



Morning Report

01 August 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,663	1.0%	3%	-4%	14%	32%
DFM	3,338	1.1%	3%	-10%	4%	21%
TASI	12,199	0.4%	6%	-11%	8%	11%
BHSEASI	1,906	0.1%	5%	-7%	6%	19%
EGX	9,467	1.0%	3%	-14%	-21%	-12%
DJI	32,845	1.0%	6%	0%	-10%	-6%
S&P 500	4,130	1.4%	8%	0%	-13%	-7%
Nasdaq	12,391	1.9%	11%	0%	-21%	-16%
FTSE	7,423	1.1%	2%	-2%	1%	5%
DAX	13,484	1.5%	4%	-4%	-15%	-14%
CAC40	6,449	1.7%	7%	-1%	-10%	-3%
Nikkei225	27,802	0.4%	4%	4%	-3%	0%
HSI	20,091	-2.3%	-8%	-4%	-14%	-23%
MSCI EM	994	-0.4%	-2%	-8%	-19%	-23%
MSCI Asia	160	-0.2%	0%	-5%	-17%	-20%
US Fut.	4,115	-0.3%	8%	-1%	-14%	-6%
EU Fut.	3,700	-0.1%	4%	-2%	-15%	-11%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,478	1,478	-
Local	69%	77%	-8%
Foreign	31%	23%	8%
Institutional	70%	67%	4%
Retail	30%	33%	-4%
DFM	269	269	-
Local	51%	60%	-8%
Foreign	49%	40%	8%
Institutional	53%	45%	8%
Retail	47%	55%	-8%
Total	1,747	1,747	-
Local	67%	74%	-8%
Foreign	33%	26%	8%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	52WH	High - Low 52WL
Eshraq	0.054%	0.33	-	0.55	0.29
Aldar	0.045%	4.90	1.7	5.79	3.92
AD Ports	0.022%	5.40	1.9	5.85	3.22

Upcoming Corporates Actions & Events

Date	Company	Event
01-Aug	Etisalat	BoD/Result
01-Aug	Fertiglobe	BoD/Result
02-Aug	Tecom	BoD/Result
02-Aug	RAK Ceramics	BoD/Result
03-Aug	Amanat	BoD/Result
08-Aug	IHC	BoD/Result
08-Aug	Ithmaar	BoD/Result
10-Aug	GFH	BoD/Result
11-Aug	MSCI EM Index Review Announcement Date	

KEY STORIES

UAE May M3 money supply +8.0% YoY and bank lending +6.51% YoY while bank deposits up 1.6% MoM - C. Bank

UAE fuel prices slashed by to 60 fils per litre

RAK Properties posted H1 net profit AED 25.6mln versus AED 119.8mln year ago. H1 revenue AED 194mln versus AED 265.1mln year ago

GFH UK subsidiary Roebuck signs EUR 400mln JV with ICG

Orient Insurance posted Q2 profit AED 117.7mln vs AED 106.7mln year ago. Q2 gross written premiums AED 1.49bln vs AED 1.34bln year ago

ADNOC announces second gas discovery from offshore block 2 exploration concession in Abu Dhabi

Masdar, CPPIB among those seeking stake in Iberdrola's EUR 1.4bln German wind farm-source - Reuters

UAE on Jul 31 announced 1,164 new Covid-19 cases and 1,394 recoveries. The tally takes total cases in UAE to 991,564 with 970,753 recoveries and 2,335 deaths

Saudi Arabia's gross domestic product rose by 11.8% YoY - Government estimates

Saudi's Al Rajhi Bank posted quarterly net profit SAR 4,258mln vs SAR 3,605mln year ago. Quarterly total income SAR 6,480mln vs SAR 5,243mln year ago

Saudi's Bahri posted quarterly net profit SAR 128.02mln versus SAR 38.91mln year ago. Quarterly sales SAR 1,993.28mln versus SAR 1,294.76mln year ago

Saudi's Bahri announces full redemption of its SAR 3.9bln sukuk due on 30th of July 2022

Oman crude official selling price (OSP) will fall by USD 9.72 to USD 103.21 a barrel in September - Reuters

Remittances from Egyptian workers abroad reached USD 2.4bln in May compared to USD 2.6bln in May 2021 – Central Bank

Egypt's Alexandria Mineral Oils posted FY net profit EGP 1.23bln versus EGP 499.3mln year ago. FY sales EGP 18.44bln versus EGP 10.18bln year ago

Egypt's Arab Drug Company posted FY net profit EGP 76.6mln versus EGP 102mln year ago. FY revenue EGP 512.4mln versus EGP 537mln year ago

Key Global Trends/ Market Clues

Asian shares were sluggish on Monday as disappointing Chinese economic data fed doubts Wall Street's rally could be sustained, while the dollar continued its retreat on the yen as speculators were forced out of suddenly unprofitable short positions. China's official measure of factory activity contracted in July as fresh virus flare-ups weighed on demand, and the Caixin PMI also missed forecasts. South Korean activity weakened for the first time in two years, while Japan expanded at the slowest pace in 10 months. That did not bode well for the raft of other PMIs due this week, including the influential U.S. ISM survey, while the July payrolls report on Friday should also show a further slowdown. At the same time U.S. data out Friday showed stubbornly high inflation and wages growth, while central banks in the UK, Australia and India are all expected to hike again this week. The caution was evident as MSCI's broadest index of Asia-Pacific shares outside Japan eased 0.2%. Chinese blue chips were flat, while Japan's Nikkei eked out a gain of 0.4% and South Korea 0.3%. S&P 500 futures and Nasdaq futures both eased 0.3%. EUROSTOXX 50 futures added 0.1%, while FTSE futures fell by the same amount.

Oil prices dropped on Monday, as weak manufacturing data from China and Japan for July weighed on the outlook for demand, while investors braced for this week's meeting of officials from OPEC and other top producers on supply adjustments. Brent crude futures were down USD 1.19, or 1.1%, at USD 102.78 a barrel at 0212 GMT. U.S. West Texas Intermediate crude was at USD 97.19 a barrel, down USD 1.43, or 1.5%. Fresh COVID-19 lockdowns snuffed out a brief recovery seen in June for factory activity in China,

the world's largest crude oil importer. Brent and WTI ended July with their second straight monthly losses for the first time since 2020, as soaring inflation and higher interest rates raise fears of a recession that would erode fuel demand.

UAE Stories

UAE May M3 money supply +8.0% YoY and bank lending +6.51% YoY while bank deposits up 1.6% MoM - C. Bank

UAE fuel prices slashed by to 60 fils per litre. Starting August 1, Super 98 petrol will cost AED 4.03 a litre, compared to AED 4.63 in July. Special 95 petrol will cost AED 3.92 per litre, compared to AED 4.52 in July. E-Plus 91 petrol will cost AED 3.84 a litre, compared to AED 4.44 a litre last month, while diesel will be charged at AED 4.14 a litre compared to AED 4.76 in July.

RAK Properties posted H1 net profit AED 25.6mln versus AED 119.8mln year ago. H1 revenue AED 194mln versus AED 265.1mln year ago.

GFH Financial Group announced that Roebuck Asset Management, its majority owned UK-based logistics asset manager, and ICG Real Estate, the real estate business of Intermediate Capital Group (ICG), have formed a Joint Venture (JV) to aggregate an urban logistics / last mile portfolio across Spain. The strategy, with a target Gross Asset Value (GAV) of EUR 400mln over the next 18 months, will predominantly target index-linked long income assets in strong micro-locations via direct sale and leaseback opportunities or secondary acquisitions, but will also seek out build to suit and forward funding opportunities that fit the thematic investment criteria.

Orient Insurance posted Q2 profit AED 117.7mln vs AED 106.7mln year ago. Q2 gross written premiums AED 1.49bln vs AED 1.34bln year ago.

ADNOC announces second gas discovery from offshore block 2 exploration concession in Abu Dhabi. Operated by ENI, discovery indicates a further 1 – 1.5 tscf of natural gas in place, from a deeper zone while unlocking a new reservoir.

Masdar and Canada Pension Plan Investment Board (CPPIB) are weighing binding offers for a 40% stake in Iberdrola's German offshore wind farm in a deal that will value the project known as Wikingen at EUR 1.4bln, a source close to the matter told Reuters. Infrastructure funds InfraRed and EIP are also closed to making offers, the source said. Iberdrola is selling stakes in its wind developments to investment funds to help finance its EUR 150bln 2020-2030 investment plan, mostly devoted to renewables and power grids.

UAE on Jul 31 announced 1,164 new Covid-19 cases, bringing the total confirmed cases in the country to 991,564. At the same time, 1,394 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 970,753, UAE's Ministry of Health and Prevention said. It has reported 1 death from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,335.

GCC/MENA

Saudi Arabia's gross domestic product rose by 11.8% YoY, according to initial government estimates on Sunday. Growth was largely driven by a 23.1% increase in oil activities, the General Authority for Statistics said, while non-oil activities expanded 5.4%.

Saudi's Al Rajhi Banking & Investment Corporation posted quarterly net profit SAR 4,258mln vs SAR 3,605mln year ago. Quarterly total income from special commissions/financing & investments SAR 6,480mln vs SAR 5,243mln year ago.

Saudi's Bahri posted quarterly net profit SAR 128.02mln versus SAR 38.91mln year ago. Quarterly sales SAR 1,993.28mln versus SAR 1,294.76mln year ago.

Saudi's Bahri announces full redemption of its SAR 3.9bln sukuk due on 30th of July 2022.

Oman crude official selling price (OSP) will fall by USD 9.72 to USD 103.21 a barrel in September, Reuters calculations based on data from the Dubai Mercantile Exchange (DME) showed on Friday.

Remittances from Egyptian workers abroad reached USD 2.4bln in May, the central bank said on Sunday. Remittances, one of Egypt's main sources of foreign currency, were at USD 2.6bln in May 2021, the bank added.

Egypt's Alexandria Mineral Oils posted FY net profit EGP 1.23bln versus EGP 499.3mln year ago. FY sales EGP 18.44bln versus EGP 10.18bln year ago.

Egypt's Arab Drug Company posted FY net profit EGP 76.6mln versus EGP 102mln year ago. FY revenue EGP 512.4mln versus EGP 537mln 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. (%)^	TOTAL RETURN **			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
ADCB	63,448	9.12	11.30	7.01	12.11	1.19	4.1%	2.9	(10.4)	10.7	34.1
ADIB	33,013	9.09	10.46	5.40	13.70	1.62	3.4%	21.2	3.5	36.9	67.6
ADNIC	3,511	6.16	7.63	4.91	9.95	1.29	6.5%	(1.6)	(12.4)	(2.9)	32.5
ADNOC Dist.	53,497	4.28	4.63	3.80	23.34	20.42	4.8%	1.4	3.6	2.7	3.1
ADNOC Drill.*	57,277	3.58	3.92	2.77	23.33	5.25	4.2%	5.3	(0.3)	7.5	-
AD Ports	27,485	5.40	5.85	3.22	32.52	1.55	-	(2.0)	2.9	-	-
Agthia	4,227	5.34	7.07	4.20	NM	1.49	3.1%	0.9	25.1	5.6	(11.3)
Air Arabia	10,266	2.20	2.24	1.31	10.51	1.64	3.9%	5.8	2.3	59.8	73.0
Ajman Bank	1,592	0.76	0.91	0.64	13.40	0.61	-	6.8	(5.5)	(8.0)	(0.0)
Aldar	38,525	4.90	5.79	3.92	14.14	1.33	3.1%	10.1	(13.3)	26.4	24.2
Alpha Dhabi	247,000	24.70	30.20	23.78	NA	NA	-	(9.7)	(8.8)	(9.5)	(15.5)
Amanat	2,320	0.93	1.27	0.89	8.24	0.87	6.5%	(7.1)	(11.6)	(14.9)	(5.9)
Aramex	5,534	3.78	4.80	3.50	29.89	2.07	3.4%	(0.5)	(7.4)	(4.9)	9.0
ASM	9,890	9.89	16.94	9.80	NM	1.68	-	(6.0)	(25.1)	(28.8)	(34.1)
Borouge*	88,365	2.94	3.27	2.78	15.8	4.85	5.4%	0.3	-	-	-
BOS	1,166	0.53	0.76	0.49	-	-	-	-	-	(14.5)	(0.0)
Dana Gas	6,995	1.00	1.27	0.87	5.52	0.81	8.0%	(8.3)	(15.3)	(2.1)	22.2
DEWA*	126,993	2.54	3.05	2.48	20.74	1.37	4.9%	0.8	(10.2)	-	-
Deyaar	2,188	0.50	0.73	0.37	27.25	0.38	-	8.0	(20.8)	(21.9)	30.1
DFM	13,680	1.71	3.05	0.98	NM	1.74	1.8%	3.0	(36.0)	(39.0)	63.3
DIC	9,822	2.31	2.64	1.63	14.07	0.80	5.2%	5.5	(8.0)	25.4	38.3
DIB	42,573	5.88	6.63	4.80	8.89	1.08	4.3%	2.1	(8.8)	13.8	25.2
DU	27,740	6.12	7.28	5.67	22.78	3.21	3.4%	9.3	(5.5)	(4.3)	(4.0)
Easy Lease	1,128	37.60	66.85	24.00	26.08	10.81	-	3.6	(31.2)	29.7	39.6
Emaar Dev.	17,719	4.43	5.32	3.69	5.04	1.14	-	4.5	(14.5)	1.4	18.1
Emaar Pro.	44,986	5.50	6.47	3.91	7.42	0.71	2.7%	5.8	(13.8)	15.1	39.7
ENBD	87,169	13.80	15.50	11.80	9.36	1.02	3.6%	4.5	(9.5)	5.2	7.2
ESG	1,582	6.33	11.80	3.65	NM	2.65	-	(10.2)	(26.3)	(20.9)	67.0
Etisalat	242,628	27.90	39.06	22.34	25.81	4.96	2.9%	6.9	(20.3)	(11.0)	19.2
FAB	214,545	19.42	24.06	16.29	14.44	1.93	2.5%	3.4	(13.5)	6.6	21.3
Fertiglobe*	39,761	4.79	5.95	2.92	11.11	4.90	8.3%	(0.4)	(14.0)	41.3	NA
GFH	4,068	1.08	1.34	0.69	11.04	0.98	4.1%	9.1	(11.5)	(4.4)	51.4
Ghitha	20,293	84.00	123.00	9.14	NA	8.98	-	5.1	(20.0)	205.5	750.2
IHC	538,622	295.80	306.00	131.00	70.84	18.78	-	3.4	35.5	94.6	124.3
Julphar	1,583	1.37	2.32	1.20	24.81	1.66	-	6.2	(0.7)	(25.5)	(23.9)
Mashreq	16,048	80.00	81.00	53.10	6.93	0.79	1.3%	(0.0)	6.7	0.6	50.2
Multiply	19,935	1.78	2.35	1.51	NA	1.89	-	(1.1)	(5.8)	(3.3)	NA
NMDC	23,511	28.50	34.96	10.30	20.02	4.08	-	10.3	(1.8)	118.6	172.5
Palms	1,575	10.50	21.48	9.36	15.05	4.19	-	(7.1)	(21.2)	(14.1)	(11.5)
RAK Bank	8,044	4.80	5.40	3.85	8.18	0.97	4.7%	6.7	(8.6)	6.7	23.1
RAK Pro.	1,386	0.69	0.97	0.56	8.26	0.34	-	11.6	(10.6)	(10.1)	(0.3)
RAK Cer.	2,842	2.86	3.38	2.26	NM	1.29	7.0%	2.9	2.5	3.9	32.7
RPM	1,580	7.90	20.00	7.05	21.63	5.98	-	0.0	(26.3)	(18.1)	NA
Salama	690	0.57	0.87	0.55	24.40	0.89	-	(2.1)	(16.2)	(22.9)	(28.6)
SIB	5,423	1.76	2.12	1.53	9.25	0.71	4.5%	4.1	(9.7)	(6.1)	15.1
Shuaa	1,265	0.50	0.83	0.47	-	0.88	-	(0.2)	(21.7)	(27.2)	(36.0)
Tabreed	7,938	2.79	2.92	2.27	14.81	1.31	2.2%	1.8	13.4	15.7	6.5
TAQA	138,287	1.23	1.53	1.13	21.29	2.13	3.9%	(0.8)	(11.1)	(4.0)	(0.1)
Waha	2,722	1.40	1.91	1.37	6.17	0.79	5.4%	(11.4)	(8.5)	(12.0)	2.4
Yahsat *	6,392	2.62	2.91	2.46	23.53	1.93	6.0%	1.6	(1.5)	(1.6)	(2.3)

(Source Bloomberg) ^ Current dividend yield based on latest dividend declaration. * Expected dividend. ** Including dividend

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