



## Morning Report

01 July 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,313	-0.4%	-5%	-5%	10%	37%
DFM	3,223	-0.7%	-4%	-9%	1%	15%
TASI	11,523	-1.7%	-11%	-12%	2%	5%
BHSEASI	1,840	0.8%	-4%	-11%	2%	16%
EGX	9,226	0.5%	-9%	-19%	-23%	-9%
DJI	30,775	-0.8%	-7%	-13%	-15%	-11%
S&P 500	3,785	-0.9%	-9%	-18%	-21%	-12%
Nasdaq	11,029	-1.3%	-9%	-24%	-30%	-24%
FTSE	7,169	-2.0%	-6%	-5%	-3%	2%
DAX	12,784	-1.7%	-12%	-12%	-20%	-18%
CAC40	5,923	-1.8%	-10%	-12%	-17%	-9%
Nikkei225	26,393	-0.7%	-4%	-6%	-8%	-8%
HSI	21,860	-	3%	-2%	-7%	-24%
MSCI EM	1,001	-1.2%	-6%	-13%	-19%	-27%
MSCI Asia	158	-0.0%	-7%	-13%	-18%	-24%
US Fut.	3,755	-0.2%	-8%	-17%	-21%	-13%
EU Fut.	3,421	-0.6%	-8%	-10%	-20%	-15%

### UAE Trading Summary

AEDm	Buy	Sell	Net
<b>ADX</b>	<b>1,752</b>	<b>1,752</b>	<b>-</b>
Local	61%	67%	-6%
Foreign	39%	33%	6%
Institutional	84%	69%	15%
Retail	16%	31%	-15%
<b>DFM</b>	<b>287</b>	<b>287</b>	<b>-</b>
Local	43%	37%	6%
Foreign	57%	63%	-6%
Institutional	61%	64%	-3%
Retail	39%	36%	3%
<b>Total</b>	<b>2,039</b>	<b>2,039</b>	<b>-</b>
Local	58%	62%	-4%
Foreign	42%	38%	4%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	High - Low 52WL
RAK Properties	0.131%	0.62	8.0	0.97	0.56
Aldar	0.050%	4.45	(1.5)	5.79	3.73
Manazel	0.044%	0.37	(2.1)	0.64	0.34

### Upcoming Corporates Actions & Events

Date	Company	Event
01-Jul	Taq	BoD/General
04-Jul	Salama	GM
21-Jul	Al Firdous	AGM
10-Aug	GFH	BoD/Result

## # KEY STORIES

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UAE petrol and diesel prices to increase in July 2022

AD Ports announced that it has reached an agreement to acquire a 70pct equity stake in International Associated Cargo Carrier B.V. for total purchase consideration (enterprise value) of this transaction amounts to AED 514mln (USD 140mln)

Al Seer Marine is set to launch high-speed ferries to tap into the growing demand for public marine transport

Mashreqbank has priced a USD 300mln Additional Tier 1 bond at a yield of 8.5%

Yahsat announces appointment of Sulaiman Al Ali as chief commercial officer

ADNOC set the July official selling price OSP for its benchmark Murban crude at USD 109.69 a barrel compared to USD 104.48 a barrel

UAE on Jun 30 announced 1,778 new Covid-19 cases and 1,657 recoveries. The tally takes total cases in UAE to 945,800 with 925,849 recoveries and 2,316 deaths

Saudi unemployment rate fell to 10.1pct in the first quarter, down from 11pct at the end of last year

Saudi Investment Bank has completed its sukuk offering worth SAR 2bln at rate of 6pct

Saudi's Arabian Centres board resolved to adopt fair value model or re-evaluation to measure real estate and the investment properties

Saudi's Alamar Foods announces the IPO final offer price at SAR 115 per share implying a market capitalization at listing of SAR 2.933bln

Saudi's CMA approves Sure International Technology Company for direct listing in the parallel market

Qatar May exports at QAR 45.31bln, up 81.9% YOY while imports at QAR 8.76bln, up 5.5% YoY

Kuwait's Warba Bank in alliance with group of investors intend to establish a digital bank

Kuwait's Boubyan Bank in alliance with Zain Group and another group of investors, intend to establish a digital bank

Oman crude OSP will rise by USD 5.71 to USD 112.93 a barrel in August, Reuters calculations based on data from the DME

## # Key Global Trends/ Market Clues

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Bonds slipped, the dollar edged higher and Asia's stockmarkets made a shaky start to the second half on Friday, as investors grow increasingly nervous about the global economic outlook. MSCI's broadest index of Asia-Pacific shares outside Japan was flat, with trade thinned by a holiday in Hong Kong. Japan's Nikkei slipped 0.7%. Treasuries fell, lifting yields a little bit along the curve, and U.S. equity futures dropped about 0.2%. The S&P 500 closed out its worst first-half since 1970 overnight. Focus is now on any clues about whether inflation has peaked. Eurozone consumer price data is due later on Friday and July figures in the United States will be a blockbuster for financial markets. German inflation unexpectedly slowed last month, as did the pace of U.S. consumer spending in May, according to data released on Thursday - prompting some pullback in rate-hike bets but at the same time increasing worries about economic weakness. The dollar had its best quarter since 2016 for the three months to the end of June and the euro and yen were losers.

Oil prices edged up in early trade on Friday, after sinking in the previous session as OPEC+ said it would stick to its planned oil output hikes in August and investors worried about the strength of the global economy. Brent crude futures rose 83 cents, or 0.8%, to USD 109.86 a barrel by 0012 GMT. WTI crude futures for August delivery rose 70 cents, or 0.7%, to USD 106.46 a barrel. Prices fell around 3% on Thursday. U.S. traders squared positions ahead of the long Fourth of July weekend.

OPEC+ said on Thursday it would stick to its planned oil output hikes in August but avoided discussing policy from September onwards even as prices have risen on tight global supplies and worries that the group has little ability to pump more crude. At its last gathering on June 2, OPEC+ decided to increase output each month by 648,000 barrels per day (bpd) in July and August, up from a previous plan to add 432,000 bpd per month.

## # UAE Stories

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The UAE fuel price committee on June 30 announced petrol and diesel prices for the month of July 2022. Starting July 1, Super 98 petrol will cost AED 4.63 a litre, compared to AED 4.15 in June. Special 95 petrol will cost AED 4.52 per litre, compared to AED 4.03 in June. E-Plus 91 petrol will cost AED 4.44 a litre, compared to AED 3.96 a litre last month, while diesel will be charged at AED 4.76 a litre compared to AED 4.14 in June.

AD Ports announced that it has reached an agreement to acquire a 70pct equity stake in International Associated Cargo Carrier B.V., which wholly owns two Egypt-based maritime companies, Transmar International Shipping Company and Transcargo International. The total purchase consideration (enterprise value) of this transaction amounts to AED 514mln (USD 140mln). The acquisition will be fully funded from AD Ports Group's existing cash reserves, which stood at over AED 3bln as of March 31, 2022. It is the first international acquisition realised by AD Ports Group. Together, Transmar and TCI reported LTM revenue and EBITDA of AED 325mln and AED 108mln, respectively. For full-year 2022, management is on track to deliver triple digit growth YoY driven by both volume and rate increases.

Al Seer Marine, a subsidiary of International Holding Company (IHC), is set to launch high-speed ferries to tap into the growing demand for public marine transport. The new product range will be developed in collaboration with French design and innovation company SEAir, the firm said in a statement on the Abu Dhabi Securities Exchange (ADX). The company, which seeks to become the largest company in the marine services sector, also said it is looking at "expansion initiatives" in product tankers, gas tankers and dry bulk shipping sectors. Short-term plans include acquiring 10 to 15 ships in 2022.

Mashreqbank has priced a USD 300mln Additional Tier 1 bond at a yield of 8.5%, a document issued by one of the banks leading the deal showed. The Dubai lender began marketing the perpetual, non-call, five-year issue in the low- to mid-8% range on Thursday. The bond attracted orders of more than USD 500mln, the document showed.

Yahsat announces appointment of Sulaiman Al Ali as chief commercial officer of Yahsat to drive next phase of Yahclick and Thuraya growth. Sulaiman Al Ali will lead both Yahclick, Yahsat's data solutions arm, and Thuraya, its mobility business. Damac Properties begins handover for Damac Towers Nine Elms in London.

ADNOC set the July official selling price OSP for its benchmark Murban crude at USD 109.69 a barrel compared to USD 104.48 a barrel.

UAE on Jun 30 announced 1,778 new Covid-19 cases, bringing the total confirmed cases in the country to 945,800. At the same time, 1,657 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 925,849, UAE's Ministry of Health and Prevention said. It has reported one death from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,316.

## # GCC/MENA

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Saudi unemployment rate fell to 10.1pct in the first quarter, down from 11pct at the end of last year. The rate reached 5.1pct for male citizens and 20.2pct for females, according to new data released by the General Authority for Statistics (GASTAT) on Thursday.

Saudi Investment Bank (SAIB) has completed its sukuk offering worth SAR 2bln, the specialist corporate lender said in a bourse filing on Wednesday. The Tier 1 sukuk denominated in Saudi riyals offers a 6pct a year fixed rate that is payable semi-annually from (including) the issue date.

Saudi's Arabian Centres board resolved to adopt fair value model or re-evaluation to measure real estate and the investment properties. It is expected that net assets to be positively affected after adopting this model by an increase of approximately SAR 10bln. Impact will be effective starting from Q3 of FY2023.

Saudi's Alamar Foods, a leading Quick Service Restaurant operator in the Middle East, North Africa, and Pakistan region (MENAP Region) of two globally recognized brands: Domino's, where Alamar has the exclusive right to develop and operate in 16 Countries across MENAP, and Dunkin', where Alamar has

the exclusive right to develop and operate stores as a franchisee in Egypt and Morocco, announces the successful completion of its pricing and book building process and the final offer price for its initial public offering. The final offer price for the Offering has been set at SAR 115 per share implying a market capitalization at listing of SAR 2.933bln. The IPO order book was 47.5 times oversubscribed.

Saudi's CMA approves Sure International Technology Company for direct listing in the parallel market. Trading these shares will be confined to qualified investors stipulated in glossary of defined terms used in the regulations and rules of CMA.

Qatar May exports at QAR 45.31bln, up 81.9% YOY while imports at QAR 8.76bln, up 5.5% YoY. Qatar May trade surplus up 120.1% YoY.

Kuwait's Warba Bank in alliance with group of investors intend to establish a digital bank under umbrella of Central Bank of Kuwait.

Kuwait's Boubyan Bank in alliance with Zain Group and another group of investors, intend to establish a digital bank.

Oman crude official selling price (OSP) will rise by USD 5.71 to USD 112.93 a barrel in August, Reuters calculations based on data from the Dubai Mercantile Exchange (DME) showed on Thursday.

*Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian business*

## # UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	HISTORICAL RETURN			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
ADCB	61,642	8.86	11.30	6.70	11.76	1.16	4.2%	(11.0)	(15.0)	7.6	33.0
ADIB	27,240	7.50	10.46	5.36	12.49	1.37	4.2%	(9.6)	(14.7)	12.9	41.6
ADNIC	3,568	6.26	7.63	4.91	10.11	1.31	6.4%	4.0	(8.6)	(1.3)	29.2
ADNOC Dist.	52,750	4.22	4.63	3.80	23.01	20.14	4.9%	1.2	2.0	1.3	2.1
ADNOC Drill.*	54,400	3.40	3.92	2.77	22.16	4.99	4.4%	6.9	(7.2)	2.1	-
AD Ports	28,046	5.51	5.85	3.22	33.19	1.58	-	12.0	65.5	-	-
Agthia	4,187	5.29	7.07	4.20	NM	1.48	3.1%	10.9	17.1	4.6	(5.0)
Air Arabia	9,707	2.08	2.24	1.31	9.94	1.55	4.1%	5.1	32.5	51.1	62.3
Ajman Bank	1,491	0.71	0.91	0.64	12.56	0.58	-	(8.6)	(11.2)	(13.8)	(6.9)
Aldar	34,989	4.45	5.79	3.73	14.33	1.22	3.4%	(14.1)	(7.9)	14.8	20.8
Alpha Dhabi	273,600	27.36	30.20	16.92	NA	NA	-	5.6	1.0	0.2	56.7
Amanat	2,498	1.00	1.27	0.90	8.88	0.94	6.0%	-	(8.4)	(8.4)	6.4
Aramex	5,564	3.80	4.80	3.50	30.05	2.08	3.4%	(2.1)	3.2	(4.4)	(0.7)
ASM	10,520	10.52	16.94	10.42	NM	1.79	-	(12.3)	(11.0)	(24.3)	(29.9)
Borouge*	88,069	2.93	3.27	2.85	15.71	4.83	5.4%	(2.3)	-	-	-
BOS	1,166	0.53	0.76	0.49	NA	0.31	-	NA	(1.9)	(14.5)	(3.6)
Dana Gas	7,625	1.09	1.27	0.81	6.02	0.88	7.3%	(0.9)	(5.7)	6.8	40.1
DEWA*	126,000	2.52	3.05	2.48	20.58	1.35	4.9%	(1.2)	(12.2)	-	-
Deyaar	2,026	0.46	0.73	0.37	25.23	0.35	-	(14.7)	(24.6)	(27.7)	18.5
DFM	13,280	1.66	3.05	0.98	NM	1.70	1.8%	(24.9)	(31.1)	(40.8)	46.1
DIC	9,312	2.19	2.64	1.63	13.34	0.76	5.5%	(3.5)	(5.2)	18.9	35.0
DIB	41,707	5.76	6.63	4.72	9.41	1.09	4.3%	(4.0)	(6.3)	11.5	24.2
DU	25,838	5.70	7.28	5.68	22.37	3.10	3.7%	(5.0)	(13.1)	(12.5)	(13.0)
Easy Lease	1,089	36.30	66.85	23.74	29.76	12.04	-	(24.2)	(6.5)	25.2	45.1
Emaar Dev.	16,960	4.24	5.32	3.55	4.83	1.09	-	(6.0)	(3.9)	(3.0)	14.6
Emaar Pro.	42,535	5.20	6.47	3.89	7.01	0.67	2.9%	(6.6)	(12.0)	8.8	27.9
ENBD	83,379	13.20	15.50	12.50	9.09	1.02	3.8%	(1.1)	(11.7)	0.7	1.8
ESG	1,763	7.05	11.80	3.65	NM	3.44	-	(4.7)	(2.5)	(11.9)	86.5
Etisalat	226,986	26.10	39.06	22.00	24.15	4.64	3.1%	(12.2)	(26.7)	(16.8)	20.8
FAB	207,474	18.78	24.06	16.07	13.99	1.87	2.6%	(9.5)	(19.8)	3.1	15.8
Fertiglobe*	39,929	4.81	5.95	2.92	11.16	4.92	8.3%	(7.3)	(5.9)	41.9	NA
GFH	3,829	0.99	1.34	0.69	10.39	0.92	4.5%	(13.9)	(13.1)	(12.4)	37.5
Ghitha	19,304	79.90	123.00	9.14	NA	8.54	-	(10.2)	18.7	190.5	708.7
IHC	520,806	286.00	306.00	119.20	68.49	18.16	-	2.5	53.8	88.2	132.5
Julphar	1,490	1.29	2.32	1.20	23.36	1.56	-	0.8	(7.2)	(29.9)	(18.9)
Mashreq	16,049	80.00	81.00	53.10	10.25	0.79	1.3%	4.6	1.3	0.6	34.9
Multiply	20,160	1.80	2.35	1.51	NA	1.93	-	(5.8)	9.8	(2.2)	NA
NMDC	21,318	25.84	33.38	8.70	20.48	3.88	-	(8.6)	66.7	98.2	196.7
Palms	1,695	11.30	21.48	10.26	17.48	4.85	-	0.9	(4.2)	(7.5)	(7.4)
RAK Bank	7,542	4.50	5.40	3.82	8.73	0.88	5.0%	(3.6)	(14.3)	0.0	9.8
RAK Pro.	1,242	0.62	0.97	0.56	7.40	0.30	-	(9.3)	(18.5)	(19.5)	(2.4)
RAK Cer.	2,762	2.78	3.38	2.17	NM	1.25	7.2%	(7.0)	0.7	1.0	34.2
RPM	1,580	7.90	20.00	7.05	19.67	6.13	-	(13.6)	1.3	(18.1)	NA
Salama	704	0.58	0.87	0.56	24.91	0.91	-	(6.0)	(13.3)	(21.3)	(27.4)
SIB	5,208	1.69	2.12	1.47	9.70	0.69	4.7%	(8.6)	(12.9)	(9.8)	18.8
Shuaa	1,268	0.50	0.83	0.47	NA	0.88	-	(7.4)	(17.8)	(27.0)	(18.2)
Tabreed	7,796	2.74	2.92	2.27	15.03	1.34	2.2%	6.2	11.4	13.6	3.1
TAQA	139,418	1.24	1.53	1.13	21.46	2.14	3.8%	(2.4)	(1.1)	(3.2)	(5.9)
Waha	3,072	1.58	1.91	1.33	6.97	0.90	4.8%	8.2	2.3	(0.7)	22.2
Yahsat *	6,295	2.58	3.10	2.46	23.17	1.90	6.1%	(1.5)	(5.2)	(3.1)	(5.2)

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

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