



Morning Report

13 January 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,258	0.4%	2.9%	16.0%	3.4%
DFM	2,701	0.1%	6.1%	20.9%	-1.9%
TASI	8,884	0.2%	2.8%	4.0%	6.1%
BHSEASI	1,458	0.4%	-2.2%	-1.4%	-8.9%
EGX	11,340	0.5%	3.2%	-0.5%	-17.8%
Dow Jones	31,068	0.2%	3.4%	7.7%	7.8%
S&P 500	3,801	0.0%	3.8%	7.6%	16.4%
Nasdaq	13,072	0.3%	5.6%	10.1%	42.4%
FTSE 100	6,754	-0.7%	3.2%	12.5%	-11.0%
DAX	13,925	-0.1%	6.2%	6.0%	3.3%
CAC40	5,651	-0.2%	2.6%	13.5%	-6.4%
Nikkei225	28,164	0.1%	5.7%	19.5%	18.1%
HIS	28,269	1.3%	6.7%	14.7%	-1.3%
US Futures	3,804	0.2%	3.9%	8.5%	15.6%
Europe Futures	3,602	0.1%	2.7%	10.2%	-4.3%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	483	483	-
Local	64%	68%	-5%
Foreign	36%	32%	5%
Institutional	63%	65%	-1%
Retail	37%	35%	1%
DFM	373	373	-
Local	57%	65%	-7%
Foreign	43%	35%	7%
Institutional	31%	28%	3%
Retail	69%	72%	-3%
Total	856	856	-
Local	61%	67%	-6%
Foreign	39%	33%	6%

Last trading day's short sell positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
RAK Properties	(186,075)	1.7%	10.7	6.2
ADIB	(25,485)	0.6%	4.6	22.8
Etisalat	(6,097)	0.2%	2.6	46.2

Upcoming Corporate Actions & Events

Date	Company	Event
14-Jan	ADIB	BoD/General
14-Jan	Air Arabia	BoD/General
17-Jan	Tabreed	BoD/General
17-Jan	ADNOC Dis.	BoD/General
9-Feb	MSCI IQ2I Index Announcement Date	
11-Feb	Ithmaar	BoD/Results
14-Feb	GFH	BoD/Results
1-Mar	MSCI IQ2I Index Effective Date	

Key Stories

First Abu Dhabi Bank has issued a CNY 1.5bln (USD 232.05mln) five-year bond at 3.15%, the year's first yuan debt in the Formosa bond market

Arabtec Holding disclosed its intention of auction sales of certain of the company's subsidiaries, including Target Engineering (Target) and Arabtec Engineering Services (AES). The company has engaged Denovo Corporate Advisors to advice on the potential sale of Target and Lumina Capital Advisers on AES

International Holdings Company's subsidiary completed acquisition of 60% of share capital of Afkar Financial & Property Investment

Dubai Economy announced that it registered 4% growth in new licenses in 2020 to 42,640 compared to 40,891 new licenses issued in 2019

UAE on January 12 announced 3,243 new COVID-19 cases and 2,195 recoveries. The tally takes total cases in UAE to 236,225 with 210,561 recoveries and 717 deaths

Saudi Arabia has put on hold financing plans potentially worth billions of dollars for the expansion of Riyadh's airport, sources said, a sign that the kingdom is re-assessing strategic priorities after the coronavirus crisis

Saudi Aramco seeks USD 7.5bln loan for pipeline investors, according to sources familiar with the matter

Saudi's Walaa Cooperative Insurance Company announces the board's recommendation to increase the capital by offering right issue, targeting amount of SAR 775mln

Bahraini minister of industry, commerce and tourism and the U.S. secretary of commerce signed on Tuesday a MOU to establish an American trade zone in Bahrain to boost U.S.-Bahraini trade

Egypt's Central Bank says it is banning banks from distributing profits to shareholders to protect capital amid Covid crisis

Egypt is reopening its airspace to Qatari flights and allowing the resumption of flights between the two countries, aviation sources and state media said

Egypt's Qatar National Bank Alahly posted FY consolidated net profit EGP 7.49bln versus EGP 8.52bln year ago

Egypt's Arab Drug Company for Pharmaceuticals and Chemical Industries posted H1 estimated net sales EGP 292.1mln vs EGP 271.8mln year ago

Key Global Trends/ Market Clues

Asian stocks rose on Wednesday, tracking modest Wall Street gains, as expectations that a vaccine will eventually win the battle against the coronavirus fueled recovery hopes, while tight supply expectations pushed oil prices to a one-year high. MSCI's broadest index of Asia-Pacific shares outside Japan rose 0.45%. Chinese shares rose 0.34% while South Korea's KOSPI gained 0.04%. Japan's Nikkei 225 rose 0.49%, but Australia's S&P/ASX 200 bucked the regional trend and fell 0.12%. U.S. stock futures edged up by 0.15%. On Wall Street, stocks fluctuated near unchanged for the session, not far from record highs. The Dow rose 0.19%, the S&P 500 gained 0.04% and the Nasdaq Composite added 0.28%.

Oil prices rose on Wednesday, with U.S. crude gaining for a seventh day, after an industry report showed a further drop in inventories and investors shrugged off worsening developments in the pandemic. U.S. West Texas Intermediate (WTI) was up 40 cents, or 0.8%, at USD 53.61 a barrel by

0128 GMT after gaining nearly 2% on Tuesday. Brent crude was up 47 cents, or 0.8%, at USD 57.05, having risen 1.7% in the previous session.

OPEC+ compliance with pledged oil output curbs fell to 75% in December, among the lowest levels since the supply pact started in May 2020, tanker tracker Petro-Logistics said on Tuesday.

UAE Stories

First Abu Dhabi Bank has issued a CNY 1.5bln (USD 232.05mln) five-year bond at 3.15%, the year's first yuan debt in the Formosa bond market. The majority of investors comprised both onshore Taiwanese and Asian investors, and was well diversified amongst life insurers, banks, fund managers and securities houses, it said in a statement.

Arabtec Holding disclosed its intention of auction sales of certain of the company's subsidiaries, including Target Engineering (Target) and Arabtec Engineering Services (AES). The company has engaged Denovo Corporate Advisors to advice on the potential sale of Target and Lumina Capital Advisers on AES.

International Holdings Company's subsidiary completed acquisition of 60% of share capital of Afkar Financial & Property Investment.

Dubai Economy on Tuesday announced that it registered 4% growth in new licenses last year despite the Covid-19 pandemic and slowdown in the global economy. Dubai Economy, said that it issued 42,640 new licenses last year as against 40,891 new licenses issued in 2019.

The United Arab Emirates on January 12 announced 3,243 new COVID-19 cases, bringing the total confirmed cases in the country to 236,225. At the same time, 2,195 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 210,561. 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 717.

GCC/MENA

Saudi Arabia has put on hold financing plans potentially worth billions of dollars for the expansion of Riyadh's airport, sources said, a sign that the kingdom is re-assessing strategic priorities after the coronavirus crisis. Riyadh Airports Company, which manages and operates King Khalid International Airport in the Saudi capital, approached banks last year with a request for financing proposals on the planned airport expansion, which sources said would have been worth several billions of dollars. The expansion was part of the country's aim to diversify the economy, create jobs and reduce dependence on oil revenues.

Saudi Aramco seeks USD 7.5bln loan for pipeline investors, according to sources familiar with the matter.

Saudi's Walaa Cooperative Insurance Company announces the board's recommendation to increase the capital by offering right issue, targeting amount of SAR 775mln. Capital increase to support growth plan and maintain its solvency margin.

Bahraini minister of industry, commerce and tourism and the U.S. secretary of commerce signed on Tuesday a MOU to establish an American trade zone in Bahrain to boost U.S.-Bahraini trade, the Bahraini state news agency reported.

Egypt's Central Bank says it is banning banks from distributing profits to shareholders to protect capital amid Covid crisis.

Egypt is reopening its airspace to Qatari flights and allowing the resumption of flights between the two countries, aviation sources and state media said on Tuesday.

Egypt's Qatar National Bank Alahly posted FY consolidated net profit EGP 7.49bln versus EGP 8.52bln year ago. FY consolidated net interest, fee and commission income EGP 16.44bln versus EGP 15.72bln year ago.

Egypt's Arab Drug Company for Pharmaceuticals and Chemical Industries posted H1 estimated net sales EGP 292.1mln vs EGP 271.8mln year ago. H1 estimated pre-tax net profit EGP 72.6mln vs EGP 60.3mln year ago.

(Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian Business)

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)	7.5	20.0	(18.6)
ADIB	18,160	5.00	5.85	3.19	11.53	0.96	5.5%	5.3	19.0	32.6	(1.8)
ADNIC	2,736	4.80	5.17	2.95	7.34	1.15	6.3%	(6.8)	33.0	52.4	60.0
ADNOC Dist	48,625	3.89	3.95	2.40	23.41	17.50	4.9%	9.0	14.7	34.5	35.9
Agthia	3,434	4.77	5.00	2.50	96.50	1.53	3.1%	9.9	9.4	65.6	50.3
Air Arabia	6,533	1.40	1.61	0.87	NA	1.60	6.4%	8.5	23.9	20.7	(4.7)
Ajman Bank	1,701	0.81	0.90	0.50	61.64	0.68	0.0%	6.6	15.7	37.3	(8.8)
Al Waha Capital	2,178	1.12	1.20	0.62	NA	0.72	NA	(3.4)	9.8	56.4	20.4
Aldar Properties	25,554	3.25	3.32	1.35	14.30	1.03	4.5%	0.9	59.3	80.6	58.1
Amanat Holdings	2,055	0.82	0.92	0.56	139.80	0.82	2.7%	(3.6)	2.8	(7.5)	6.2
Amlak Finance	392	0.26	0.49	0.20	NA	0.79	0.0%	(5.4)	(14.7)	(21.9)	(45.5)
Aramex	6,354	4.34	4.49	2.00	17.63	2.48	3.8%	1.4	2.1	29.6	31.7
Bank of Sharjah	1,329	0.63	0.83	0.50	NA	0.41	0.0%	(8.9)	19.4	8.0	(22.8)
DAMAC Properties	8,773	1.45	1.75	0.36	NA	0.67	NA	0.7	57.8	71.0	98.4
Dana Gas	4,967	0.71	0.94	0.53	NA	0.63	7.7%	(1.7)	0.4	7.7	(17.1)
Deyaar Development	1,745	0.30	0.38	0.18	47.63	0.38	0.0%	2.4	6.0	7.5	(16.6)
Dubai Financial Market	9,440	1.18	1.24	0.50	65.01	1.22	2.1%	26.9	43.4	46.8	30.6
Dubai Investment	7,228	1.70	1.72	0.98	11.72	0.61	NA	19.7	49.1	47.8	42.2
Dubai Islamic Bank	35,697	4.93	5.86	3.04	9.42	0.96	7.1%	5.8	16.8	26.4	(4.7)
DXB Entertainments	664	0.08	0.20	0.08	NA	0.58	0.0%	(30.8)	(30.8)	(31.4)	(53.9)
Emaar Dev	12,040	3.01	3.97	1.79	6.05	1.10	0.0%	6.7	29.2	41.3	(22.8)
Emaar Malls	25,118	1.93	1.95	0.98	22.03	1.33	0.0%	2.7	31.3	32.2	3.2
Emaar Properties	28,782	4.02	4.28	1.90	6.86	0.51	0.0%	12.0	49.4	47.8	(4.3)
Emirates Integrated Tele	26,110	5.76	6.35	4.33	14.26	3.07	5.9%	1.6	6.9	14.7	10.4
Emirates NBD	71,378	11.30	13.90	6.33	9.61	0.86	3.5%	3.7	8.1	27.3	(10.1)
Eshraq Investments	767	0.33	0.46	0.16	NA	0.54	NA	(2.9)	5.4	41.0	5.8
Etisalat	152,889	17.58	17.58	11.02	17.10	3.26	4.6%	1.9	4.3	6.2	12.3
First Abu Dhabi Bank	151,788	13.90	15.92	7.78	15.30	1.50	5.3%	5.1	23.9	25.0	(5.7)
GFH	2,407	0.67	0.93	0.45	19.10	0.69	5.1%	9.0	16.4	16.8	(14.9)
Gulf Navigation Holding	466	0.46	0.55	0.28	NA	0.88	0.0%	2.2	11.5	(3.4)	(0.2)
IHC	76,791	42.16	42.20	6.60	34.87	13.52	NA	3.8	8.7	41.4	533.0
Julphar	1,617	1.40	1.54	0.54	NA	1.47	0.0%	(3.4)	(6.0)	17.6	60.5
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	7,332	2.70	2.75	1.67	14.26	1.48	3.9%	2.3	20.0	37.8	38.5
RAK Bank	6,637	3.96	5.00	3.33	9.59	0.87	7.6%	7.0	11.5	5.6	(11.0)
RAK Properties	1,154	0.58	0.59	0.33	10.61	0.30	6.9%	21.2	51.0	61.6	43.8
RAK Ceramics	1,699	1.71	1.81	1.24	20.65	0.74	8.4%	18.8	24.8	27.6	24.2
SALAMA	1,016	0.84	0.92	0.30	6.51	1.17	NA	(1.2)	6.4	72.0	62.7
Sharjah Islamic Bank	4,160	1.35	1.36	0.95	8.60	0.54	3.5%	6.3	14.4	19.5	15.2
SHUAA Capital	1,818	0.72	0.89	0.40	17.07	1.28	NA	7.2	19.5	40.6	(19.3)
Takaful Emarat Insurance	239	1.59	1.60	1.10	NA	1.91	5.2%	1.3	11.2	18.7	26.2
TAQA	163,030	1.45	1.78	0.42	53.90	2.62	0.0%	(5.5)	1.7	43.6	205.9
Union Properties	1,283	0.30	0.39	0.15	4.45	0.42	0.0%	(3.5)	6.0	3.1	38.4
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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