



Morning Report

11 January 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,176	0.2%	1.3%	14.7%	2.0%
DFM	2,674	1.9%	5.0%	20.8%	-2.7%
TASI	8,817	0.9%	2.0%	4.8%	5.6%
BHSEASI	1,453	0.2%	-2.5%	-0.3%	-9.0%
EGX	11,213	2.4%	2.1%	-1.0%	-18.3%
Dow Jones	31,097	0.2%	3.1%	9.4%	8.2%
S&P 500	3,825	0.5%	3.3%	11.0%	17.6%
Nasdaq	13,202	1.0%	4.9%	15.6%	44.6%
FTSE 100	6,873	0.2%	4.8%	15.0%	-9.3%
DAX	14,050	0.6%	5.8%	7.7%	5.5%
CAC40	5,707	0.7%	2.6%	16.2%	-5.4%
Nikkei225	28,139	2.4%	6.3%	19.0%	21.3%
HIS	28,123	1.2%	6.0%	15.2%	-0.7%
US Futures	3,796	-0.6%	3.7%	7.4%	16.3%
Europe Futures	3,617	-0.1%	3.9%	10.9%	-3.8%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	542	542	-
Local	69%	73%	-4%
Foreign	31%	27%	4%
Institutional	59%	68%	-9%
Retail	41%	32%	9%
DFM	545	545	-
Local	63%	68%	-5%
Foreign	37%	32%	5%
Institutional	33%	17%	16%
Retail	67%	83%	-16%
Total	1087	1087	-
Local	66%	70%	-4%
Foreign	34%	30%	4%

Last trading day's short sell positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
Dana	(200,000)	0.7%	29.8	21.4
FAB	(69,245)	0.9%	7.4	100.0
RAK Ceramics	(100,000)	5.8%	1.7	2.7
RAK Prop.	(625,196)	3.3%	19.2	10.7

Upcoming Corporate Actions & Events

Date	Company	Event
11-Jan	SHUAA	BoD/General
9-Feb	MSCI IQ2I Index Announcement Date	
11-Feb	lthmaar	BoD/Results
14-Feb	GFH	BoD/Results
1-Mar	MSCI IQ2I Index Effective Date	

Key Stories

Dubai IHS Markit Purchasing Managers' Index rose to 51 in December from 49 in November

ADNOC has set the February official selling price for its benchmark Murban crude at plus USD 0.75 per barrel to Platts Dubai, compared to the previous month's plus USD 0.50

Shuaa Capital-led consortium successfully buys out AED 1.13bln debt of Dubai-based Stanford Marine Group. This investment is part of the private markets activity of Shuaa Capital and is held as a co-investment vehicle

Salama disclosed that Parvaiz Siddiq has resigned from his position of CEO and Fahim Al Shehhi has been appointed as the new CEO effective from January 13, 2021

Abu Dhabi Ports announced a freeze on rent escalation during 2021 for all businesses in its Industrial Cities and Free Zone cluster

UAE on January 10 announced 2,876 new COVID-19 cases and 2,454 recoveries. The tally takes total cases in UAE to 230,578 with 206,114 recoveries and 708 deaths

Saudi Arabia's crown prince announced plans to build a zero carbon city at NEOM, a USD 500bln flagship business zone aimed at diversifying the kingdom's oil-based economy

Saudi's Swicorp Wabel REIT disclosed that availability period for SAR 1.4bn debt facility with NCB elapsed and no amounts were drawn from this facility by the fund during the availability period

Saudi's National Agriculture Development Company announces its initiative of a comprehensive cost transformation program, expected to improve the company's net profit in the range of SAR 40mln starting in Q2

Kuwait sets February crude OSP for Asia at Oman/Dubai plus USD 0.65/bbl, up USD 0.40 from previous month pricing

Bahrain will open its airspace to Qatar as of Jan. 11 (today)

Egypt's core inflation eased to 3.803% in December from 4.021% in November. The broader urban consumer price inflation slackened to an annual 5.4% from 5.7% in November - CAPMAS

Key Global Trends/ Market Clues

Asian shares took a breather on Monday while Treasury yields were at 10-month highs as "trillions" in new U.S. fiscal stimulus plans were set to be unveiled this week, stoking a global reflation trade. Investors were keeping a wary eye on U.S. politics as pressure grew to impeach President Donald Trump, though signs were an actual trial could be some time away. MSCI's broadest index of Asia-Pacific shares outside Japan dipped 0.2%, having surged 5% last week to record highs. Japan's Nikkei was on holiday after closing at a 30-year high on Friday. South Korea went flat after an early jump, and Chinese blue chips firmed 0.7%. Futures for the S&P 500 slipped 0.6% from all-time peaks, after gaining 1.8% last week. EUROSTOXX 50 futures eased 0.1% and FTSE futures were flat.

Oil prices fell on Monday on renewed concerns about global fuel demand amid strict coronavirus lockdowns in Europe and new movement restrictions in China, the world's second-largest oil user, after a jump in cases there. Brent crude oil futures fell 42 cents, or 0.8%, to USD 55.57 a barrel by 0146 GMT after earlier climbing to USD 56.39, its highest since Feb. 25, 2020. Brent rose in the previous four sessions. U.S. West Texas Intermediate (WTI) slipped 22 cents, or 0.4%, to USD 52.02 a barrel. WTI rose to its highest in nearly a year on Friday.

UAE Stories

Dubai IHS Markit Purchasing Managers' Index rose to 51 in December from 49 in November.

ADNOC has set the February official selling price for its benchmark Murban crude at plus USD 0.75 per barrel to Platts Dubai, compared to the previous month's plus USD 0.50, the company said in a document dated Sunday.

Shuaa Capital-led consortium successfully buys out AED 1.13bn debt of Dubai-based Stanford Marine Group. This investment is part of the private markets activity of Shuaa Capital and is held as a co-investment vehicle.

Salama disclosed that Parvaiz Siddiq has resigned from his position of CEO and Fahim Al Shehhi has been appointed as the new CEO effective from January 13, 2021.

Abu Dhabi Ports announced a freeze on rent escalation during 2021 for all businesses in its Industrial Cities and Free Zone cluster, in a move aimed at providing further relief to its customers in KIZAD and ZonesCorp and boosting the Abu Dhabi economy in these challenging times. The rent escalation freeze will benefit more than 1,400 companies within Abu Dhabi Ports' Industrial Cities and Free Zone cluster.

The United Arab Emirates on January 10 announced 2,876 new COVID-19 cases, bringing the total confirmed cases in the country to 230,578. At the same time, 2,454 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 206,114. UAE's Ministry of Health and Prevention said. It has reported 6 deaths from COVID-19 during the past 24 hours. The nationwide death toll stands at 708.

GCC/MENA

Saudi Arabia's crown prince on Sunday announced plans to build a zero carbon city at NEOM, a USD 500bn flagship business zone aimed at diversifying the kingdom's oil-based economy. Prince Mohammed bin Salman said in televised remarks that the city, which will be capable of housing one million residents, would comprise "carbon-positive urban developments powered by 100% clean energy". A Saudi statement said construction would start in Q1 2021 on the project, which is expected to contribute USD 48bn to the kingdom's GDP.

Saudi's Swicorp Wabel REIT disclosed that availability period for SAR 1.4bn debt facility with NCB elapsed and no amounts were drawn from this facility by the fund during the availability period. NCB informed Swicorp of its decision to not extend availability period of debt facility. Currently in discussions with various other banks to secure debt financing facilities to finance planned growth initiatives. Has already received preliminary term sheets from some banks.

Saudi's National Agriculture Development Company announces its initiative of a comprehensive cost transformation program, expected to improve the company's net profit in the range of SAR 40mln starting in Q2. Program is based on a partnering model with program advisor and anticipated that impact to run for a period of two years. Program is expected to improve company's net profit when fully implemented in 2022 - in range of SAR 120mln.

Kuwait sets February crude OSP for Asia at Oman/Dubai plus USD 0.65/bbl, up USD 0.40 from previous month pricing

Bahrain will open its airspace to Qatar as of Jan. 11 (today), the civil aviation affairs authority said on Sunday.

Egypt's core inflation eased to 3.803% in December from 4.021% in November, the central bank said on Sunday. The broader urban consumer price inflation slackened to an annual 5.4% from 5.7% in November, the official statistics agency CAPMAS said earlier.

UAE Focus list

Company	MCAP (AEDm)	PRICE (AED)	HIGH - LOW		VALUATION		DIV YLD (%)^	HISTORICAL RETURN			
			52WH	52WL	TTM P/E	TTM P/B		1M%	3M%	6M%	12M%
ADCB	42,649	6.13	8.15	3.82	11.78	0.78	6.2%	(1.0)	9.5	22.6	(16.9)
ADIB	17,506	4.82	5.85	3.19	11.12	0.92	5.7%	1.5	15.9	28.5	(4.3)
ADNIC	2,879	5.05	5.17	2.95	7.72	1.21	5.9%	(1.9)	39.9	60.3	68.3
ADNOC Dist	48,625	3.89	3.95	2.40	23.41	17.50	4.9%	9.0	14.7	33.6	36.4
Agthia	3,204	4.45	4.60	2.50	90.03	1.43	3.4%	2.5	2.3	54.5	37.8
Air Arabia	6,440	1.38	1.61	0.87	NA	1.58	6.5%	7.0	26.6	19.0	(4.3)
Ajman Bank	1,619	0.77	0.90	0.50	58.68	0.64	0.0%	1.4	13.2	28.5	(14.1)
Al Waha Capital	2,178	1.12	1.20	0.62	NA	0.72	NA	(3.4)	9.8	60.0	19.1
Aldar Properties	25,396	3.23	3.27	1.35	14.21	1.02	4.5%	0.3	59.9	78.5	64.4
Amanat Holdings	2,088	0.84	0.92	0.56	142.01	0.84	2.6%	(2.1)	6.1	(6.3)	7.9
Amlak Finance	408	0.27	0.50	0.20	NA	0.83	0.0%	(1.4)	(9.6)	(11.7)	(43.9)
Aramex	6,427	4.39	4.49	2.00	17.83	2.51	3.8%	2.6	5.0	31.0	32.9
Bank of Sharjah	1,334	0.64	0.83	0.50	NA	0.41	0.0%	(8.6)	19.8	3.3	(21.6)
DAMAC Properties	8,773	1.45	1.75	0.36	NA	0.67	NA	0.7	64.4	90.8	107.1
Dana Gas	5,023	0.72	0.94	0.53	NA	0.64	7.7%	(0.6)	1.4	10.3	(14.3)
Deyaar Development	1,722	0.30	0.38	0.18	47.00	0.38	0.0%	1.0	7.6	7.2	(17.5)
Dubai Financial Market	9,360	1.17	1.19	0.50	64.46	1.21	2.1%	25.8	44.6	46.3	33.0
Dubai Investment	7,186	1.69	1.70	0.98	11.65	0.60	NA	19.0	50.9	45.7	42.5
Dubai Islamic Bank	34,973	4.83	5.86	3.04	9.23	0.94	7.2%	3.6	14.2	25.1	(4.4)
DXB Entertainments	672	0.08	0.20	0.08	NA	0.59	0.0%	(30.0)	(30.0)	(30.6)	(51.2)
Emaar Dev	11,840	2.96	3.97	1.79	5.95	1.08	0.0%	5.0	29.3	38.3	(23.7)
Emaar Malls	24,987	1.92	1.95	0.98	21.92	1.32	0.0%	2.1	33.3	28.0	2.7
Emaar Properties	28,925	4.04	4.28	1.90	6.90	0.51	0.0%	12.5	52.5	46.9	(0.5)
Emirates Integrated Tele	25,974	5.73	6.35	4.33	14.19	3.06	5.9%	1.1	7.9	12.6	10.4
Emirates NBD	69,483	11.00	13.90	6.33	9.36	0.84	3.6%	0.9	4.8	23.7	(10.4)
Eshraq Investments	788	0.34	0.46	0.16	NA	0.56	NA	(0.3)	14.1	52.0	5.9
Etisalat	150,976	17.36	17.46	11.02	16.89	3.22	4.6%	0.6	2.7	4.8	11.3
First Abu Dhabi Bank	147,420	13.50	15.92	7.78	14.86	1.46	5.5%	2.1	21.0	22.3	(6.5)
GFH	2,461	0.68	0.93	0.45	19.53	0.70	5.0%	11.1	20.2	20.6	(12.8)
Gulf Navigation Holding	448	0.44	0.55	0.28	NA	0.85	0.0%	(1.6)	9.7	(8.1)	(4.1)
IHC	76,755	42.14	42.20	6.40	34.85	13.52	NA	3.8	8.9	42.4	558.4
Julphar	1,536	1.33	1.54	0.54	NA	1.40	0.0%	(8.3)	1.5	24.3	52.5
Mashreqbank	12,392	69.80	77.00	62.00	18.78	0.59	5.7%	2.8	11.2	4.3	(12.8)
National Bank of Fujairah	9,536	4.98	4.98	4.98	NA	NA	1.9%	NA	NA	NA	3.3
Tabreed	7,278	2.68	2.75	1.67	14.15	1.46	3.9%	1.5	20.7	36.7	41.1
RAK Bank	6,386	3.81	5.00	3.33	9.23	0.83	7.9%	3.0	7.3	1.6	(13.5)
RAK Properties	1,126	0.56	0.57	0.33	10.35	0.29	7.1%	18.3	45.9	59.9	44.3
RAK Ceramics	1,590	1.60	1.81	1.24	19.33	0.69	8.9%	11.1	18.5	19.4	17.7
SALAMA	1,022	0.85	0.92	0.30	6.55	1.18	NA	(0.6)	7.7	76.5	67.5
Sharjah Islamic Bank	4,160	1.35	1.36	0.95	8.60	0.54	3.5%	6.3	16.4	21.6	17.0
SHUAA Capital	1,843	0.73	0.89	0.40	17.31	1.30	NA	8.7	25.3	42.5	(13.1)
Takaful Emarat Insurance	237	1.58	1.60	1.08	NA	1.90	5.2%	0.6	10.5	17.9	46.3
TAQA	163,030	1.45	1.78	0.42	53.90	2.62	0.0%	(5.5)	3.2	47.8	218.5
Union Properties	1,295	0.30	0.39	0.15	4.49	0.43	0.0%	(2.6)	16.2	9.4	23.8
United Arab Bank	1,751	0.85	1.02	0.81	NA	1.05	0.0%	(5.0)	(5.0)	(5.0)	(24.9)

(Source: Bloomberg)

^ current dividend yield based on last year dividend declaration

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