

MSCI EM Aug-2025 Index Preview

09th July 2025

Review Date - 07th Aug 2025

Effective Date – 27th Aug 2025

No changes are expected in the MSCI UAE Standard Index in the August 2025 review. Multiply currently maintains a healthy buffer, positioned as a secure constituent in the index

- We present our preview of the **MSCI August 2025 Index Review**. The official announcement is scheduled for **August 7, 2025**, with effective date of **August 27, 2025**. We share our preview ahead of the price cutoff period.
- All UAE constituents currently meet the MSCI Standard Index requirements and are expected to remain in the index in the upcoming August 2025 review.
- Multiply Group remains a price-dependent constituent of the MSCI UAE Standard Index.** Following its recent strong price performance, **Multiply currently maintains a healthy buffer** above the minimum free float market capitalization (FFMC) requirement, positioning it as a relatively secure constituent of the index.
- We highlight that ADNOCLS could be a price-dependent candidate for inclusion in the MSCI UAE Standard Index.** If the stock price increases by **approximately 34% from current levels** and sustains that level during the price cutoff period, it may qualify for inclusion, potentially attracting estimated passive inflows of around **USD201mn**
- Lulu retail is **currently positioned in the lower buffer of the Standard size investable segment with a buffer of c6%.** A further decline in its share price could result in the stock transitioning **to the Small Size investable segment**, potentially leading to its inclusion in the MSCI UAE Small Cap Index and attracting estimated passive inflows of **approximately USD12mn.**
- Air Arabia is currently a constituent of the MSCI UAE Small Cap Index.** If the stock appreciates by c22% from current levels and sustains that performance during the price cutoff period, it would meet the threshold for inclusion in the **MSCI UAE Standard Index**. This potential migration could result in estimated passive inflows of **around USD175mn.**
- Within **Small Cap (SC)** tabreed still misses out on the liquidity criteria and if liquidity improves it has potential for inclusion in the upcoming quarters. Furthermore, we expect one low probability potential addition, Union Properties (UPP) with an expected inflow of USD4.7mn.

Stocks to be looked upon closely for inclusion in UAE MSCI Standard Index

NMDC and AD Ports currently meet MSCI Standard Index inclusion criteria except for the **minimum free float market capitalization (FFMC) requirement**. Should these companies grow over time and meet the FFMC threshold, they could become potential candidates for inclusion in the MSCI Emerging Markets Standard Index. Similarly, as the newly as listed **Talabat gorws** and meets the required FFMC levels, it may also be considered for future inclusion in the **MSCI EM Standard Index**. Furthermore, **DU has demonstrated strong recent price performance** and meets most of the criteria for inclusion in the MSCI Emerging Markets (EM) Standard Index, with the exception of the liquidity requirement. Going forward, improved liquidity could enhance its prospects for potential inclusion in the MSCI EM Standard Index

MSCI UAE Standard and Small Cap - Analysis/Scenarios for Aug-25 Review

Sr	Security Name	Index	Current Market Cap Price (USDmn) (AED)		Est Flows (USDmn)	Events
1	ADNOC LOGIS & SVCS	Standard Index	9,527.6	4.73	198.9	Potential Addition (Price Dependent)
2	AIR ARABIA	Standard Index	4,319.8	3.39	175.3	Potential Migration to Standard Index (Price Dependent)
3	LULU RETAIL HOLDINGS	Small Cap	3,599.5	1.28	12.0	Potential Addition (Price Dependent)

Source: MSCI, ADX, DFM, Bloomberg and IS Research

Price as of 08th July 2025



MSCI UAE Standard Index Existing Constituents

Sr	Security Name	FIF	Security Mcap (USDmn)	Price (Last) AED
1	AMERICANA RESTAURANTS	0.35	5,206	2.27
2	MULTIPLY GROUP	0.30	7,166	2.35
3	ABU DHABI COMM BANK	0.40	27,104	13.60
4	SALIK COMPANY	0.25	12,333	6.04
5	EMIRATES NBD BANK	0.30	42,048	24.45
6	EMIRATES TELECOM CORP	0.40	42,146	17.80
7	ADNOC GAS	0.08	70,838	3.39
8	DUBAI ISLAMIC BANK	0.40	18,215	9.24
9	DEWA	0.12	38,252	2.81
10	ALDAR PROPERTIES	0.49	19,437	9.08
11	EMAAR PROPERTIES	0.75	33,570	13.95
12	FIRST ABU DHABI BANK	0.40	50,591	16.82
13	ADNOC DRILLING COMPANY	0.20	25,353	5.82
14	EMAAR DEVELOPMENT	0.25	14,920	13.70
15	ABU DHABI NATL OIL CO	0.25	12,694	3.73
16	ABU DHABI ISLAMIC BK(AE)	0.40	22,031	22.28

Source: MSCI, ADX, DFM, Bloomberg and IS Research

MSCI UAE Small Cap Index Existing Constituents

Sr	Security Name	FIF	Security Mcap (USDmn)	Price (Last) AED
1	PHOENIX GROUP	0.15	2,602	1.58
2	AGILITY GLOBAL	0.30	3,517	1.24
3	DUBAI INVESTMENT	0.49	3,021	2.61
4	ABU DHABI NATL HOTELS	0.70	1,681	0.49
5	RAK PROPERTIES	0.49	1,160	1.42
6	APEX INVESTMENT	0.20	3,628	3.75
7	NMDC ENERGY	0.25	3,335	2.45
8	PARKIN COMPANY	0.25	5,170	6.33
9	WAHA CAPITAL	0.49	785	1.53
10	SPACE42	0.25	2,813	2.17
11	AGTHIA GROUP	0.40	950	4.20
12	GULF NAVIGATION HOLDING	0.49	1,314	5.76
13	BANK OF SHARJAH	0.35	792	0.97
14	DUBAI FINANCIAL MARKET	0.20	3,790	1.74
15	DANA GAS	0.75	1,406	0.74
16	RAS AL KHAIMAH CERAMICS	0.49	676	2.50
17	EMIRATES CENTRAL COOLING	0.20	4,601	1.69
18	DUBAI TAXI	0.25	1,736	2.55
19	ARAMEX COMPANY	0.50	1,092	2.74
20	AMANAT HOLDINGS	0.35	742	1.09
21	TAALEEM HOLDINGS	0.15	1,122	4.12
22	SPINNEYS 1961 HOLDING	0.25	1,451	1.48
23	DEYAAR DEVELOPMENT	0.25	1,170	0.98
24	ALEF EDU CONSULTANCY	0.20	2,001	1.05
25	AJMAN BANK	0.40	1,090	1.47
26	AIR ARABIA	0.49	4,320	3.40
27	INVESTCORP CAPITAL	0.30	984	1.65

Source: MSCI, ADX, DFM, Bloomberg and IS Research

Terms	Explanation
Full Mcap	Full Market Capitalisations
FFMC	Free Float Market Cap
FIF	Foreign Inculsion Factor (FIF)
FOL	Foreign Ownership Limit
FO	Foreign Ownership
Foreign Room	(FOL-FO)/(FOL)
Est Flow	Estimated Flow



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