First Look Note | 3Q26

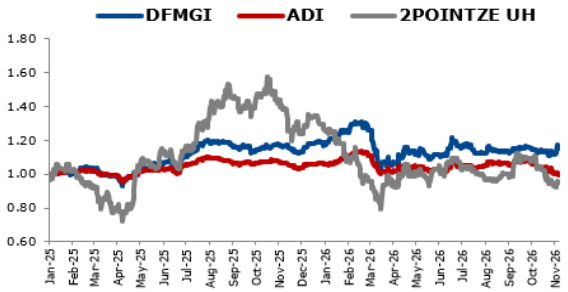
UAE Equity Research | Sector: Financials | Market: ADX

Two Point Zero Group PJSC

Portfolio expansion, strong vertical performance drive earnings growth

Current Price	Target Price	Upside/Downside (%)	Rating
AED 1.97	AED 3.30	+68%	BUY

- Revenue surged to AED 11.8 Bn in 3Q26 from AED 1.2 Bn in 3Q25, driven by the consolidation of 2PointZero Holding and Ghitha following the mega-merger and the acquisition of Tendam.
- Through subsidiary ePointZero, 2PointZero completed the USD 2.25 Bn acquisition of Traverse Midstream Partners and agreed to acquire a 90% stake in Azura Power, a pan-African power producer with more than 750 MW of operating capacity.
- IRH and Adani Enterprises signed an MoU with the Government of Odisha for a c. USD 11.5 Bn integrated aluminium project in India, to be developed through a 50:50 joint venture, along with a strategic agreement with AzerGold in Azerbaijan.
- Implemented a derivative strategy for released SpaceX shares, providing downside protection while retaining upside exposure.



Stock Information	
Market Cap (AED, Mn)	68,090.34
Shares Outstanding(mm)	34,563.63
52 Week High	2.90
52 Week Low	1.63
3M Avg. daily value (AED)	28,192,880

3Q26 Result Review (AED, Mn)	
Total Assets	154,984
Total Liabilities	57,527
Total Equity	97,458
Adj EBITDA	2,509
Net Profit	1,514

Financial Ratios	
Dividend Yield (12m)	N/A
Dividend Pay-out (%)	0.00
Price-Earnings Ratio(x)	6.41
Price-to-Book Ratio (x)	0.79
Book Value (AED)	2.50
Return-on Equity (%)	15.90

Stock Performance	
5 Days	2.60%
1 Months	-12.83%
3 Months	-2.48%
6 Months	-7.51%
1 Year	-31.12%
Month to Date (MTD%)	2.60%
Quarter to Date (QTD%)	-11.26%
Year to Date (YTD%)	-24.52%

3Q26 Net Profit higher than our estimate

Two Point Zero Group PJSC (2PointZero/The Company) net profit declined 24.6% YOY from AED 2,009 Mn in 3Q25 to AED 1,514 Mn in 3Q26, although higher than our estimate of AED 1,086 Mn. The decline in net profit is primarily due to the absence of a one-off gain on disposal of a subsidiary, along with higher direct costs, selling and distribution expenses, general and administrative expenses, finance costs, tax charges and a higher share of profit attributable to NCI holders. This was partially offset by higher revenue, investment and other income, a fair value gain on financial assets, a revaluation gain on digital assets, a higher share of profit from associates and joint ventures and a lower impairment loss on investment in a joint venture.

P&L Highlights

Two Point Zero Group PJSC (2PointZero/The Company) total revenue increased significantly from AED 1,220 Mn in 3Q25 to AED 11,842 Mn in 3Q26, primarily driven by the contribution from consolidation of 2PointZero Holding and Ghitha following the merger, along with the acquisition of Tendam and newly acquired businesses. On a QOQ basis, total revenue declined marginally from AED 11,913 Mn in 2Q26 to AED 11,842 Mn in 3Q26. The Company's total Consumer business revenue grew from AED 1,229 Mn in 3Q25 to AED 3,874 Mn in 3Q26, primarily driven by the consolidation of Ghitha, a higher contribution from Tendam and the addition of ISEM. However, on a pro forma basis, the Consumer segment grew 17.7% YOY to AED 3,874 Mn in 3Q26. Media segment revenue grew 5.8% YOY to AED 146 Mn in 3Q26, as expansion in the UK offset demand disruption tied to regional tensions. Mobility segment revenue declined 15.4% YOY to AED 177 Mn in 3Q26, mainly due to fewer new student enrolments and disrupted regional travel. Beauty vertical's revenue increased 2.1%

YOY to AED 146 Mn in 3Q26, as the footfall contraction was mainly limited to tourism-linked locations, while the broader network recorded YOY growth in 3Q26. On a pro forma basis, the fashion vertical consolidated through Tendam recorded an increase of 10.1% YOY to AED 1,547 Mn in 3Q26, driven by continued growth across its in-store and online sales channels. The Food vertical consolidated through Ghitha recorded a strong increase of 23.1% YOY on a pro forma basis to AED 1,717 Mn in 3Q26, supported by stronger consumer purchasing, with growth across Dairy & Protein, Fruits & Vegetables, Trading & Distribution and Edible Oils & Fats. Additionally, the recently acquired Packaging vertical recorded revenue of AED 129 Mn in 3Q26. 2PointZero's Mining segment derives its revenue through its investment in International Resources Holding (IRH), which in turn holds investments in Alphamin and Mopani. The Mining segment recorded revenue of AED 6,834 Mn in 3Q26, up 3.9% QOQ from AED 6,578 Mn in 2Q26, while on a pro forma basis, 9M26 Mining revenue grew 328.7% YOY to AED 18,557 Mn, driven by the acquisition of Alphamin in 2025 and continued growth in IRH's Global Trading business. Lastly, the Investment segment generates revenue through its investment in Chimera Group, which further has investments in Lunate, Beltone and other subsidiaries. The Investment segment recorded revenue of AED 1,156 Mn in 3Q26, down 19.1% QOQ from AED 1,429 Mn in 2Q26, while on a pro forma basis, 9M26 Investment segment revenue grew 51.9% YOY to AED 3,742 Mn, supported by growth in assets under management. The Company's direct cost grew significantly from AED 516 Mn in 3Q25 to AED 8,834 Mn in 3Q26. Consequently, total gross profit increased from AED 705 Mn in 3Q25 to AED 3,008 Mn in 3Q26. However, gross margins declined from 57.7% in 3Q25 to 25.4% in 3Q26. Investment and other income grew from AED 292 Mn in 3Q25 to AED 1,025 Mn in 3Q26, mainly driven by higher interest income. The Company also reported a fair value gain on financial assets of AED 242 Mn in 3Q26, compared to a fair value loss of AED 203 Mn in 3Q25. The Company's share of profit from investments in associates and joint ventures increased from AED 81 Mn in 3Q25 to AED 108 Mn in 3Q26. 2PointZero also recorded an impairment loss on its investment in a joint venture of AED 500 Mn in 3Q26, compared to AED 845 Mn in 3Q25. 2PointZero recorded a revaluation gain on digital assets of AED 589 Mn in 3Q26, compared to nil in 3Q25. The Company did not record any gain on disposal of a subsidiary in 3Q26, compared to a one-off gain of AED 2,726 Mn in 3Q25. Selling and distribution expenses increased from AED 440 Mn in 3Q25 to AED 930 Mn in 3Q26. General and administrative expenses increased from AED 210 Mn in 3Q25 to AED 736 Mn in 3Q26. EBITDA declined marginally on a QOQ basis from AED 2,527 Mn in 2Q26 to AED 2,509 Mn in 3Q26. On a pro forma basis, the Company's adjusted EBITDA grew 69% YOY to AED 7,547 Mn in 9M26. Segmentally, the Consumer segment pro forma EBITDA grew from AED 2,029 Mn in 9M25 to AED 2,140 Mn in 9M26. Energy & Mining segment pro forma EBITDA grew from AED 373 Mn in 9M25 to AED 3,247 Mn in 9M26. Investment segment pro forma EBITDA grew from AED 1,404 Mn in 9M25 to AED 1,683 Mn in 9M26. Finance costs increased from AED 169 Mn in 3Q25 to AED 548 Mn in 3Q26, mainly due to higher interest on borrowings. The Company's income tax charges grew from AED 14 Mn in 3Q25 to AED 441 Mn in 3Q26. 2PointZero recorded a profit from discontinued operations of AED 3 Mn in 3Q26, compared to AED 25 Mn in 3Q25. The profit share to NCI holders stood at AED 306 Mn in 3Q26, compared to a loss share of AED 60 Mn in 3Q25.

Balance Sheet Highlights

2PointZero's total assets grew from AED 146.8 Bn in 2Q26 to AED 155.0 Bn in 3Q26. Total debt excluding lease liabilities grew from AED 30.7 Bn in 2Q26 to AED 36.6 Bn in 3Q26. Whereas, debt including lease liabilities increased from AED 33.8 Bn in 2Q26 to AED 39.8 Bn in 3Q26. Cash and bank balances increased from AED 13.7 Bn in 2Q26 to AED 15.7 Bn in 3Q26. The Company's net debt excluding lease liabilities increased from AED 16.9 Bn in 2Q26 to AED 20.9 Bn in 3Q26. 2PointZero's total investment portfolio, comprising a diversified mix of equity instruments, funds, and other structured investments, stood at AED 71.4 Bn in 3Q26, compared to AED 63.3 Bn in 2Q26. The cash flow from operations increased from AED 763 Mn in 2Q26 to AED 5,326 Bn in 3Q26.

Target Price and Rating

We maintain our BUY rating on 2PointZero with a target price of AED 3.30 per share. The Company reported net profit attributable to shareholders of AED 1.5 Bn in 3Q26, compared to AED 2.0 Bn in 3Q25, as the prior-year quarter included a one-off gain of AED 2.7 Bn on the disposal of a subsidiary. Excluding this base effect, operating performance strengthened considerably, with revenue rising to AED 11.8 Bn in 3Q26 from AED 1.2 Bn in 3Q25, driven by the consolidation of 2PointZero Holding, Ghitha and Tendam, while 9M26 pro forma revenue and adjusted EBITDA grew 106% YOY and 69% YOY, respectively. Net profit attributable to shareholders increased to AED 8.6 Bn in 9M26 from AED 2.6 Bn in 9M25, supported by fair value gains of AED 5.8 Bn on financial assets, of which AED 4.4 Bn was recognised in 2Q26, mainly reflecting valuation gains on the Company's holdings in

SpaceX and Anthropic. The Company has implemented a structured derivative strategy for the SpaceX shareholding as the shares are released from the Alpha Wave fund, providing downside protection while retaining exposure to potential upside. Following the monetisation of the TAQA stake in 1H26, 2PointZero continued to redeploy capital during 3Q26, completing the USD 2.25 Bn acquisition of Traverse Midstream Partners, which provides exposure to North American natural gas infrastructure through stakes in the Rover Pipeline and the Ohio River System, and agreeing to acquire a 90% stake in Azura Power, a pan-African independent power producer with more than 750 MW of operating capacity and a growth pipeline of over 1.5 GW. Azura Power is expected to be the Company's first consolidated energy investment, in line with 2PointZero's intention to pursue controlling stakes in businesses with long-term contracted cash flows. In the Mining segment, IRH signed an MoU with Adani for a c. USD 11.5 Bn integrated aluminium project in India and a strategic agreement with AzerGold in Azerbaijan, further broadening IRH's geographic reach. Collectively, these investments diversify the Company's earnings streams and increase exposure to resilient, cash-generative businesses with attractive long-term growth prospects. Furthermore, the Company remains well positioned to pursue future growth opportunities, supported by a strong balance sheet comprising total assets of AED 154.9 Bn, cash and bank balances of AED 15.7 Bn, an investment portfolio of c. AED 71.4 Bn spanning equity investments, funds and other structured assets, and a conservative net debt-to-equity ratio of 0.21x. We also view the increasing adoption of AI across 2PointZero's operating businesses as a key differentiator, with the Company reporting measured productivity gains of 20–30% where the AI platforms have been deployed. While reported earnings may remain influenced by fair value movements within the investment portfolio, we believe the growing contribution from the operating businesses, combined with an expanding global footprint, resilient business mix and prudent capital deployment strategy, strengthens earnings visibility and supports long-term shareholder returns. Accordingly, we maintain our BUY rating on the stock.

2PointZero - Relative valuation[1]

(at CMP)	**2025**	**2026F**
PE	7.98	7.88
PB	0.81	0.80
EV/EBITDA	26.950	6.329
BVPS	2.427	2.452
EPS	0.246	0.249

FABS Estimates & Co Data

[1]2PointZero Mega merger was completed in 2025; hence multiples are shown from 2025

2PointZero - P&L

AED Mn	3Q25	2Q26	3Q26	3Q26F	Var.	YOY Ch	QOQ Ch	2025	2026F	YOY Ch
Revenue	1,220	11,913	11,842	11,270	5.1%	NM	-0.6%	7,004	47,064	NM
Cost of Revenue	-516	-8,620	-8,834	-8,336	6.0%	NM	2.5%	-3,548	-34,882	NM
Gross Profit	**705**	**3,293**	**3,008**	**2,934**	**2.5%**	**NM**	**-8.6%**	**3,456**	**12,183**	**NM**
Invest and other income	292	759	1,025	790	29.7%	NM	34.9%	1,532	**3,859**	**NM**
FV gain/(loss) on invt in financial assets	-203	4,444	242	0	NM	NM	-94.6%	90	5,797	NM
Share of profit/(loss) from invt in a JV	81	37	108	164	-34.2%	32.7%	NM	-171	81	NM
Finance cost	-169	-415	-548	-330	NM	NM	32.1%	-687	-1,484	NM
Impairment loss on invt in a JV	-845	0	-500	0	NM	-40.8%	NM	-845	-810	NM
Gain on partial disposal of an associate	0	0	0	0	NM	NM	NM	0	85	NM
Revaluation loss on digital assets, net of tax	0	-242	589	0	NM	NM	NM	0	-72	NM
Gain on disposal of a subsidiary	2,726	0	0	0	NM	NM	NM	2,725	0	NM
Gain on bargain purchase	0	0	0	0	NM	NM	NM	1	0	NM
S&D expenses	-440	-918	-930	-945	-1.6%	NM	1.3%	-1,269	-3,888	NM
G&A expenses	-210	-1,039	-736	-1,035	-28.9%	NM	-29.2%	-1,021	-3,719	NM
EBITDA	**596**	**2,527**	**2,509**	**2,309**	**8.7%**	**NM**	**-0.7%**	**3,042**	**11,851**	**NM**
Profit from continued operation	**1,939**	**5,919**	**2,258**	**1,579**	**43.0%**	**16.5%**	**NM**	**3,812**	**12,031**	NM
Income tax expense	-14	-470	-441	-221	NM	NM	-6.3%	-255	-2,166	NM
Net Profit after tax from continued operations	**1,924**	**5,448**	**1,817**	**1,358**	**33.8%**	**-5.6%**	**NM**	**3,557**	**9,866**	NM
PAT from discontinued operations	25	-5	3	0	NM	NM	NM	72	-35	NM
Net Profit after discontinued operations	**1,949**	**5,443**	**1,820**	**1,358**	**34.0%**	**-6.6%**	**NM**	**3,628**	**9,831**	NM
Non-Controlling Interest	-60	297	306	272	12.8%	NM	3.0%	189	1,258	NM
Net Profit	**2,009**	**5,146**	**1,514**	**1,086**	**39.4%**	**-24.6%**	**NM**	**3,440**	**8,573**	**NM**

FABS estimate & Co Data

2PointZero - Margins

	3Q25	2Q26	3Q26	YOY Ch	QOQ Ch	2025	2026F	YOY Ch
Gross Profit	57.7%	27.6%	25.4%	-268	-224	49.3%	25.9%	NM
EBITDA	48.8%	21.2%	21.2%	NM	-405	43.4%	25.2%	NM
Net Profit	164.6%	43.2%	12.8%	NM	NM	49.1%	18.2%	NM

FABS estimate & Co Data

Key Developments:

- **31 August 2026 -** 2PointZero, through subsidiary E Point Zero Holding RSC Ltd (ePointZero), has entered into an agreement to acquire a 90% stake in Azura Power Holding Limited, a leading independent power producer in Africa. Azura Power operates 752 MW of gas-fired capacity across three assets in Nigeria (461 MW), Senegal (116 MW) and Mozambique (175 MW), underpinned by long-term power purchase agreements, and has a development pipeline of more than 1.5 GW of gas, renewable and battery storage projects across Africa.
- **14 July 2026** – E Point Zero Holding RSC LTD, a subsidiary of Two Point Zero Group PJSC, completed the acquisition of 100% of the issued share capital of U.S.-based Traverse Midstream Partners LLC in a transaction valued at USD 2.25 Bn. All regulatory and procedural requirements for the acquisition have been fulfilled.

- **11 June 2026** – 2PointZero Group PJSC completed the divestment of its entire 7.29% stake in Abu Dhabi National Energy Company PJSC (TAQA) to Abu Dhabi Power Corporation PJSC, a subsidiary of L'IMAD Holding Company PJSC, on 11 June 2026. The proceeds will be deployed to optimize the Group's capital structure and fund investments across its energy, mining, consumer, food and packaging businesses.

- **10 June 2026** – Two Point Zero Group PJSC announced an agreement to divest its entire stake in Abu Dhabi National Energy Company PJSC to Abu Dhabi Power Corporation PJSC, an indirect wholly owned subsidiary of L'IMAD Holding Company PJSC. Completion of the transaction remains subject to customary terms and conditions, as well as the necessary regulatory approvals.

- **9 April 2026** – E Point Zero Holding RSC Ltd (ePointZero), a subsidiary of Two Point Zero Group PJSC, entered into a strategic partnership with Adani Green Energy Ltd (AGEL) to jointly develop renewable energy projects in India. The initiative will be undertaken through ePointZero's renewable energy platform, Minerva Holding RSC Ltd, with AGEL, via its UAE subsidiary, holding up to a 20% stake in the joint venture.

- **1 April 2026** – International Resources Holding (IRH), a subsidiary of 2PointZero Group, entered into a 20-year LNG Sale and Purchase Agreement with Mexico-based AMIGO LNG for the supply of 1 MTPA of LNG. Deliveries are scheduled to commence in 2H28, in line with the commercial launch of the AMIGO LNG project. The agreement is expected to diversify IRH's LNG sourcing while providing a more direct export route to Asian markets by avoiding the Panama Canal.

- **31 March 2026** – 2PointZero Group announced its participation in the Series G preferred equity financing round of WHOOP, a health and wellness technology platform. The funding round was led by Collaborative Fund, with 2PointZero Group participating alongside other investors. The investment supports the Group's strategy of expanding its presence in consumer-focused sectors and wellness technology.

- **30 March 2026** – E Point Zero Holding RSC LTD (ePointZero), a subsidiary of Two Point Zero Group PJSC, agreed to acquire 100% of US based Traverse Midstream Partners, LLC for USD 2.25 Bn. Traverse owns minority interests in Rover Pipeline LLC and Ohio River System LLC, both of which operate critical natural gas infrastructure assets across North America. The transaction remains subject to customary regulatory approvals.

- **5 March 2026** – Two Point Zero Group PJSC announced that its subsidiary acquired a 60.8% stake in ISEM Packaging Group for AED 704 Mn. ISEM is a leading European provider of premium packaging solutions for the beauty, fashion and nutraceutical industries, operating 11 manufacturing facilities. The company is certified as a Benefit Corporation and holds both B Corp and EcoVadis Gold certifications, underscoring its strong sustainability and ESG credentials.

- **4 March 2026** – Two Point Zero Group PJSC announced that its subsidiary, Multiply Group International Ltd, acquired a stake in Whoop, Inc., a US based health technology company. Whoop operates a subscription-based wearable platform that provides continuous physiological monitoring and personalized health insights. The company has raised over USD 400 Mn from prominent investors, including SoftBank Vision Fund, IVP and GP Bullhound.

- **14 Feb 2026** – Two Point Zero Group PJSC intends to transfer its stakes in Chimera Investment LLC, Lunate Capital LLC and Beltone Holding SAE to Judan Financial Holding, an AI-driven financial platform under International Holding Company (IHC). In exchange, the Company will receive equity ownership in the combined entity. The transaction remains subject to internal and regulatory approvals, as well as the execution of definitive agreements.

Valuation:

We use the Sum of the Parts (SOTP) valuation methodology to determine the fair value of 2pointZero Group. We have used SOTP to value 2PointZero given its diversified holding-company structure, with businesses operating across multiple sectors, each characterized by distinct growth profiles, risk dynamics, and capital structures.

Valuation Method	Target	Weight	Weighted Value
SOTP Method	3.30	100%	3.30
Weighted Average Valuation (AED)			**3.30**
Current market price (AED)			1.97
Upside/Downside (%)			+68%

The following valuation approaches have been applied across 2PointZero's holdings:

- EV/EBITDA multiples, benchmarked against relevant listed peers, have been applied to operating businesses with identifiable EBITDA generation, including Media, Mobility, Beauty, Food, and IRH.
- EV/Revenue multiples have been used to value the Fashion business, as revenue provides a scale-invariant and directly comparable valuation metric across a portfolio of brands with varying margin profiles, while reflecting the market's tendency to value fashion based on topline growth, brand strength, and consumer franchise value.
- Acquisition Value has been used to value the Packaging segment, as the business was recently acquired and the transaction value provides the most relevant observable indicator of fair value.
- P/E multiples have been used to value Chimera Group LLC, where earnings generation is the most appropriate driver of value for a financial and asset management entity.
- P/B multiples, applied to 2PointZero's attributable share of net assets as reported in the audited financial statements, have been used to value Kalyon Energy and EHC Investment. As these entities are held as a joint venture and an associate, respectively, their financials are not fully consolidated into the Company's income statement.
- Market capitalization has been used to value Apex Investment, Invictus Investment, and Elsewedy Electric, in which 2PointZero holds a minority stake, given the availability of an observable and liquid market price.
- Discounted Cash Flow (DCF) analysis has been used to value Alphamin, as the long-term, production-linked cash flow profile of its mining operations is best captured through an explicit forecast of future free cash flows discounted at a risk-adjusted rate.

The aggregate valuation of all underlying holdings is subsequently adjusted for 2PointZero's financial investment portfolio, net debt, and non-controlling interests to arrive at the equity value attributable to shareholders. Investments in joint ventures, associates, and financial assets classified as FVOCI and FVTPL have been included at their carrying values. However, the carrying amounts of Apex, Invictus, and Elsewedy Electric have been excluded, as these holdings are valued separately based on market capitalization. Likewise, the carrying values of Kalyon and EHC have been excluded, as they are independently valued using the Price-to-Book (P/B) methodology. A holding company discount of 10.0% has additionally been applied to reflect the structural discount at which listed investment holding companies typically trade relative to their net asset value, driven by conglomerate complexity, holding structure costs, and limited control over certain minority-owned investments.

SOTP Method:

Name of Entity	Type of Valuation	Financial	Valuation Method	Valuation Multiple	Valuation (AED, Mn)	% EV Contribution
Consumer						
Media	EBITDA[1]	580	EV/EBITDA	13.2	7,632	8.3%
Mobility - EMobility	EBITDA[1]	455	EV/EBITDA	11.1	5,041	5.5%
Beauty	EBITDA[1]	305	EV/EBITDA	9.6	2,934	3.2%
Fashion - Tendam	Revenue[1]	7,551	EV/Revenue	2.1	16,063	17.5%
Food - Ghitha	EBITDA[1]	1,111	EV/EBITDA	5.4	6,044	6.6%
Packaging - ISEM	-	-	Acquisition Value	-	704	0.8%
Investments & Asset Management						
Chimera	Net Profit[1]	1,940	P/E	9.1	17,706	19.3%
ePointZero (Energy)						
Kalyon Energy (JV)	Book Value[4]	1,028	P/B	7.7	7,952	8.7%
EHC Investment (Associate)	Book Value[4]	164	P/B	4.0	663	0.7%
Mining						
Alphamin	EV	-	DCF	-	9,484	10.4%
IRH (Excluding Alphamin)	EBITDA[1]	2,842	EV/EBITDA	6.1	17,388	19.0%
Total Enterprise Value					**91,612**	
Add) Market Cap of Listed Entities						
Apex Investment PJSC	Equity Value	-	Market Cap	-	4,260	
Invictus Investment Company	Equity Value	-	Market Cap	-	357	
Elsewedy Electric	Equity Value	-	Market Cap	-	3,468	
Add/(Less): Net Cash/(debt) (as of 3Q26)					-24,658[2]	
Add/(Less): Total Investments (as of 3Q26)					62,713[3]	
Add/(Less): Non-controlling interest (as of 3Q26)					-10,935	
Equity value before Holdco Discount					126,817	
(Less) Holding Company Discount - 10%					-12,682	
Equity Value (AED, Mn)					**114,943**	
No. of shares outstanding (Mn)					34,564	
Equity Value per share (AED)					**3.30**	

Source: FAB Securities Research, [1]For the period of FY2026E, [2]Excluding restricted cash, [3]Excluding the book value of Kalyon Energy, EHC Investment, El-Sewedy Electric, Apex Investment and Invictus, as reported on 31-Dec-2025, [4]Reported as of 31-Dec-2025

DCF Method: Alphamin

We relied upon Alphamin's underlying business drivers and historical financial trends to arrive at the valuation through the DCF methodology. Alphamin is headquartered in Mauritius and listed on the TSX Venture Exchange (TSXV: AFM) and the Johannesburg Stock Exchange AltX (JSE AltX: APH), with its mining operations located in the Democratic Republic of Congo (DRC). To arrive at the Cost of Equity (Ke), we applied a risk-free rate of 4.8%, a market risk premium of 5.0%, a country risk premium of 6.5%, and a Beta of 1.2, resulting in a Cost of Equity of 17.3%. Given that Alphamin's operations are predominantly concentrated in the DRC, a jurisdiction characterised by elevated political, regulatory, and operational risk, a country risk premium of 6.5% has been incorporated into the Cost of Equity, resulting in a Ke of 17.3%. We assumed a cost of debt of 9.6%, which, adjusted for the applicable tax rate, yields an after-tax cost of debt of 6.7%, and applied a debt-to-equity ratio of 0.03x in deriving the WACC.

Sum of PV (USD, Mn)	1,238
Terminal value (USD, Mn)	1,344
Terminal Growth Rate	2.0%
WACC	17.0%
Enterprise Value (USD, Mn)	2,582
Net cash/(debt) as of 2Q26	91
Non-controlling interest as of 2Q26	-245
Equity Value (USD, Mn)	**2,428**
No. of share (Mn)	1,283
Fair Value per share (CAD)	**1.89**

DCF Method

(All Figures in USD Mn)	FY 2026E	FY 2027E	FY 2028E	FY 2029E	FY 2030E	FY 2031E
EBIT * (1-Tax rate)	357	301	341	374	415	460
(+/-) Depreciation & amortization	55	52	49	48	46	46
(+/-) CAPEX	-40	-34	-36	-39	-43	-48
(+/-) Working Capital	-29	14	-14	-12	-15	-16
Free Cash Flow to Equity (FCFF)	**343**	**334**	**341**	**371**	**403**	**442**
Discounting Factor	0.98	0.83	0.71	0.61	0.52	0.45
Discounted FCFF	**84[1]**	**279**	**243**	**226**	**210**	**197**

Source: FAB Securities, [1]Adjusted for partial year

Company	Market (USD Mn)	EV/EBITDA (x)		P/E (x)	
		2026F	2027F	2026F	2027F
Media					
JCDecaux	5,884	9.2x	8.7x	16.9x	15.4x
Clear Channel Outdoor	1,230	13.6x	13.2x	NA	NA
Ströer SE	2,388	6.2x	5.8x	13.2x	11.2x
Lamar Advertising	13,736	18.4x	17.5x	26.6x	25.0x
Outfront Media	5,663	16.5x	15.9x	22.9x	21.3x
Average		**12.8x**	**12.2x**	**15.9x**	**14.6x**
Median		**13.6x**	**13.2x**	**16.9x**	**15.4x**
Max		**16.5x**	**15.9x**	**22.9x**	**21.3x**
Min		**9.2x**	**8.7x**	**13.2x**	**11.2x**

Source: FAB Securities

Company	Market (USD Mn)	EV/EBITDA (x)		P/E (x)	
		2026F	2027F	2026F	2027F
Mobility					
Salik Company PJSC	10,557	20.8x	18.8x	26.4x	22.9x
Dubai Taxi Company PJSC	1,463	12.2x	7.6x	38.9x	15.3x
Parkin Company PJSC	5,048	21.5x	19.7x	26.3x	23.9x
ADNOC Drilling Company PJSC	25,877	12.5x	11.8x	17.8x	16.8x
DEWA PJSC	37,166	9.7x	9.2x	15.9x	15.0x
ADNOC Distribution PJSC	12,899	10.1x	10.4x	12.9x	14.1x
Average		**14.5x**	**12.9x**	**23.0x**	**18.0x**
Median		**12.3x**	**11.1x**	**22.0x**	**16.1x**
Max		**18.7x**	**17.0x**	**26.4x**	**21.4x**
Min		**10.6x**	**9.5x**	**16.4x**	**15.0x**

Source: FAB Securities

Company	Market (USD Mn)	EV/EBITDA (x)		P/E (x)	
		2026F	2027F	2026F	2027F
Beauty					
AB&Company Co. Ltd.	132	8.8x	8.4x	13.3x	12.2x
Beauty Farm Medical & Health Industry Inc.	601	NA	NA	8.2x	6.9x
OneSpaWorld Holdings Limited	2,676	20.1x	17.8x	23.2x	20.4x
QB Net Holdings Co., Ltd.	111	11.7x	9.6x	15.6x	13.2x
Average		**13.5x**	**11.9x**	**15.1x**	**13.2x**
Median		**11.7x**	**9.6x**	**14.4x**	**12.7x**
Max		**15.9x**	**13.7x**	**17.5x**	**15.0x**
Min		**10.3x**	**9.0x**	**12.0x**	**10.9x**

Source: FAB Securities

Company	Market (USD Mn)	EV/Revenue (x)		EV/EBITDA (x)	
		2026F	2027F	2026F	2027F
Fashion					
Industria de Diseño Textil, S.A.	200,659	4.0x	3.7x	14.2x	13.1x
H & M Hennes & Mauritz	25,530	1.5x	1.5x	8.5x	8.2x
Next plc	24,747	2.7x	2.5x	12.1x	11.5x
Gap Inc.	7,805	0.7x	0.7x	6.8x	6.3x
Adidas AG	33,676	1.2x	1.1x	9.1x	8.0x
Kering SA	24,828	2.2x	2.1x	8.8x	7.8x
Prada S.p.A.	12,882	2.4x	2.3x	7.3x	6.9x
Average		**2.1x**	**2.0x**	**9.5x**	**8.8x**
Median		**2.2x**	**2.1x**	**8.8x**	**8.0x**
Max		**2.6x**	**2.4x**	**10.6x**	**9.9x**
Min		**1.4x**	**1.3x**	**7.9x**	**7.3x**

Source: FAB Securities

Company	Market (USD Mn)	EV/EBITDA (x)		P/E (x)	
		2026F	2027F	2026F	2027F
Food					
Almarai Company	11,122	10.1x	9.4x	16.8x	15.8x
Arabian Food Industries Company	116	NA	NA	NA	NA
Cairo Poultry Company S.A.E.	320	4.4x	4.0x	9.0x	11.2x
Edita Food Industries Company	677	7.1x	5.5x	11.6x	8.8x
Juhayna Food Industries S.A.E.	605	8.1x	6.7x	14.4x	11.2x
Obour Land for Food Industries	135	5.8x	5.1x	9.4x	7.2x
Saudia Dairy & Foodstuff Company	1,504	11.4x	11.0x	17.7x	17.2x
Savola Group Company	1,920	5.4x	5.3x	10.4x	10.3x
Average		**6.5x**	**5.9x**	**11.2x**	**10.2x**
Median		**6.4x**	**5.4x**	**11.0x**	**10.7x**
Max		**8.6x**	**7.4x**	**15.0x**	**12.3x**
Min		**5.2x**	**4.8x**	**9.3x**	**8.4x**

Source: FAB Securities

Company	Market (USD Mn)	P/B (x)		P/E (x)	
		2026F	2027F	2026F	2027F
Chimera Group LLC					
CITIC Securities Company Limited	56,003	0.5x	0.5x	0.9x	0.8x
EFG Holding Company S.A.E	580	3.1x	2.6x	0.0x	0.0x
KKR & Co.	87,977	15.0x	14.4x	23.0x	23.0x
Blackstone (BX)	91,324	8.1x	6.5x	13.5x	10.7x
Apollo Global Management	70,546	3.5x	3.0x	11.2x	9.1x
Average		**6.0x**	**5.4x**	**9.7x**	**8.7x**
Median		**3.5x**	**3.0x**	**11.2x**	**9.1x**
Max		**8.1x**	**6.5x**	**13.5x**	**10.7x**
Min		**3.1x**	**2.6x**	**0.9x**	**0.8x**

Source: FAB Securities

Company	Market (USD Mn)	P/B (x)		EV/ EBITDA (x)	
		2026F	2027F	2026F	2027F
Energy - Kalyon Energy					
Aboitiz Power Corporation	5,009	2.6x	2.6x	9.4x	9.2x
China Three Gorges Renewables	14,711	12.0x	11.0x	13.8x	12.3x
ACWA Power Company	30,941	17.0x	13.8x	31.9x	22.6x
ACME Solar Holdings Limited	3,124	11.5x	6.1x	13.7x	7.2x
Clean Max Enviro Energy Solutions	1,552	8.0x	6.0x	13.6x	8.5x
Clearway Energy, Inc.	4,108	10.5x	9.4x	12.3x	10.9x
Average		**10.3x**	**8.1x**	**15.8x**	**11.8x**
Median		**11.0x**	**7.7x**	**13.6x**	**10.1x**
Max		**11.9x**	**10.6x**	**13.8x**	**11.9x**
Min		**8.6x**	**6.0x**	**12.6x**	**8.7x**

Source: FAB Securities

Company	Market (USD Mn)	P/B (x)		EV/ EBITDA (x)	
		2026F	2027F	2026F	2027F
Energy - EHC Investments					
Honeywell International	71,015	4.1x	4.0x	18.8x	16.2x
Siemens AG	236,720	3.1x	2.8x	17.2x	15.3x
Schneider Electric	162,510	3.3x	3.0x	15.3x	13.1x
Eaton Corporation	142,182	4.9x	4.4x	21.0x	17.7x
Veolia Environnement	27,444	1.2x	1.2x	7.7x	7.3x
Emerson Electric	92,572	5.2x	5.3x	18.0x	17.8x
ACWA Power	30,941	17.0x	13.8x	31.9x	22.6x
NextEra Energy	178,334	9.8x	8.9x	17.8x	15.2x
GE Vernova	228,218	4.7x	4.1x	32.5x	21.8x
Enbridge Inc.	111,755	3.3x	3.8x	13.2x	12.4x
IHI Corporation	15,815	1.5x	1.4x	8.3x	8.9x
Average		**5.3x**	**4.8x**	**18.3x**	**15.3x**
Median		**4.1x**	**4.0x**	**17.8x**	**15.3x**
Max		**5.1x**	**4.8x**	**19.9x**	**17.8x**
Min		**3.2x**	**2.9x**	**14.3x**	**12.7x**

Source: FAB Securities

Company	Market (USD Mn)	EV/EBITDA (x)		PE (x)	
		2026F	2027F	2026F	2027F
Mining – IRH (Excluding Alphamin)					
Glencore	81,603	5.8x	5.6x	11.2x	10.6x
Southern Copper	149,853	13.1x	13.7x	22.4x	23.6x
Saudi Arabian Mining Company	57,663	15.4x	12.8x	26.2x	20.7x
African Rainbow Minerals Limited	1,822	5.1x	3.7x	8.8x	7.3x
First Quantum Minerals Ltd.	19,342	11.4x	6.3x	67.5x	12.5x
Ivanhoe Mines Ltd.	9,193	9.8x	6.1x	36.8x	14.8x
Vedanta Limited	10,122	3.3x	3.6x	5.6x	6.2x
Average		**9.1x**	**7.4x**	**25.5x**	**13.7x**
Median		**9.8x**	**6.1x**	**22.4x**	**12.5x**
Max		**12.3x**	**9.5x**	**31.5x**	**17.7x**
Min		**5.4x**	**4.6x**	**10.0x**	**8.9x**

Source: FAB Securities

Research Rating Methodology:

Rating	Upside/Downside potential
BUY	Higher than +15%
ACCUMULATE	Between +10% to +15%
HOLD	Lower than +10% to -5%
REDUCE	Between -5% to -15%
SELL	Lower than -15%

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