



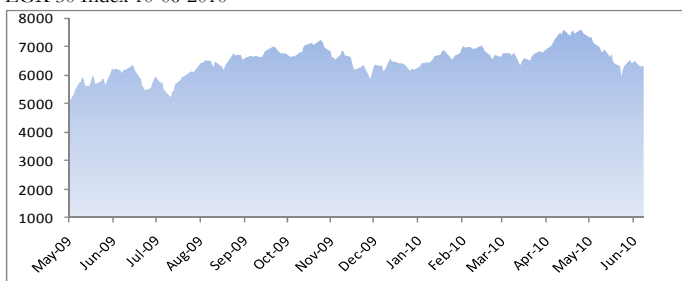
FINANCIAL SERVICES CENTER

06 – 12 June, 2010

# EGYPT WEEKLY MARKET REVIEW

## Market Performance

EGX 30 Index 10-06-2010



EGX 30 Index	
Close	6,243.09
Open	6,416.66
High	6,416.66
Low	6,230.99
Prev. Close	6,517.94
%Chg	-2.70
Yr. H	7,693.46
Yr. L	5,936.49

## Highlight of the Week

### Egypt's Juhayna IPO 6.8 times oversubscribed

A public share offer by Egyptian dairy and juice maker Juhayna Food Industries, worth 192 million Egyptian pounds (\$34 million), was oversubscribed 6.8 times. Subscriptions for 279.97 million shares had been received for the offering of 41.19 million shares. The shares were priced at 4.66 pounds each. The public offering, Egypt's first since 2008, was part of a plan to raise about 1 billion pounds. The plan included a private placement that earlier closed 1.75 times oversubscribed. Juhayna was offering 206 million shares, with some 165 million offered privately at 4.90 pounds. The total offering represents 39.6 percent of the capital of the company, which has said it will use the extra funds to expand food output, including investments in dairy production.

## Egypt Business Headlines

### Egypt inflation falls to 10.5 pct in May, nine-month low

Egypt's annual urban inflation rate fell to 10.5 percent in May, its lowest level since August and giving the central bank more latitude to keep key interest rates steady. Analysts had forecast urban inflation would fall to 10.7 percent in May from 11.4 percent in April.

### Egyptian yields rise on euro zone, domestic concerns

Egyptian Treasury bill yields have jumped since May and may rise further as foreign investors have become more risk averse due to fears the euro zone debt crisis could deepen. The average yield on 357-day Treasury bills auctioned rose 35 basis points to 10.915 percent from last auction on May 13.

### Egypt's foreign reserves reach 35.1 bln at end-May

Egypt's net foreign reserves were \$35.1 billion at the end of May, up from \$34.65 billion a month before and back above a previous peak in October 2008 after which reserves fell in the wake of the world financial crisis. They slid to as low as \$31.19 billion in April 2009 before starting a steady recovery since then.

## GDR/EDR Weekly Trading

GDRs on LSE	Price US\$	%Chg
CIB (1:1)	12.30	1.32
EFG-Hermes (1:2)	10.10	-1.94
Lecico (1:1)	3.00	0
Palm Hills (1:5)	4.70	0
OCI (1:2)	40.29	-0.25
OT (1:5)	5.05	-3.44
Suez Cement (1:1)	5.80	-3.33
Telecom Egypt (1:5)	15.09	0
EDR on CASE	Price EGP	% Chg
Orascom DH (10:1)	13.93	-0.43

## Technical Analysis

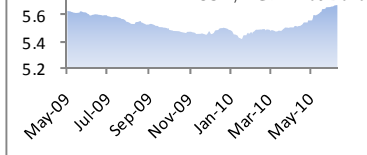
	Last	Support	Resistance	Recom.
<b>EGX30</b>	<b>6,243</b>	<b>5,865</b>	<b>6,550</b>	<b>Reduce</b>
Madinet Nasr	32.00	29.00	35.35	Buy
Ezz Steel Rebars	18.80	15.30	22.50	Hold
Egyptian Housing	3.59	3.00	4.50	Buy
Extracted Oils	1.12	1.17	1.44	Reduce
EFG-Hermes	29.28	23.60	30.30	Hold

## Exchange Rates

### Egyptian Pound (EGP) per:

U.S Dollar	5.676
Euro	6.876
Pound Sterling	8.260
Japanese Yen	6.188
Swiss Franc	4.933

USD/EGP 11-06-2010



## Money Market Statistics

	Latest	Date
91 day T-Bill Y	10.059	09/06/10
182 day T-Bill Y	10.289	09/06/10
364 day T-Bill Y	10.902	09/06/10
Overnight Interbank	8.273	08/06/10
CBE Disc Rate	8.500	02/08/09

## UPCOMING EVENTS

### The Emerging Markets Summit 2010

Venue: Grand Connaught London

Date: **15-16 September 2010**

Organizer: Economist Conferences

### 17th Asia Petrochemical Summit

Venue: Singapore

Date: **20- 21 September 2010**

Organizer: CMT

## Sector Indices

Construction	816.83	-5.03	Financial Services	2,735.92	-4.74	Manufacturing	1,676.33	0.37	Services	87.21	-10.0	Retail/Wholesale	228.77	-3.10
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<b>Regional Indices</b>	<b>Bahrain</b>	1,401.12	-1.11	<b>Kuwait</b>	6,639.80	-1.39	<b>Oman</b>	6,122.01	-1.17	<b>Saudi Arabia</b>	6,278.26	4.61	<b>Dubai</b>	1,514.23	-1.78	<b>Qatar</b>	6,853.63	0.74
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## Commodities

	Buy/Bid	Sell/Ask
<b>Brent Crude</b>	73.320	73.340
<b>Gold</b>	1,225.900	1,228.900
<b>Silver</b>	18.180	18.300
<b>Platinum</b>	1,539.000	1,544.500
<b>Palladium</b>	439.000	444.000

## Bullish

Stock	Last	TP
<b>Wendy's/Arby's Group, Inc.</b>	4.65	24.25
<b>Repros Therapeutics Inc</b>	0.56	5.25
<b>Advanced Cell Inc</b>	0.08	2.51

## Bearish

Stock	Last	TP
<b>Salesforce.com</b>	96.64	88.29
<b>Syntroleum Corp</b>	1.99	1.90
<b>BP plc</b>	33.97	47.66

### CCFC Team

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## Regional Business Headlines

### Israel Finance Ministry sees 2010 economic growth

Israel's Finance Ministry forecast economic growth of 3.6 percent in 2010, 3.8 percent in 2011 and 4.0 percent in 2012, spurred by consumer spending this year and higher exports in the coming three years. The ministry also predicted inflation would be 2.4 percent in 2010 and 2.0 percent in 2011 and 2012.

### Turkish Central Bank seen keeping rates steady in June

The central bank is expected to leave its new benchmark rate, a one-week repo rate, unchanged at 7 percent. Economists expect the central bank to leave its new benchmark borrowing rate unchanged in June at 7 percent. They do not expect rates to start rising until the fourth quarter. The central bank has stated it aims to hold off on rate hikes until the fourth quarter.

### Cyprus economy seen falling 0.5 pct in 2010-Central Bank

The Cypriot economy is expected to contract by 0.5 percent in 2010 but rebound in 2011 with growth of 1.3 percent. In its semi-annual report, the latest forecasts were in line with an expected drop-off in domestic demand, and a slowdown in construction and tourism this year. Its previous forecast, issued in Dec. 2009, had Cyprus registering growth of 0.3 percent this year and 1.8 percent in 2011

## World Business Headlines

### Greek May consumer inflation hits 13-year high

Greece's consumer inflation jumped to a 13-year high in May, straining household budgets and efforts to restore competitiveness as the debt-laden country struggles with its worst recession in decades. Growth in the consumer-driven economy, which makes up about 2.5 percent of the euro zone, is central to efforts to raise more tax revenue and cut its 300 billion euro debt pile.

### US government posts \$135.9 bln budget deficit in May

The United States posted a budget deficit for the 20th month running in May. The budget deficit was \$135.93 billion in May slightly smaller than forecast, following a \$82.69 billion shortfall in April. The deficit so far this fiscal year, starting in October, was \$935.61 billion. The string of monthly deficits, the longest on record, was amassed in part because of efforts to rekindle economic activity after the worst recession since the Great Depression.

### UK GDP growth slowed in 3 months to May, risks ahead

The pace of expansion in Britain's economy slowed to 0.6 percent in the three months to May and there are downside risks going forward. May's growth rate was down from the upwardly-revised expansion of 0.7 percent in the three months to April, although the figures suggested that the economy was still growing at around its trend rate. There were several factors that were likely to impede growth in the coming months.

<b>World Indices</b>	<b>DJIA</b>	10,211.07	2.81	<b>Nasdaq</b>	2,243.60	22.46	<b>S&amp;P50</b>	1,091.60	2.50	<b>DAX</b>	6,047.83	1.83	<b>CAC 40</b>	3,555.52	2.89	<b>FTSE 100</b>	5,163.68	0.73
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