

## GWCS Alert – Adjusting Price Target to Reflect 10-for-1 Stock Split

- **GWCS' 10-for-1 stock split goes into effect today.** Gulf Warehousing Company's (GWCS) 10-for-1 stock split has resulted in 586,031,480 shares vs. 58,603,148 previously.
- **Price will change.** Following the stock split, the price has changed to QR4.95 vs. previous close of QR49.50.
- **Our Price Target will be adjusted following the stock split.** Our Price Target on GWCS will be adjusted to QR5.10 from QR51.00.
- **No impact on market cap or capital.** Market cap remains the same at QR2.9bn/\$0.8bn.
- **No Impact on ownership structure.** Ownership structure will remain unchanged.
- **Recommendation & valuation:** GWCS trades at a P/E of 11.7x based on our 2019 estimates. We maintain our Accumulate rating.

### Recommendations

*Based on the range for the upside / downside offered by the 12-month target price of a stock versus the current market price*

**OUTPERFORM** Greater than +20%

**ACCUMULATE** Between +10% to +20%

**MARKET PERFORM** Between -10% to +10%

**REDUCE** Between -10% to -20%

**UNDERPERFORM** Lower than -20%

### Risk Ratings

*Reflecting historic and expected price volatility versus the local market average and qualitative risk analysis of fundamentals*

**R-1** Significantly lower than average

**R-2** Lower than average

**R-3** Medium / In-line with the average

**R-4** Above average

**R-5** Significantly above average

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