

## Weekly Market Commentary (09.10.2026)

### Local Highlights

The **SEMDEX** was up by 0.08% over the week, with total market turnover (TMT) increasing by 112.4% w/w. Trading activity on the equity board was geared towards **MCBG**, which made up 35.0% of TMT, followed by **MUAL** (15.1%) and **PBL** (3.1%). Overall, foreigners were **net purchaser** to the tune of Rs 27.6m. Accounting only for SEMDEX constituents, foreigners were net purchaser to the tune of Rs 38.6m, with **MCBG** being the main driver of foreign purchase, registering a net inflow of Rs 36.4m.

On the banking front, **MCBG** gained 1.90% to close the week at Rs 468.75, while **SBMH** fell 0.97% to Rs 6.12.

Within the conglomerate space, **ERL** fell 4.50% to Rs 19.10. **IBLL** also fell 0.24% to Rs 20.95. In contrast, **CIEL** gained 1.07% to close the week at Rs 7.58.

Sugar conglomerates closed in the green with **Omnican** (+2.20%), **ALTG** (+4.15%) and **TERA** (+1.35%) ending the week at Rs 18.60, Rs 11.30, and Rs 18.75 respectively.

As for the property sector, **Medine** fell 5.17% to Rs 55.00. **ASCE** also fell by 0.85%, closing the week at Rs 17.60.

Among hotels, **LUX** (-0.20%) and **NMHL** (-5.52%) closed lower at Rs 49.40 and Rs 13.70, respectively.

Regarding industrial stocks, **PBL** fell 2.70% to Rs 54.00. Similarly, **PIM** fell 3.66% to Rs 39.50.

Investment trusts ended the week in the mixed with **POL** (-5.41%), **NITL** (-0.43%) and **MDIT** (+1.07%) closing at Rs 3.50, Rs 9.26 and Rs 1.89, respectively.

On the commodities side, **NewGold ETF - MUR** fell by 1.41% to close at Rs 1,944.05.

### Top Performers

|              |         |
|--------------|---------|
| Alteo        | + 4.15% |
| MUA          | + 2.38% |
| Omnican      | + 2.20% |
| MCB Group    | + 1.90% |
| United Docks | + 1.67% |

### Main Detractors

|                        |         |
|------------------------|---------|
| Almarys Limited        | - 6.09% |
| NMH                    | - 5.52% |
| POLICY                 | - 5.41% |
| Medine                 | - 5.17% |
| CIM Financial Services | - 5.00% |

### Most Traded Stocks

| Most Traded Stocks | % of TMT |
|--------------------|----------|
| MCB Group          | 35.0%    |
| MUA                | 15.1%    |
| PBL                | 3.1%     |
| CIEL               | 1.9%     |
| Afreximbank - USD  | 1.6%     |

### Communiqués

#### • SEM-10 List

The Index Management Committee met on October 06, 2026, and selected the constituents of the SEM-10 Index and those of the Reserve List for the quarter starting October 07, 2026. The constituents include MCB Group, SBM Holdings, IBL, Ciel, Vivo Energy Mauritius, Phoenix Beverages, Afreximbank, Emtel, CIM, and Sun. The Reserves List includes ER Group, Ascencia, NMH, Lux and Medine.

#### • Gamma Civic Ltd

On 07.10.2026, the Board of Directors of Gamma Civic Ltd has approved a second issue of notes, by way of preferential offer, for an amount of up to MUR 1.5 billion under the Company's existing Multi-Currency Note Programme. The programme memorandum dated 1 June 2021 will be updated to comply with changes to applicable laws, cater for the Second Issue and include recent information (where required). The proceeds will be used to re-finance certain existing debts and finance strategic investments of the Company. The terms and conditions of the Second Issue, related documentation and appointment of relevant service providers are currently being finalised.

# International News – US Market

Wall Street opened higher on Monday, with the Nasdaq reaching a record closing high, supported by gains in technology stocks and declining oil prices. Weaker-than-expected September employment data also reduced expectations of an interest rate hike at the Federal Reserve’s October meeting, with the probability falling to 24% from 70% a week earlier. The Dow Jones gained 0.18%, the S&P 500 advanced 0.66% and the Nasdaq climbed 1.05%.

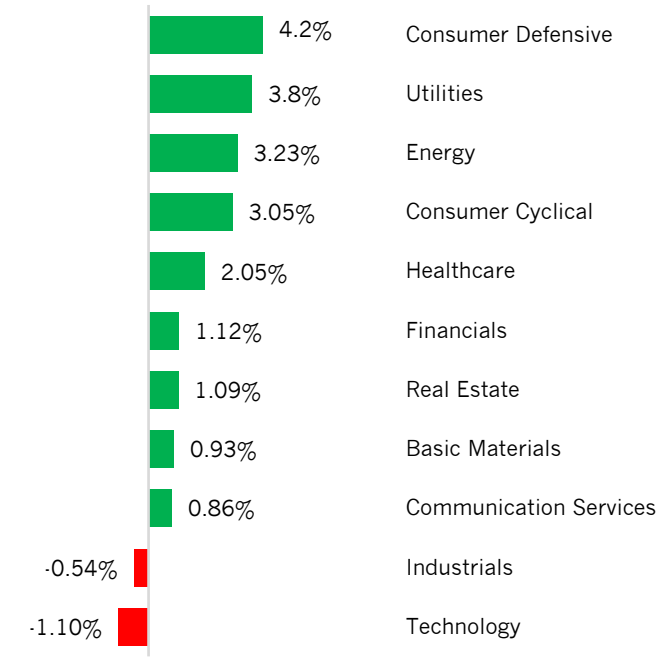
U.S. equities extended their gains on Tuesday, with the S&P 500 and Nasdaq reaching record closing highs as stabilising crude prices and easing Treasury yields alleviated inflation concerns. AI-related stocks continued to support the rally, with Marvell Technology gaining 5.8% following an upward revision to its 2028 revenue forecast, while AMD rose 2.8% on expectations of stronger AI chip demand. Meanwhile, the U.S. trade deficit widened by 13.7% in August as imports reached a record high, reflecting robust domestic demand. The Dow Jones rose 0.49%, the S&P 500 gained 0.58% and the Nasdaq advanced 0.45%.

Wall Street retreated on Wednesday as rising Treasury yields renewed concerns over inflation and mounting debt levels. The 30-year Treasury yield reached a 24-year high, while Brent crude settled above \$100 per barrel amid supply concerns related to the Iran war. Minutes from the Federal Reserve’s September meeting revealed differing views among policymakers regarding the rationale for the recent rate hike, although markets increasingly anticipated a pause in October. The Dow Jones lost 0.66%, while both the S&P 500 and Nasdaq declined 0.22%.

Markets remained under pressure on Thursday as escalating tensions in the Middle East and reduced U.S. oil production pushed crude prices higher, reinforcing inflation and interest rate concerns. WTI and Brent crude rose 3.6% and 4.1%, respectively. Semiconductor stocks dropped 3.4% following a report that OpenAI’s annualised revenues were \$20 billion lower than previously indicated. The Dow Jones edged up 0.10%, while the S&P 500 fell 0.47% and the Nasdaq declined 1.25%.

Wall Street rebounded on Friday as investors shifted their attention towards the upcoming third-quarter earnings season and inflation data, which could provide further clarity on the Federal Reserve’s monetary policy outlook. Oil prices initially eased following President Donald Trump’s comments regarding productive talks with Iran, although WTI and Brent crude ultimately settled 0.4% higher. Meanwhile, U.S. consumer sentiment deteriorated, with near-term expectations falling to a record low. Telecom stocks declined sharply following SpaceX’s acquisition of a nationwide low-band spectrum portfolio, while Apple slipped 1.1% amid reports of production cuts for iPhone 18 Pro components. The Dow Jones gained 0.83%, the S&P 500 rose 0.59% and the Nasdaq advanced 0.64%.

## 1 Week Performance



## Valuation

|                        | Forward P/E | PEG  | P/FCF  |
|------------------------|-------------|------|--------|
| Basic Materials        | 14.56       | 1.13 | 23.25  |
| Communication Services | 19.97       | 0.99 | 37.37  |
| Consumer Cyclical      | 20.10       | 1.18 | 40.96  |
| Consumer Defensive     | 19.94       | 2.77 | 22.10  |
| Energy                 | 12.03       | 0.89 | 14.04  |
| Financial              | 13.49       | 1.19 | 9.84   |
| Healthcare             | 18.40       | 2.18 | 22.33  |
| Industrials            | 28.33       | 1.83 | 35.21  |
| Real Estate            | 27.58       | 2.86 | 21.36  |
| Technology             | 21.65       | 0.80 | 38.49  |
| Utilities              | 15.58       | 1.68 | 141.35 |

## Earnings Calendar

|            | Time (GMT+4) | Ticker | Company                         | Estimate EPS (USD) |
|------------|--------------|--------|---------------------------------|--------------------|
| 13.10.2026 | 15.00        | JPM    | JP Morgan Chase & Co.           | 5.93               |
| -          | 14.45        | JNJ    | Johnson & Johnson               | 2.50               |
| -          | 17.30        | UNH    | UnitedHealth Group Incorporated | 4.15               |
| -          | 15.30        | GS     | Goldman Sachs Group, Inc.       | 12.86              |
| -          | 15.00        | WFC    | Wells Fargo & Company           | 1.85               |
| -          | 16.00        | C      | Citigroup, Inc.                 | 2.65               |
| 14.10.2026 | 15.30        | MS     | Morgan Stanley                  | 2.93               |

# The Week's Defining Stocks

## Constellation Energy Corp. (CEG)

Constellation Energy has contracted approximately 30% of its clean baseload output under long-term agreements, leaving a significant portion of its nuclear power capacity without long-term commitments. Between its first- and second-quarter earnings calls, the company signed approximately 920 megawatts of long-term nuclear agreements. On September 30, Constellation announced a 20-year agreement with Amazon covering approximately 190 megawatts of nuclear capacity at its Calvert Cliffs plant in Maryland. Management indicated that agreements signed since the first-quarter call have an average duration of 18.5 years and involve investment-grade customers. However, pricing details remain undisclosed, with management maintaining its previously indicated potential contract value range of \$20–\$50 per megawatt-hour. Meanwhile, regulatory uncertainty has delayed the company's progress in securing long-term agreements. PJM is expected to conduct a procurement auction this fall, with results anticipated by year-end, while the Federal Energy Regulatory Commission (FERC) is expected to issue an order in the first or second quarter of 2027.

## Space Exploration Technologies Corp. (SPCX)

SpaceX is reportedly seeking approximately \$40 billion in financing to purchase Nvidia chips, comprising \$10 billion in bank loans and \$30 billion in investment-grade debt. CEO Elon Musk previously announced that the company had decided to rely exclusively on Nvidia for its AI initiatives. Following the integration of xAI in February, SpaceX has been expanding its Colossus data centres to support its Grok models and provide computing capacity to external customers. In Q2 2026, capital expenditure reached \$18.4 billion, of which \$15.8 billion was allocated to AI infrastructure. Full-year capital spending could approach \$65 billion if the current pace continues. Meanwhile, SpaceX has agreed to acquire Grain Management's nationwide 800 MHz spectrum portfolio in a deal reportedly valued at approximately \$8 billion. The acquisition aims to strengthen Starlink Mobile's satellite-based connectivity services, enabling it to compete with traditional telecom operators by providing broader coverage and improved indoor connectivity while reducing reliance on conventional cell towers. The transaction remains subject to regulatory approval.

## Broadcom Inc. (AVGO)

Broadcom shares declined following reports that the chipmaker is exploring a financing package of around \$50 billion in debt to support custom AI processors being developed in collaboration with OpenAI. However, no formal financing process has begun, and the size and structure of the potential deal remain subject to change. The proposed financing follows a \$60 billion package linked to Anthropic's lease of advanced chips, for which Broadcom provided partial financing support. The company has increasingly been involved in helping customers finance large-scale computing infrastructure alongside its custom-chip business. Broadcom and OpenAI are currently collaborating on custom AI accelerators and related systems, with an agreement covering 10 gigawatts of accelerator and networking capacity. Deployments are expected to begin in the second half of 2026 and continue through 2029.

### Constellation Energy Corp.

Closing Price (09.10.2026) **\$298.07**

#### Performance

5 Day **+ 11.38%**  
1 Month **+ 12.66%**  
YTD **- 15.63%**

#### Analyst Estimates

Average Recommendation **Buy**  
Median Target Price **\$344.11**

### Space Exploration Technologies Corp.

Closing Price (09.10.2026) **\$162.57**

#### Performance

5 Day **- 4.98%**  
1 Month **+ 9.73%**  
3 Month **+ 16.84%**

#### Analyst Estimates

Average Recommendation **Overweight**  
Median Target Price **\$226.63**

### Broadcom Inc.

Closing Price (09.10.2026) **\$361.54**

#### Performance

5 Day **- 0.27%**  
1 Month **+ 4.88%**  
YTD **+ 4.46%**

#### Analyst Estimates

Average Recommendation **Buy**  
Median Target Price **\$533.19**