housing	Ruber Plastics	48.2	61.8
Jul-12	Olympic Group Financial Investments	Delta Industrial Co. - IDEAL	104.6	6.5
May-12	MT Telecom SCRL	Egyptian Company for Mobile Services (Mobinil)	19019.0	93.9
Jan-12	Electrolux Counteracting Akitebolag	Olympic Group Financial Investments	37.7	1.5
Dec-11	Rawasy for Real Estate Investment	Namaa for Development and Real Estate Investment Co.	216.9	32.6
Dec-11	Kafela for Trade and Distribution	B-Tech	21.4	9.2
Dec-11	Orascom for Telecommunication, Media	Mobinil	866.0	20.0
Nov-11	Rawasy for Real Estate Investment	Namaa for Development and Real Estate Investment Co.	445.0	66.9
Nov-11	Kafela for Trade and Distribution	B-Tech	203.8	87.8
Sep-11	Electrolux Counteracting Akitebolag	Olympic Group Financial Investments	2398.4	98.3
Jan-11	Group of Investors	Pyramids Capital Securities Brokerage	2.0	10.0
Jan-11	Group of Investors	Beltone Financial Holding	64.8	89.2
Dec-10	National Development Bank	El Kahera El Watania Investment	33.9	24.8
Aug-10	Egyptian Holding Co. for Natural Gas (EGAS)	Natural Gas & Mining Project (Egypt Gas)	674.2	80.0

Source: The Egyptian Stock Exchange Monthly Bulletin.

1/ Value in US Dollars

2/ A swap Deal.

**Table (33): Main Privatized and - or Liquidated Companies  
(From 1993-1994 until 30 September 2016)**

Method of Privatization	Number of Companies	Percentage Sold	Sales Proceeds (LE Million)
<b>Total</b>	<b>282</b>		<b>53,644</b>
<b>Majority through Public Offering, of which:</b>	<b>38</b>		<b>6,064</b>
Helwan Portland Cement		52%	1,202
Ameriyah Cement		71%	768
Paints & Chemicals Industries Pachin		62%	692
Industrial & Engineering Projects		90%	299
<b>Minority through Public Offering, of which:</b>	<b>23</b>		<b>11,003</b>
Telecom Egypt		20%	5,122
Sidi Krir Petrochemicals		20%	1,626
Talaat Moustafa Group		4%	932
Eastern Tobacco		34%	549
<b>Liquidation</b>	<b>34</b>		--
<b>Asset Sale</b>	<b>44</b>		<b>3,437</b>
<b>Anchor Investor, of which:</b>	<b>85</b>		<b>32,208</b>
Bank of Alexandria		80%	9,274
Fertilized Egypt		46%	1,971
Suez Cement		33%	1,800
Assiut Cement		100%	1,380
<b>Employee Shareholder Association, of which:</b>	<b>33</b>		<b>932</b>
Wadi Kom Ombo for Land Reclamation		100%	70
Arab Company for Land Reclamation		100%	61
General Company for Land Reclamation		100%	60
Gharbiyah Rice Mills		90%	51
<b>Leasing</b>	<b>25</b>		--

Source: Ministry of Investment and Stock Market Exchange Bulletin.

-- Data unavailable

**Table ( 33- continued ): Privatization Proceeds  
(1991/1992- 2009/2010)<sup>1/</sup>**

	Law 203 Sales <sup>2/</sup> Number	Law 203 Sales <sup>2/</sup> Value	Joint Venture Sales <sup>3/</sup> Number	Joint Venture Sales <sup>3/</sup> Value	Other Public Sector Sales Number	Other Public Sector Sales Value	Total Number	Total Value
1991 - June 1994	11	418	-	-	-	-	11	418
1994/1995	14	867	-	-	-	-	14	867
1995/1996	12	977	-	-	-	-	12	977
1996/1997	29	4595	-	-	-	-	29	4595
1997/1998	23	2487	-	-	-	-	23	2487
1998/1999	33	1824	-	-	-	-	33	1824
1999/2000	39	4694	1	14	1	14	40	4708
2000/2001	11	252	7	118	-	-	18	370
2001/2002	7	73	3	879	-	-	10	952
2002/2003	6	49	1	64	-	-	7	113
2003/2004	9	428	4	115	-	-	13	543
2004/2005	16	824	12	4819	-	-	28	5643
2005/2006	47	1843	17	7647	1	5122	65	14612
2006/2007	45	2774	7	1559	1	9274	53	13607
2007/2008	20	745	16	3238	-	-	36	3983
2008/2009	15	1130	2	83	-	-	17	1213
2009/2010	-	-	4	50	-	-	4	50

Source: Ministry of Investment.

1/ It is noteworthy that the classical privatization program was put on hold most of FY08/09 due to the preparation of the "Citizen Ownership Program", that has been recently postponed in light of the impact of the global financial crisis on the market.

2/ Includes sale of unused land.

3/ All joint venture figures represent value of public sector stake.

**Table ( 34 ) : Most Active 10 Companies and Sectors in Terms of Volume Traded in The Egyptian Stock Market**

The 10 Most Active Companies in Terms of Volume Traded - as of 30/06/2018					
	Company Name	Volume (Million Shares)	Value (LE Million)	Open Price (LE) *	Close Price (LE) **
1	Citadel Capital - Common Shares	497.0	1,588.5	2.9	3.3
2	Orascom Telecom Media and Technology Holding	406.9	300.4	0.8	0.7
3	Global Telecom Holding	336.8	1,506.2	4.9	4.7
4	Porto Group	253.3	66.8	0.3	0.3
5	Amer Group Holding	127.1	39.6	0.3	0.3
6	Arab Co. for Asset Management And Development	113.3	330.6	2.6	2.9
7	Arab Cotton Ginning	107.9	347.4	6.1	2.6
8	Arabia Investments, Development, Fin. Inv. Holding Comp.-Cash	89.6	64.9	0.7	0.8
9	Egyptian for Tourism Resorts	87.9	173.2	2.0	1.9
10	Palm Hills Development Company	74.4	345.2	4.8	4.5

\* Close price at the end of the previous month (LE)

\*\* Close price at the end of the month (LE)

The 10 Most Active Sectors in Terms of Volume Traded - as of 30/06/2018					
	Sector	Volume (Million Shares)	Value (LE Million)	P/E Ratio	Average Dividend Yield%
1	Financial Services (Excluding Banks)	809.1	3,262.0	13.6	6.1
2	Telecommunications	774.3	2,245.6	7.9	1.8
3	Real Estate	641.1	2,742.0	26.6	3.3
4	Travel and Leisure	145.0	653.2	19.8	2.7
5	Personal and Household Products	123.9	836.8	23.9	6.9
6	Industrial Goods, Services and Automobiles	85.2	1,867.3	11.9	4.0
7	Food and Beverage	83.5	726.9	18.8	7.5
8	Construction and Materials	83.4	267.7	19.8	4.6
9	Healthcare and Pharmaceuticals	43.6	298.6	16.6	4.5
10	Basic Resources	35.4	626.7	16.3	7.0

Source: The Egyptian Stock Exchange Monthly Bulletin.

- Data unavailable

**Table ( 35 ) : Distribution of Outstanding Treasury Bills by Holder**

						(LE Million)			
	Jun-12	Jun-13	Jun-14	Jun-15	Jun-16	Jan-18	Feb-18	Mar-18	Apr-18
<b>Outstanding Balance</b>	<b>373,398</b>	<b>425,847</b>	<b>471,521</b>	<b>531,543</b>	<b>656,740</b>	<b>1,146,683</b>	<b>1,147,817</b>	<b>1,211,942</b>	<b>1,212,805</b>
Foreign Customers	800	1,238	307	500	532	352,318	364,501	380,308	375,504
Companies dealing in Securities	1,212	762	569	552	501	1,894	1,960	2,097	2,040
Holding and Investment companies	17,876	11,444	14,347	15,643	15,663	22,834	22,917	23,325	22,654
Banks	257,119	302,380	352,827	420,845	506,810	680,703	658,626	701,015	703,302
Public banks	129,978	166,309	187,620	207,903	268,159	340,185	316,939	332,973	326,588
Private banks	105,451	117,408	143,512	185,693	201,366	271,525	267,239	279,753	271,965
Foreign banks- branches	16,597	11,159	16,595	22,658	26,777	22,432	23,583	26,125	30,806
National Investment Bank	100	0	300	200	3,511	35,008	39,762	51,015	61,274
Specialized banks	4,978	7,504	5,100	4,391	6,997	11,553	11,103	11,149	12,669
Foreign Exchange Bureaus	15	0	0	0	0	0	0	0	0
Insurance Companies	15	0	0	0	0	30,423	39,246	42,576	45,043
Public Sector	12,510	14,637	12,081	15,293	23,478	24,940	33,888	38,886	41,388
Private Sector <sup>1/</sup>	9,302	12,064	9,611	12,032	19,277	5,483	5,358	3,690	3,655
Mutual Funds	3,208	2,573	2,470	3,261	4,201	17,869	17,611	20,593	21,424
Insurance Funds	5,660	10,165	7,622	5,853	3,104	4,874	7,252	7,618	9,266
Housing & Construction Sector	47,193	59,818	62,410	49,556	31,314	2,583	2,723	2,264	1,938
Trade Sector	686	358	562	536	816	779	434	401	349
Manufacturing Sector	190	383	303	610	1,061	886	1,725	1,723	2,035
Financial Sector	688	868	833	1,128	1,239	184	182	121	123
Transporation, Electricity, Gas, and Health Sector	127	214	129	199	146	494	655	748	596
Household Sector	85	110	43	114	602	2,011	2,171	2,306	1,591
Oil & Mining Sector	12,878	5,520	4,515	4,408	4,129	2,911	2,851	3,095	2,919
Services Sector	2,405	3,685	2,367	4,827	8,051	2,331	1,697	1,960	1,953
Others <sup>2/</sup>	1,280	509	1,600	1,357	3,538	23,589	23,266	21,792	22,068

Source: Central Bank of Egypt.

1/ Includes private and foreign branches companies.

2/ Includes T-Bills worth LE 45 billion issued in favor of the Central Bank. Issuance was according to an agreement between the Central Bank of Egypt and the Ministry of Finance. This LE 45 billion T-bills were retired during first quarter of FY06/07.

Table ( 36 ) : Securities Held by Banks <sup>1/</sup>

(LE Million)

	Jun-12	Jun-13	Jun-14	Jun-15	Jun-16	Dec-17	Jan-18	Feb-18	Mar-18
<b>Total Securities</b>	<b>555,326</b>	<b>653,889</b>	<b>825,524</b>	<b>1,016,025</b>	<b>1,283,616</b>	<b>1,698,251</b>	<b>1,673,148</b>	<b>1,636,559</b>	<b>1,662,595</b>
In Local Currency	494,934	571,204	716,059	900,418	1,070,906	1,253,936	1,223,510	1,188,154	1,212,732
In Foreign Currency	60,392	82,685	109,465	115,607	212,710	444,315	449,638	448,405	449,863
<b>Government Sector</b>	<b>498,309</b>	<b>593,939</b>	<b>764,012</b>	<b>953,265</b>	<b>1,223,819</b>	<b>1,601,127</b>	<b>1,576,655</b>	<b>1,540,761</b>	<b>1,566,063</b>
In Local Currency (of which):	461,821	536,155	678,512	861,935	1,033,467	1,195,844	1,166,396	1,130,938	1,154,393
In Foreign Currency	36,488	57,784	85,500	91,330	190,352	405,283	410,259	409,823	411,670
<b>CBE Notes ( In Local Currency)</b>	-	-	-	-	-	-	-	-	-
<b>Public Business Sector</b>	<b>714</b>	<b>505</b>	<b>527</b>	<b>383</b>	<b>306</b>	<b>635</b>	<b>652</b>	<b>658</b>	<b>657</b>
In Local Currency	714	505	527	383	306	635	652	658	657
In Foreign Currency	-	-	-	-	-	-	-	-	-
<b>Private Business Sector</b>	<b>37,018</b>	<b>39,044</b>	<b>41,087</b>	<b>47,492</b>	<b>47,558</b>	<b>76,735</b>	<b>75,708</b>	<b>75,556</b>	<b>76,862</b>
In Local Currency	32,310	34,469	36,938	38,021	37,060	57,416	56,421	56,517	57,641
In Foreign Currency	4,708	4,575	4,149	9,471	10,498	19,319	19,287	19,039	19,221
<b>Foreign Sector</b>	<b>19,285</b>	<b>20,401</b>	<b>19,898</b>	<b>14,885</b>	<b>11,933</b>	<b>19,754</b>	<b>20,133</b>	<b>19,584</b>	<b>19,013</b>
In Local Currency	89	75	82	79	73	41	41	41	41
In Foreign Currency	19,196	20,326	19,816	14,806	11,860	19,713	20,092	19,543	18,972

Source: Central Bank of Egypt.

-- No Issuance during the period.

1/ Excludes securities held by the Central Bank of Egypt.

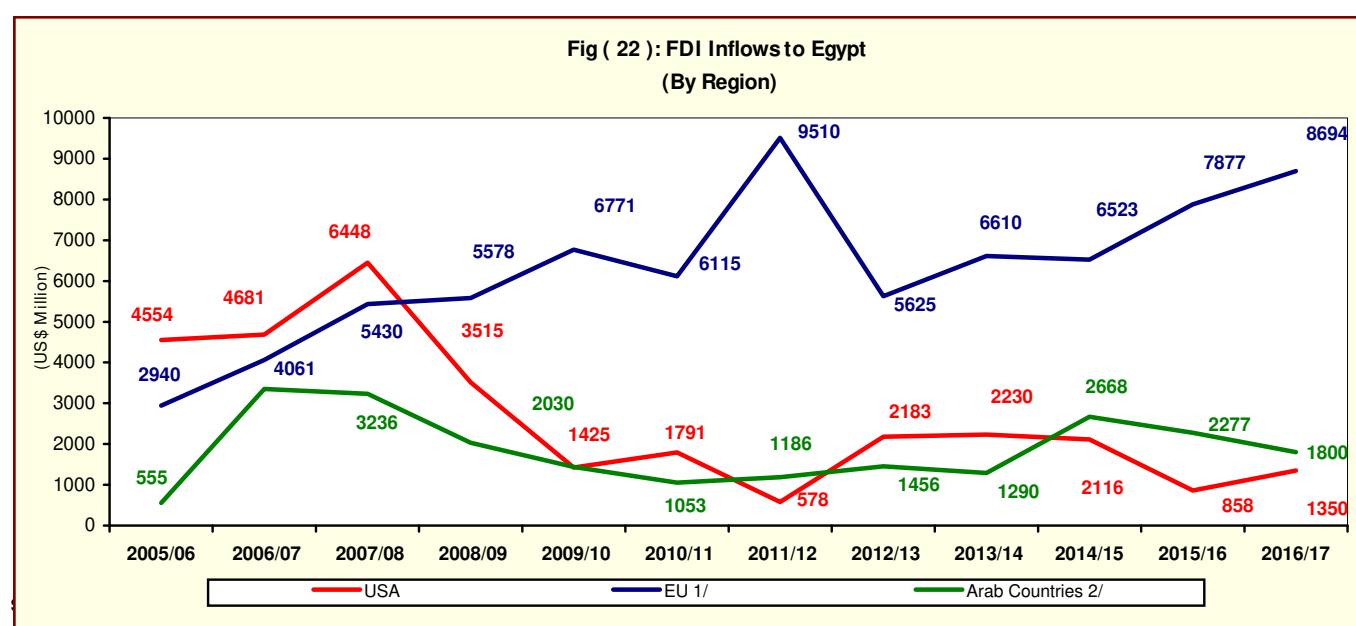
Table ( 37 ) : Net Foreign Direct Investments By Countries

(US\$ Million)

	Annual Profile					Quarterly Profile			
	2012/13	2013/14	2014/15	2015/16	2016/17	2016/2017 Oct-Dec	2016/2017 April-June	2017/2018 Jul-Sep	2017/2018 Oct-Dec
<b>Total Net Foreign Direct Investment</b>	3753	4178	6380	6930	5638	2415	1351	1843	1920
<b>I. Inflows (Of which)</b>	<b>10274</b>	<b>10856</b>	<b>12546</b>	<b>12526</b>	<b>10000</b>	<b>3981</b>	<b>2588</b>	<b>3093</b>	<b>3481</b>
USA	2183	2230	2116	858	1350	498	353	433	585
Germany	186	194	190	201	127	50	26	24	31
France	266	347	230	249	503	410	20	53	105
U.K.	3997	5079	4990	5944	3666	1791	693	1052	1097
Spain	30	6	28	154	40	24	12	20	11
Netherlands	164	192	182	246	211	15	30	17	25
Saudi Arabia	192	284	649	313	306	64	168	77	87
U.A.E	481	401	1383	1329	676	200	147	137	522
Kuwait	46	130	237	133	130	20	35	44	22
Bahrain	263	194	137	165	85	40	10	26	13
Oman	11	13	12	12	5	2	3	1	2
Switzerland	115	95	165	128	127	36	33	30	36
Other Countries	2339	1592	2229	2796	2775	832	1058	1182	947
<b>II. Outflows</b>	<b>-6520</b>	<b>-6678</b>	<b>-6166</b>	<b>-5596</b>	<b>-4363</b>	<b>-1566</b>	<b>-1238</b>	<b>-1250</b>	<b>-1561</b>

Source: Central Bank of Egypt.

Fig ( 22 ) : FDI Inflows to Egypt  
(By Region)



1/ Includes Austria, Belgium, Denmark, Cyprus, France, Germany, Greece, Italy, Luxembourg, Portugal, Romania, Spain, Sweden, The Netherlands and U.K.

2/ Includes Bahrain, Jordan, Kuwait, Lebanon, Libya, Oman, Qatar, Saudi Arabia, Tunisia, U.A.E. and others.