



NBK Capital

Kuwait

Head Office

17th Floor, Dar Al-Awadi Building
Ahmed Al-Jaber Street, Sharq
P.O. Box 4950, Safat 13050,
Kuwait
Tel: +965 2224 6900
Fax: +965 2224 6904

International Network

United Arab Emirates

NBK Capital Limited

Precinct Building 3, Office 404
Dubai International Financial Center
P.O. Box 506506, Dubai
United Arab Emirates
Tel: +971 4 365 2800
Fax: +971 4 365 2805

Turkey

NBK Capital

Arastima ve Musavirlik AS
SUN Plaza, 30th Floor
Dereboyu Sk. No.24
Maslak 34398, Istanbul, Turkey
Tel: +90 212 276 5400
Fax: +90 212 276 5401

NBK Capital MENA Research

Tel: + 965 2224 6663

Fax: + 965 2224 6984

E-mail: menaresearch@nbkcapital.com

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Jordan Telecom (JTEL.AM)

November 03, 2008

- Jordan Telecom reported total revenue of JOD 301 million for 9M2008, a 0.4% increase over the same period last year. This was in line with our forecast of JOD 303 million (1% difference).
- Although fixed-line services witnessed a decrease in revenue by 7.5% in 9M2008 compared to the same period last year, it remains the main contributor to total revenues (50% of total revenue). As for mobile revenues, it grew by 6.6% in 9M2008 compared to the same period last year and its contribution to total revenues increased from 42.3% in 9M2007 to 45% in 9M2008.
- At the end of 9M2008, total subscribers increased by 2.2% compared to December 2007. During the same period, mobile subscribers grew by 1.9% and represented 70% of the total subscribers.
- During 9M2008, EBITDA increased by 3.9%, compared to the same period last year, to JOD 135.9 million. This outpaced our forecast by 5% mainly due to better cost control. OPEX decreased by 2.4% compared to the same period last year. Thus EBTIDA margin increased in 9M2008 to 45.1% from 43.6% in 9M2007 versus our forecast of 43%.
- Net profit increased by 7.7% to JOD 78.2 million in 9M2008 compared to the same period last year. The boost in net profit is due to higher finance income.
- We will be issuing an update on Jordan Telecom soon.

Analyst:

Diala Hoteit

Direct: +971-4-3652855

diala.hoteit@nbkcapital.com

Related Research

- Jordan Telecom Update – 18 May 2008
- Jordan Telecom Initiation – 15 Nov. 2007