



Morning Report

08 May 2024

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,072	0.4%	-2%	-3%	-5%	-7%
DFM	4,156	0.0%	-2%	0%	2%	16%
TASI	12,358	-0.1%	-3%	2%	3%	10%
QSI	9,619	-0.2%	-3%	-4%	-11%	-10%
BKM	5,971	-0.6%	0%	1%	7%	7%
MSX	4,779	-0.3%	2%	5%	6%	1%
BHSEASI	2,024	0.1%	0%	-2%	3%	6%
EGX	26,430	0.0%	-6%	-5%	6%	53%
DJI	38,884	0.1%	0%	1%	3%	15%
S&P 500	5,188	0.1%	0%	4%	9%	25%
Nasdaq	16,333	-0.1%	1%	4%	9%	33%
FTSE	8,314	1.2%	5%	9%	8%	7%
DAX	18,430	1.4%	1%	9%	10%	15%
CAC40	8,076	1.0%	0%	6%	7%	9%
Nikkei225	38,835	1.6%	0%	8%	16%	33%
HIS	18,437	-0.2%	10%	15%	8%	-8%
MSCI EM	1,068	0.1%	2%	7%	4%	9%
MSCI	178	0.3%	2%	6%	5%	10%
US Fut.	5,213	0.0%	-1%	4%	8%	26%
EU Fut.	4,993	-0.1%	0%	7%	10%	16%

Notes: TASI (KSA), QSI (Qatar), BKM (Kuwait), MSX(Oman), BHSEASI (Bahrain), EGX (Egypt), HSI (Hong Kong).

UAE Trading Summary

AEDmn	Buy	Sell	Net
ADX	1,022	1,022	-
Local	584	611	(27)
Foreign	438	411	27
Company	789	751	37
Individual	233	270	(37)
DFM	263	263	-
Local	102	121	(19)
Foreign	160	141	19
Company	142	119	23
Individual	121	143	(23)
Total	1,285	1,285	-
Local	687	733	(46)
Foreign	598	552	46

KEY STORIES

IHC announces the successful integration of Aiden Insight, an AI-powered virtual entity, as a Board Observer, a ground-breaking move highlighting IHC's commitment to innovation and strategic foresight

ADNOCLS reported 1Q24 income for the period of USD193.7mn against USD144.9mn in 1Q23. The company reported a revenue of USD840.3mn versus USD592.2mn in 1Q23

EMSTEEL reported 1Q24 profit for the period of AED128.2mn against AED152.2mn in 1Q23. The company reported a revenue of AED2,136.2mn in 1Q24 versus AED2,405.6mn in 1Q23

Presight announced 1Q24 attributable profit of AED96mn against AED72mn in 1Q23. The company reported a revenue of AED262.1mn in 1Q24 against AED226.2mn in 1Q23

Burjeel reported 1Q24 profit attributable of AED102.0mn against AED118.8mn 1Q23. The company reported 1Q24 revenue of AED1,205mn against AED1,085mn in 1Q23

DTC reported 1Q24 net profit of AED108mn versus AED94.1mn year ago. 1Q24 revenue came in at AED558.4mn versus AED480.5mn year ago

Sukoon Insurance reported 1Q24 profit for the period of AED81.8mn against AED68.2mn in 1Q23

Sukoon Takaful reported 1Q24 net profit for the period of AED3.1mn against a loss for the period of AED14.0mn in 1Q23

RAKBANK board seeks shareholders approval to issue additional tier 1 capital of upto USD500mn. The Board seeks shareholders approval to Issue Tier 2 capital of upto USD250mn

E7 Group signed a MoU with Diletta Maschinentchnik, a prominent German manufacturer of identity and security systems for government and national institutions

Hayah Insurance BoDs voted unanimously to elect Mrs.Salama Amer Omar Saleh as Chairman of the Board of Directors and Mr. Marwan Ibrahim Nasser Abdullah Al Nasser as Vice Chairman

Saudi Arabian state-owned oil giant Aramco expects to pay USD31bn in dividends despite reporting lower earnings for the first quarter

Saudi Arabia's Savola group reported a 1Q2024 net profit of SAR349mn (USD93mn), down 11% YoY amid losses incurred on the devaluation of the Egyptian pound, and higher operating expenses

Saudi Arabia's Lana Medical Co has signed an MOU to buy a 50% stake in Solar Laser Systems, a manufacturer of educational, military, industrial and medical lasers based in Belarus

Egypt's net foreign reserves rose to USD41.057bn in April from USD40.361bn in previous month, central bank data showed on Tuesday

Egypt's ASEC co for mining reported FY23 consolidated net attributable profit of EGP1.96bn versus EGP95.9mn year ago. FY23 consolidated revenue of EGP1.92bn versus EGP1.36bn year ago

Key Global Trends/ Market Clues

Asian stocks lacked direction on Wednesday, while the dollar remained firm despite lower U.S. Treasury yields as markets assessed mixed signals from U.S. policymakers and economic data on the path for Federal Reserve interest rates. The yen remained on the back foot even with the threat of currency intervention from Japanese authorities to support it. Japan's Nikkei slumped about 1% as traders took profits following the previous session's 1.6% surge. The tech-heavy index also succumbed to pressure from a sell-off in U.S. chip stocks on Tuesday. The U.S. dollar index - which measures the currency against the yen, euro, sterling and three other major peers rose 0.09% to 105.51, adding to Tuesday's 0.3% advance. Last week, Fed Chair Jerome Powell said the wait to loosen policy is taking longer than anticipated, but signalled his inclination is still to cut.

Oil prices fell in early Asian trade on Wednesday as industry data showed a pile up in both crude and fuel inventories in the U.S., a sign of weak demand, and cautious supply expectations emerged ahead of an OPEC+ policy meeting next month. Brent crude oil futures fell to USD82.86 a barrel. U.S. West Texas Intermediate crude futures fell to USD78.13 a barrel. Both benchmarks fell marginally in the previous session on signs of easing supply tightness and weaker global oil demand from an EIA forecast report on Tuesday. U.S. crude stocks rose by 509,000 barrels in the week ended May 3, market sources said citing American Petroleum Institute figures. Cautious expectations on supply cuts from the OPEC+ ahead of a June 1 policy meeting also weighed on markets.

UAE Stories

IHC announces the successful integration of Aiden Insight, an AI-powered virtual entity, as a Board Observer, a ground-breaking move highlighting IHC's commitment to innovation and strategic foresight. During its first attendance at IHC's Board Meeting on 6 May 2024, Aiden Insight demonstrated its exceptional analytical capabilities by dissecting decades of business data, financial reports, and market trends to deliver actionable insights and predictive analyses. This contribution enabled the IHC Board to make well-informed decisions, effectively manage risks, and pinpoint emerging opportunities.

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EMSTEEL reported 1Q24 profit for the period of AED128.2mn against AED152.2mn in 1Q23. The company reported a revenue of AED2,136.2mn in 1Q24 versus AED2,405.6mn in 1Q23.

Presight announced 1Q24 attributable profit of AED96mn against AED72mn in 1Q23. The company reported a revenue of AED262.1mn in 1Q24 against AED226.2mn in 1Q23. Debt-free balance sheet remains robust with cash and equivalents of AED2.0bn (post operating cash outflow of AED104.4mn in the quarter to support investment in growth and capability), providing significant financial flexibility to fund future organic and inorganic growth. Presight recently issued financial guidance for the years 2023-2027 and anticipates compound annual growth in revenue of between 17% and 23%, annual growth in EBITDA of 15-20% and annual growth in post-tax net profit of 10-15%.

Burjeel reported 1Q24 profit attributable of AED102.0mn against AED118.8mn 1Q23. The company reported 1Q24 revenue of AED1,205mn against AED1,085mn in 1Q23. Revenue increased by 11.1% YoY to AED 1,205 million in Q1 '24, despite the YoY slowdown in March revenue due to the early start of Ramadan (10 March to 9 April '24 vs. 22 March to 20 April '23). Outpatient and inpatient revenue increased by AED 79 million (+11.7% YoY) and AED38mn (+10.0% YoY), respectively. Revenue growth in the pre-Ramadan period accelerated compared to Q4 '23 performance and was in line with FY '24 guidance, driven by a strong increase in patient footfall and improvement in patient yield. EBITDA ex-one-offs grew by 7.7% YoY to AED260mn in Q1 '24 despite the Ramadan impact and ongoing investments in complex care.

DTC reported 1Q24 net profit of AED108mn versus AED94.1mn year ago. 1Q24 revenue came in at AED558.4mn versus AED480.5mn year ago. 12mn trips completed across taxi and limousine segments in 1Q 2024, up 8% YoY. 1Q EBITDA margin increased by 5% points yoy to 30%

Sukoon Insurance reported 1Q24 profit for the period of AED81.8mn against AED68.2mn in 1Q23. The board also approved the appointment of Mohammed Abdel Razek as the Vice Chairman of the Board (Subject to UAE CB Director Approval)

Sukoon Takaful reported 1Q24 net profit for the period of AED3.1mn against a loss for the period of AED14.0mn in 1Q23

RAKBANK board seeks shareholders approval to issue additional tier 1 capital of upto USD500mn. The Board seeks shareholders approval to Issue Tier 2 capital of upto USD250mn. Issuance of capital securities is for strengthening Bank's capital adequacy ratio

E7 Group signed a MoU with Diletta Maschinenteknik GmbH ("Diletta"), a prominent German manufacturer of identity and security systems for government and national institutions. Under the agreement, E7 Group will serve as a strategic partner for Diletta, printing highsecurity travel and identity documents for Diletta's clients. Diletta was established in 1956 and currently serves customers in more than 100 countries, providing personalised technology systems for e-passports, visas, and travel documents. E7's partnership with Diletta aligns with its ambition to extend its global footprint through customer acquisition, partnerships and JVs, while exploring M&A opportunities. E7 Group is well-positioned to increase its geographic reach beyond the 25 countries it currently serves.

Hayah Insurance BoDs voted unanimously to elect Mrs. Salama Amer Omar Saleh as Chairman of the Board of Directors and Mr. Marwan Ibrahim Nasser Abdullah Al Nasser as Vice Chairman of the Board of Directors.

GCC/MENA

Saudi Arabian state-owned oil giant Aramco expects to pay USD31bn in dividends despite reporting lower earnings for the first quarter. According to a company earnings statement, Aramco reported a first-quarter net income of USD27.3bn in the three months to March 31, down 19 % from USD31.9bn a year earlier.

The company declared base dividend payouts for the first quarter totalling \$20.3 billion and a performance-linked dividend distribution of USD10.8bn to be paid in the second quarter. It expects total dividends of USD124.3bn to be declared in 2024, including a base dividend of USD81.2bn and a performance-linked dividend of USD43.1bn.

Saudi Arabia's Savola group reported a 1Q2024 net profit of SAR349mn (USD93mn), down 11% YoY amid losses incurred on the devaluation of the Egyptian pound, and higher operating expenses. The group which invests in food and retail said profit of the Food Processing segment in Q1 amounted to SAR 205mn, down from SAR258mn in Q1 2023. The segment was impacted by foreign exchange losses upon devaluation of Egyptian pound during Q1 2024, it added.

Saudi Arabia's Lana Medical Co has signed an MOU to buy a 50% stake in Solar Laser Systems, a manufacturer of educational, military, industrial and medical lasers based in Belarus. A statement by Lana to the Saudi Stock Exchange Tadawul said the Belarussian company has been manufacturing lasers for 30 years. Lana has been working as an agent for the Minsk-based company in the kingdom since 2015, the statement added.

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*Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian business

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low	
				52WH	52WL
Eshraq	0.179%	0.36	(4.3)	0.62	0.27
Manazel	0.072%	0.36	(3.7)	0.57	0.28
Dana	0.056%	0.69	(0.6)	1.00	0.60

Upcoming Corporate Actions & Events

Date	Company	Event
08-May	DSI	BoD/Result
08-May	NIND	BoD/Result
08-May	RAKPROP	BoD/Result
08-May	Parkin	BoD/Result
08-May	ADNOC Distribution	BoD/Result
08-May	Amlak	BoD/Result
08-May	SIB	BoD/General
09-May	Al Ansari	BoD/Result
09-May	NIND	General Assembly
09-May	Dewa	BoD/Result
09-May	FBI	BoD/Result
09-May	Al Mazaya	BoD/Result
09-May	ADNH	BoD/Result
09-May	ADNIC	BoD/Result
09-May	Aramex	BoD/Result
09-May	Ajman Bank	BoD/Result
09-May	RAKCEC	BoD/Result
10-May	RAPCO	BoD/Result
10-May	BHMCapital	BoD/Result
10-May	ADNOCDrill	BoD/Result
13-May	National Cement	BoD/Result
13-May	Hily Holding	BoD/Result
13-May	Emirates Insurance	BoD/Result
13-May	Dubai Refreshment	BoD/Result
13-May	Salik	BoD/Result
14-May	Al Dhafra	BoD/Result

14-May	ADNH	BoD/Result
14-May	GFH	BoD/Result
14-May	DSI	General Assembly
20-May	Gulf Investment	General Assembly
21-May	AMCREIT	General Assembly
21-May	Presight	General Assembly
23-May	Ekttitab	General Assembly
23-May	Manazel	General Assembly
28-May	Ithmaar Holding	General Assembly
28-May	Agility	General Assembly

UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	PRICE RETURNS			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
IHC	877,292	399.90	416.50	375.00	29.57	7.10	-	0.1	0.1	0.1	1.2
TAQA	330,593	2.94	3.66	2.69	19.88	4.00	1.3%	(2.0)	(6.4)	(16.0)	(7.5)
ADNOCGAS	227,977	2.97	3.71	2.94	13.13	2.78	5.2%	(4.8)	(5.4)	(3.9)	(11.6)
EAND	140,556	16.16	24.18	16.00	13.45	3.23	5.0%	(12.1)	(13.9)	(17.7)	(31.2)
Alpha Dhabi	140,015	14.00	21.90	13.30	13.24	3.19	-	(8.5)	(19.1)	(25.5)	(34.0)
FAB	137,005	12.40	15.74	12.10	8.62	1.15	5.7%	(7.2)	(9.2)	(11.2)	(11.4)
DEWA	117,513	2.35	2.74	2.33	15.26	1.32	5.3%	(1.7)	(5.6)	(4.5)	(4.9)
ENBD	106,446	16.85	19.50	13.60	4.91	0.98	7.1%	(4.0)	(3.2)	(2.6)	19.9
Borouge	73,950	2.46	2.92	2.35	18.9	4.84	6.4%	1.2	2.1	(0.4)	(8.9)
Emaar Pro.	70,718	8.00	8.64	5.76	5.96	0.91	6.3%	(5.9)	7.1	1.0	32.9
ADCB	61,348	8.38	9.31	7.73	7.66	0.89	6.7%	(0.4)	(2.3)	(8.7)	(0.5)
ADNOC Drill.	61,287	3.83	4.29	3.45	16.15	5.11	4.3%	(5.2)	4.9	1.3	0.3
Qholding	49,374	3.02	3.90	2.15	45.28	1.50	-	-	(2.6)	(3.5)	8.2
Aldar	45,923	5.84	6.01	4.76	10.54	1.41	2.9%	6.6	14.1	9.2	8.1
ADNOC Dist.	43,505	3.48	4.40	3.24	16.72	12.53	5.9%	(2.5)	(3.3)	(5.9)	(19.8)
Pure Health	43,449	3.91	6.05	3.78	38.30	2.40	-	1.3	(16.6)	(31.4)	-
ADIB	43,443	11.96	11.96	9.80	8.76	1.87	6.0%	6.2	6.4	18.2	10.3
DIB	40,770	5.63	6.55	5.15	6.27	0.95	8.0%	(2.3)	(11.8)	(1.6)	1.4
Emaar Dev.	32,844	8.21	8.69	5.07	4.95	1.44	6.3%	(5.0)	19.7	14.8	47.1
ADNOCLS	29,375	3.97	4.48	2.90	12.90	1.50	3.2%	(1.0)	0.8	3.7	-
AD Ports	27,744	5.45	6.85	5.22	25.87	1.33	-	(3.2)	(12.5)	(14.6)	(17.8)
Americana	26,369	3.13	4.53	2.85	31.29	15.51	2.5%	(6.1)	4.5	0.2	(15.9)
DU	26,158	5.77	6.05	4.98	13.76	2.94	5.9%	3.2	0.5	11.2	11.4
Salik	26,103	3.48	3.83	2.83	23.77	39.39	4.2%	(5.2)	2.7	11.9	14.1
Multiply	25,875	2.31	4.13	2.09	78.91	1.05	-	(2.1)	(14.8)	(27.4)	(24.8)
Fertiglobe	23,744	2.86	3.76	2.53	18.53	4.47	7.3%	3.2	7.1	(3.7)	(19.2)
NMDC	21,898	26.54	34.30	17.92	10.17	2.55	2.8%	(2.8)	(10.9)	(10.9)	21.3
Empower	15,702	1.57	2.02	1.55	16.54	5.44	5.4%	(3.7)	(9.2)	(5.4)	(6.5)
Burjeel	15,669	3.01	3.55	2.13	31.69	10.38	1.0%	(1.3)	(9.1)	(3.2)	32.6
Presight	14,360	2.56	3.85	1.65	23.01	4.84	-	14.3	29.9	18.0	(27.9)
Phoenix	12,583	2.08	2.56	1.93	16.49	4.91	-	3.0	(5.9)	(7.1)	-
Air Arabia	12,321	2.64	3.03	2.23	7.96	1.64	7.6%	(6.4)	(9.9)	(6.4)	16.3
DFM	10,801	1.35	1.71	1.26	28.16	1.35	2.6%	(6.9)	2.3	(2.9)	(11.8)
Tabreed	9,476	3.33	3.93	2.81	21.95	1.50	4.7%	10.6	0.6	(7.0)	12.9
Ghitha	8,863	36.68	48.72	33.52	292.18	3.24	-	(1.7)	(0.2)	(13.4)	(13.1)
Al Ansari	7,951	1.06	1.29	1.03	16.06	4.41	7.5%	1.0	(0.9)	-	(15.9)
Bayanat	7,227	2.81	4.89	2.41	35.72	6.68	-	7.3	4.5	(15.6)	(40.5)
Yahsat	5,758	2.36	2.85	2.09	14.20	1.86	7.0%	4.9	4.9	(9.6)	(9.2)
Dana Gas	4,827	0.69	1.00	0.60	8.21	0.55	-	4.2	(7.0)	(12.9)	(17.1)
ASM	4,691	4.69	9.09	4.44	NA	0.79	-	(14.4)	(27.4)	(37.5)	(41.7)
Agthia	4,389	5.28	5.81	4.10	16.81	1.51	3.3%	(5.7)	8.7	13.6	14.3
GFH	4,054	1.04	1.20	0.82	9.73	1.01	1.8%	4.9	9.7	14.8	14.0
Aramex	3,763	2.57	3.29	1.93	28.81	1.53	-	4.5	19.0	12.2	(21.9)
ADNIC	3,341	5.86	6.61	5.59	8.33	1.14	7.7%	(3.5)	(4.2)	(1.8)	4.5
ESG	2,745	10.98	15.84	4.28	3.85	1.34	-	(7.9)	22.3	23.4	129.2
RAK Cer.	2,644	2.66	2.97	2.37	9.09	1.18	3.8%	-	(1.5)	(0.4)	0.4
E7	2,624	1.25	1.62	1.04	-	1.54	-	6.7	14.5	12.2	12.6
Invictus	2,487	2.22	3.28	2.01	11.64	2.33	1.8%	(13.6)	(12.9)	(14.3)	(29.1)
Palms Sports	1,629	10.86	15.48	9.05	14.49	3.38	6.1%	(13.1)	(16.5)	(16.5)	9.8
Easy Lease	918	30.60	39.60	27.54	26.12	5.50	-	(2.9)	(1.9)	(2.2)	(8.7)
RPM	788	3.94	5.40	3.12	15.95	3.43	2.5%	(9.2)	(5.1)	(14.0)	(10.0)

Source: Bloomberg ^ Current dividend yield based on latest dividend declaration. * Expected dividend.

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