

Morning Report

24 January 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,611	-1.1%	10.6%	23.5%	8.2%
DFM	2,736	-2.0%	11.2%	26.0%	-4.2%
TASI	8,876	0.0%	4.0%	4.5%	5.1%
BHSEASI	1,453	0.4%	-2.7%	-0.1%	-11.6%
EGX	11,655	0.5%	10.1%	5.0%	-14.6%
Dow Jones	30,997	-0.6%	3.3%	9.3%	6.2%
S&P 500	3,841	-0.3%	4.2%	11.2%	15.6%
Nasdaq	13,543	0.1%	5.7%	17.7%	44.3%
FTSE 100	6,695	-0.3%	3.7%	15.7%	-11.6%
DAX	13,874	-0.2%	3.4%	10.6%	2.7%
CAC40	5,560	-0.6%	1.7%	14.6%	-7.5%
Nikkei225	28,631	-0.4%	8.3%	22.0%	19.1%
HIS	29,448	-1.6%	12.7%	18.8%	3.9%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	565	565	-
Local	60%	66%	-5%
Foreign	40%	34%	5%
Institutional	62%	64%	-2%
Retail	38%	36%	2%
DFM	436	436	-
Local	63%	52%	11%
Foreign	37%	48%	-11%
Institutional	29%	38%	-9%
Retail	71%	62%	9%
Total	1,000	1,000	-
Local	61%	60%	2%
Foreign	39%	40%	-2%

Last trading day's short sell positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
Aldar	(84,400)	0.3%	30.5	108.1
FAB	(50,000)	0.8%	6.5	96.7
ADCB	(19,600)	0.3%	5.9	39.4
ADIB	(7,519)	0.3%	2.4	12.3

Upcoming Corporate Actions & Events

Date	Company	Event
26-Jan	FAB	BoD/Results
26-Jan	ENBD	BoD/Results
26-Jan	EIB	BoD/Results
9-Feb	MSCI IQ2I Index	Announcement Date
11-Feb	Ithmaar	BoD/Results
19-Feb	FTSE IQ2I Index	Announcement Date
14-Feb	GFH	BoD/Results
1-Mar	MSCI IQ2I Index	Effective Date
22-Mar	FTSE IQ2I Index	Effective Date

Key Stories

Cashfree and Aramex enter into partnership to enable instant cross border payouts to India

UAE approves Russia's Sputnik V Covid-19 vaccine emergency authorization use

Sharjah attracted USD 220mln in FDIs, created 1,117 new jobs in 2020 - WAM

Masdar and EDF Renewables sign agreement to cooperate on renewable energy projects in Israel, agreement signed in Abu Dhabi – WAM

FlyDubai launches double daily flights to Doha, starting from 26 January

Mubadala Petroleum signs concession agreement for Red Sea Block 4 in Egypt

UAE on January 23 announced 3,566 new COVID-19 cases and 4,051 recoveries. The tally takes total cases in UAE to 274,376 with 247,318 recoveries and 783 deaths

Unemployment in Saudi Arabia fell in the third quarter of 2020 to 14.9% from 15.4% in the second quarter - official data

Saudi minister says opening Saudi Embassy in Doha will happen "in days" - Al Arabiya

Saudi Telecom posted Q4 net profit after zakat and tax SAR 2,683mln, up 15.6% YoY. Q4 sales SAR 15,213mln, up 14.7% YoY. Board proposes SAR 1 riyal per share Q4 dividend

Saudi's Sabic Agri-Nutrients posted Q4 net profit after zakat and tax SAR 233.56mln, down 32.1% YoY. Q4 sales SAR 768.33 mln, down 9.1% YoY

Saudi electricity announces appointment of Khalid Bin Saleh Al-Sultan as chairman of the board of directors and Najem Bin Abdullah Alzaid as deputy chairman

Kuwait ministry to discuss imposing 1% tax on remittances

Egypt's Obour Land for Food Industries posted FY consolidated net profit EGP 310.4mln vs EGP 295.3mln year ago. FY consolidated sales EGP 2.74bln vs EGP 2.59bln year ago

Key Global Trends/ Market Clues

A gauge of stocks across the world slipped from record highs on Friday and the dollar edged up against a basket of peers as weak economic data and underwhelming earnings drove investors to reverse some recent risky bets. Oil prices fell to end the week little changed and the dollar index posted its largest weekly drop in five weeks. Technology stocks weighed the most on the S&P 500, with IBM and Intel posting 10% and 9% declines, respectively, after underwhelming earnings. Energy stocks also fell on Wall Street, alongside the price of crude. The Dow Jones Industrial Average fell 179.03 points, or 0.57%, to 30,996.98, the S&P 500 lost 11.6 points, or 0.30%, to 3,841.47 and the Nasdaq Composite added 12.15 points, or 0.09%, to 13,543.06. The three main U.S. indexes closed higher for the week, with the Nasdaq up over 4%.

Oil prices settled lower on Friday, weighed down by a build in U.S. crude inventories and worries that new pandemic restrictions in China will curb fuel demand in the world's biggest oil importer. Brent crude futures fell 69 cents to settle at USD 55.41 a barrel, for a 0.4% change on the week. U.S. West Texas Intermediate (WTI) crude futures fell 86 cents, or 1.6%, settling at USD 52.27, nearly unchanged from the beginning of the week.

OPEC+ compliance with oil production cuts in December reached 99%, two sources from the producer group told Reuters on Thursday. The figure is slightly below November's 101%.

UAE Stories

Cashfree announced that Aramex has partnered with the company by integrating Cashfree's Global Payouts solution. With this partnership, Aramex will be able to make instant cross-border payments to the bank account of sellers in India using Cashfree's Global Payouts solution, while traditional cross-border methods including wire transfer and wallet payments take two to three days for funds transfer, Cashfree allows for instant 24x7 funds transfer.

UAE approves Russia's Sputnik V Covid-19 vaccine emergency authorization use.

Sharjah attracted USD 220mln in FDIs, created 1,117 new jobs in 2020 - WAM

Masdar and EDF Renewables sign agreement to cooperate on renewable energy projects in Israel, agreement signed in Abu Dhabi – WAM

FlyDubai launches double daily flights to Doha, starting from 26 January.

Mubadala Petroleum signs concession agreement for Red Sea Block 4 in Egypt. Block 4 has an area of 3084 sq km and is owned by Egypt state-owned company Ganope.

The United Arab Emirates on January 23 announced 3,566 new COVID-19 cases, bringing the total confirmed cases in the country to 274,376. At the same time, 4,051 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 247,318. UAE's Ministry of Health and Prevention said. It has reported 7 deaths from COVID-19 during the past 24 hours. The nationwide death toll stands at 783.

GCC/MENA

Unemployment in Saudi Arabia fell in the third quarter of 2020 to 14.9% from 15.4% in the second quarter, official data in the world's biggest oil exporter showed on Friday. The government has been pushing through economic policies since 2016 to create millions of jobs and reduce unemployment to 7% by 2030. The plans have been disrupted by the coronavirus crisis that sent oil prices plummeting in 2020.

Saudi minister says opening Saudi Embassy in Doha will happen "in days" - Al Arabiya

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Saudi electricity announces appointment of Khalid Bin Saleh Al-Sultan as chairman of the board of directors and Najem Bin Abdullah Alzaid as deputy chairman.

Kuwait's Legislative Committee will take up a number of issues and discuss them on Monday from these the most prominent of which is the imposition of fees on remittance outside the country, regardless of the currency individuals or companies who do the transfers for a sum of 1% of the total sums transferred.

Egypt's Obour Land for Food Industries posted FY consolidated net profit EGP 310.4mln vs EGP 295.3mln year ago. FY consolidated sales EGP 2.74bln vs EGP 2.59bln 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	45,710	6.57	8.06	3.82	12.62	0.83	5.8%	6.5	17.3	27.8	(12.0)
ADIB	18,196	5.01	5.85	3.19	11.55	0.96	5.5%	8.7	19.6	35.8	(6.7)
ADNIC	2,890	5.07	5.17	2.95	7.75	1.22	5.9%	(0.6)	35.2	61.0	69.0
ADNOC Dist	49,000	3.92	3.96	2.40	23.59	17.64	4.9%	2.9	17.0	29.0	33.0
Agthia	3,744	5.20	5.59	2.50	105.20	1.67	2.9%	20.9	18.5	74.5	61.0
Air Arabia	6,347	1.36	1.61	0.87	NA	1.55	6.6%	11.5	22.5	19.3	(6.8)
Ajman Bank	1,659	0.79	0.90	0.50	60.12	0.66	0.0%	3.9	16.2	31.9	(10.6)
Al Waha Capital	2,120	1.09	1.20	0.62	NA	0.70	NA	(0.0)	7.9	30.4	19.6
Aldar Properties	27,519	3.50	3.82	1.35	15.40	1.11	4.1%	11.8	63.6	103.5	72.5
Amanat Holdings	2,038	0.82	0.92	0.56	138.61	0.82	2.7%	(0.0)	1.9	(7.9)	7.1
Amlak Finance	383	0.26	0.48	0.20	NA	0.78	0.0%	-	(10.5)	(21.3)	(43.7)
Aramex	6,457	4.41	4.49	2.00	17.91	2.52	3.7%	5.0	6.8	29.3	26.6
Bank of Sharjah	1,397	0.67	0.83	0.50	NA	0.43	0.0%	4.4	25.5	20.9	(18.4)
DAMAC Properties	8,470	1.40	1.75	0.36	NA	0.65	NA	(7.9)	26.1	65.9	97.2
Dana Gas	4,904	0.70	0.93	0.53	NA	0.62	7.8%	1.6	(1.1)	(0.3)	(19.0)
Deyaar Development	1,780	0.31	0.37	0.18	48.58	0.39	0.0%	10.8	10.0	10.0	(16.3)
Dubai Financial Market	10,080	1.26	1.28	0.50	69.42	1.30	2.0%	40.2	54.0	60.7	40.6
Dubai Investment	7,101	1.67	1.72	0.98	11.51	0.60	NA	17.6	47.8	45.2	32.5
Dubai Islamic Bank	36,421	5.03	5.86	3.04	9.61	0.97	7.0%	12.8	22.4	32.0	(6.3)
DXB Entertainments	656	0.08	0.20	0.08	NA	0.57	0.0%	(28.1)	(27.4)	(34.4)	(56.8)
Emaar Dev	12,320	3.08	3.97	1.79	6.19	1.12	0.0%	14.9	39.4	46.0	(19.8)
Emaar Malls	24,987	1.92	1.99	0.98	21.92	1.32	0.0%	6.7	34.3	33.3	4.9
Emaar Properties	28,782	4.02	4.22	1.90	6.86	0.51	0.0%	18.2	53.4	48.9	(2.0)
Emirates Integrated Tele	29,464	6.50	6.71	4.33	16.09	3.47	5.2%	14.8	18.2	28.9	19.4
Emirates NBD	73,273	11.60	13.90	6.33	9.87	0.89	3.4%	11.0	23.4	26.9	(11.7)
Eshraq Investments	763	0.33	0.46	0.16	NA	0.54	NA	(2.1)	4.8	6.1	3.5
Etisalat	169,587	19.50	20.98	11.02	18.97	3.62	4.1%	13.5	14.8	18.5	24.3
First Abu Dhabi Bank	163,145	14.94	15.92	7.78	16.44	1.61	5.0%	13.7	33.6	40.2	(0.7)
GFH	2,407	0.67	0.93	0.45	19.10	0.69	5.1%	15.1	20.0	18.7	(13.2)
Gulf Navigation Holding	418	0.41	0.55	0.28	NA	0.79	0.0%	(0.2)	(6.8)	(20.2)	(12.0)
IHC	81,964	45.00	45.00	10.00	37.22	14.44	NA	9.2	15.1	41.1	328.6
Julphar	1,617	1.40	1.54	0.54	NA	1.47	0.0%	1.4	(6.0)	28.4	60.5
Mashreqbank	11,974	67.45	72.05	62.00	18.15	0.57	5.9%	(0.7)	(0.8)	0.8	(4.2)
National Bank of Fujairah	9,536	4.98	4.98	4.98	NA	NA	1.9%	NA	NA	NA	3.3
Tabreed	7,631	2.81	2.84	1.67	14.84	1.54	3.7%	10.6	24.3	44.8	41.9
RAK Bank	6,754	4.03	5.00	3.33	9.76	0.88	7.4%	6.1	13.5	11.9	(11.3)
RAK Properties	1,220	0.61	0.64	0.33	11.22	0.32	6.6%	32.6	60.5	67.6	47.7
RAK Ceramics	1,689	1.70	1.81	1.24	20.53	0.74	8.4%	16.4	23.2	25.9	17.6
SALAMA	1,003	0.83	0.92	0.30	6.43	1.15	NA	(1.1)	10.5	63.9	66.1
Sharjah Islamic Bank	4,253	1.38	1.40	0.95	8.80	0.56	3.5%	5.3	17.9	22.1	17.7
SHUAA Capital	1,889	0.75	0.88	0.40	17.73	1.33	NA	12.0	22.3	35.2	(12.2)
Takaful Emarat Insurance	230	1.53	1.60	1.18	NA	1.84	5.4%	(2.5)	7.0	14.2	22.4
TAQA	164,154	1.46	1.78	0.42	54.28	2.64	0.0%	9.3	3.2	40.5	208.0
Union Properties	1,235	0.29	0.39	0.15	4.28	0.41	0.0%	1.8	2.9	0.0	37.8
United Arab Bank	1,751	0.85	0.90	0.81	NA	1.05	0.0%	NA	(5.0)	(5.0)	(5.4)

(Source: Bloomberg)

^ current dividend yield based on last year dividend declaration

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