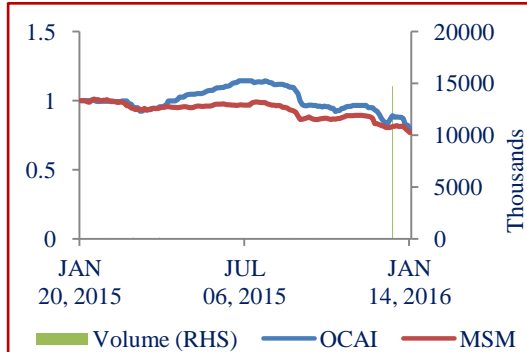


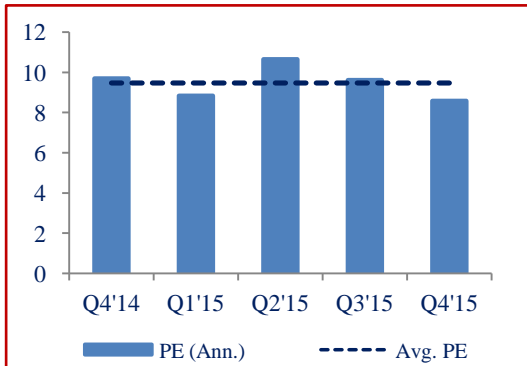
Key Stock Data

MSM Ticker	OCAI
CMP (RO)	1.600
Face Value (RO)	0.100
52-wk Closing High / Low (RO)	2.300/1.600
Equity Cap. (RO. Mn)	8.970
Market Cap. (RO. Mn)	143.520

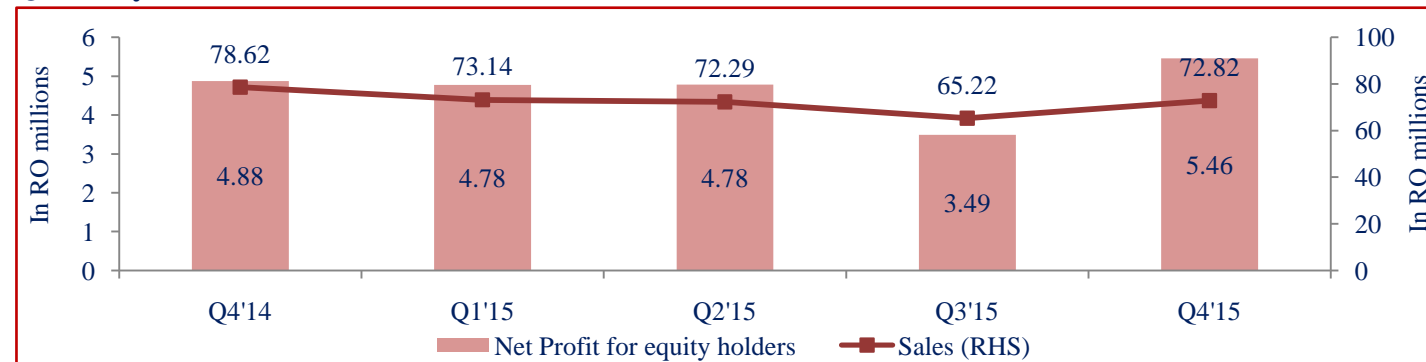
Relative Performance Vs MSM30 Index



Valuation



Quarterly Financial Performance



Sources: Company Financials, Al Maha Research

- ❖ Oman Cables Industry SAOG (OCAI) reported a consolidated net profit (attributable to equity holders) of RO 18.51 million for FY 2015 as compared to that of RO 17.72 million reported for the previous year, registering an increase of 4.5% y-o-y. On a quarterly basis, net profit improved substantially by 56% to RO 5.46 million in Q4'15 from RO 3.49 million of the third quarter.
- ❖ Revenues of the Group stood at RO 283.47 million for the year 2015, down 6.5% y-o-y from RO 303.15 million reported for 2014. On a sequential basis however, the Group's turnover increased by 11.7% from RO 65.22 million recorded in Q3'15 to RO 72.82 million for the last quarter.
- ❖ Accordingly, the Company's net margin improved to 6.53% for FY 2015 from 5.84% for FY'14. On a quarter-on-quarter basis too, net margin grew from 5.35% in Q3 2015 to 7.49% for Q4 2015.
- ❖ At the stock price of RO 1.600, Oman Cables trades at a Price to Earnings (PE) of 9.75 which is almost in line to its historic quarterly average PE of 9.5.

Although volatility in metal prices and lower oil prices pose challenges for industrial companies including Oman Cables in the near term, the recent acquisition of additional stake in the Company by Draka Holding B.V. reflects the promoter's confidence in the growth potential of the Company in the long term.



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