



Morning Report

01 March 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,664	0.6%	0.4%	13.9%	15.6%
DFM	2,552	1.0%	-5.4%	5.4%	-1.5%
TASI	9,145	-0.5%	3.8%	5.2%	19.9%
BHSEASI	1,466	0.1%	0.6%	-0.1%	-11.7%
EGX	11,525	-0.8%	-0.5%	5.0%	-11.4%
Dow Jones	30,932	-1.5%	0.0%	3.5%	14.7%
S&P 500	3,811	-0.5%	-1.0%	5.0%	22.3%
Nasdaq	13,192	0.6%	-3.2%	9.1%	46.9%
FTSE 100	6,483	-2.5%	-2.6%	1.9%	-7.9%
DAX	13,786	-0.7%	-0.6%	3.8%	7.9%
CAC40	5,703	-1.4%	3.3%	2.5%	0.3%
Nikkei225	28,966	-4.0%	1.5%	9.2%	29.2%
HIS	29,294	-3.6%	-1.4%	8.1%	8.6%
MSCI EM	1,339	-3.2%	-3.6%	8.9%	28.4%
MSCI Asia	207	-3.6%	-2.8%	7.3%	28.6%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	849	849	-
Local	66%	60%	6%
Foreign	34%	40%	-6%
Institutional	90%	88%	2%
Retail	10%	12%	-2%
DFM	155	155	-
Local	54%	36%	18%
Foreign	46%	64%	-18%
Institutional	43%	42%	1%
Retail	57%	58%	-1%
Total	1,004	1,004	-
Local	64%	56%	8%
Foreign	36%	44%	-8%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
ADNOC	(175,675)	1.5%	11.4	46.8
Manazel	(100,000)	2.2%	4.5	1.6
ADSB	(70,520)	15.7%	0.4	1.1

Upcoming Corporates Actions & Events

Date	Company	Event
2-Mar	Taq	BoD
2-Mar	Emaar	BoD
2-Mar	Emaar Malls	BoD
3-Mar	Emaar Properties	BoD
4-Mar	IHC	BoD
9-Mar	DXBE	GM/shares conversion

Key Stories

FAB has approved the distribution of AED 0.74 per share FY dividend, implying total cash dividend of AED 8.08bn

Amanat Holdings announced the full acquisition of Cambridge Medical and Rehabilitation Center for an enterprise value of USD 232mln (AED 851mln) from TVM Capital Healthcare, an emerging market focused private equity firm

National Marine Dredging board approve and recommend distribution of AED 25 fils per share as dividends for the financial year 2020

Tabreed has a “mandate for growth” in 2021 but in a responsible, financially disciplined manner – CEO

Tabreed expands its research and development funding commitment to boost efficiency and sustainability

Sudatel Telecom Group obtains 4G license in Senegal

Al Ain Ahlia Insurance board proposes FY dividend of 25% of share nominal value

UAE on February 28 announced 2,930 new Covid-19 cases and 1,517 recoveries. The tally takes total cases in UAE to 391,524 with 381,225 recoveries and 1,221 deaths

Saudi Aramco has asked banks to extend by a year a USD 10bn loan it raised last May, two sources familiar with the matter said

Saudi's Riyadh Bank board proposes SAR 0.50 per share FY dividend

Saudi's City Cement posted FY net profit after zakat and tax SAR 220.5mln, up 16% YoY. FY sales SAR 572.3mln, up 8% YoY. Board proposes H2 dividend of SAR 0.5 per share

The Saudi civil aviation authority announced that Boeing 737 Max planes will be allowed to return to service to and from the kingdom after meeting safety requirements

Oman established a new government-owned energy company as it seeks to use its largest oil block to raise debt

Bahrain January CPI -2.7% YoY and -1.1% MoM

Egypt's M2 money supply rose 19.8% YoY in January to EGP 4.96trn, data from the central bank showed on Sunday.

Egypt's Medinet Nasr posted FY consolidated net profit after tax EGP 1bn vs EGP 980.9mln year ago. Board proposes FY cash dividend of EGP 0.45 per share

Egypt's Pioneers Holding posted FY consolidated net profit after minority interest EGP 946mln versus EGP 1.07bn year ago. FY consolidated revenue EGP 7bn

Key Global Trends/ Market Clues

Asian shares rallied on Monday as some semblance of calm returned to bond markets after last week's wild ride, while progress in the huge U.S. stimulus package underpinned optimism about the global economy and sent oil prices higher. Helping sentiment was news deliveries of the newly approved Johnson & Johnson COVID-19 vaccine should start on Tuesday. MSCI's broadest index of Asia-Pacific shares outside Japan edged up 0.8%, after shedding 3.6% last Friday. Japan's Nikkei rallied 2.1%, while Chinese blue chips added 0.5%. NASDAQ futures bounced 1.2% and S&P 500 futures 0.7%. EUROSTOXX 50 futures and FTSE futures both rose 1.1%.

Oil prices rose more than USD 1 on Monday on optimism in the global economy thanks to progress in a huge U.S. stimulus package and on hopes for improving oil demand as vaccines are rolled out. Brent crude futures for May rose USD 1.07, or 1.7%, to USD 65.49 per barrel by 0042 GMT. The April contract

expired on Friday. U.S. West Texas Intermediate (WTI) crude futures jumped USD 1.10, or 1.8%, to USD 62.60 a barrel.

UAE Stories

FAB has approved the distribution of AED 0.74 per share FY dividend, implying total cash dividend of AED 8.08bln. Registered shareholders of FAB as on Wednesday March 10, 2021 (i.e. buyers on March 8, 2021) are entitled to cash dividends.

Amanat Holdings announced the full acquisition of Cambridge Medical and Rehabilitation Center (CMRC) for an enterprise value of USD 232mln (AED 851mln) from TVM Capital Healthcare, an emerging market focused private equity firm. The transaction was funded through a combination of cash on hand and leverage. The transaction marks Amanat's first wholly owned investment in the healthcare sector in the UAE and one of the biggest GCC healthcare deals in recent years. CMRC is a leading post-acute care and rehabilitation provider in the UAE and KSA. Since inception, CMRC has grown to more than 250 beds across three facilities, two in the UAE, and one in the KSA.

National Marine Dredging board approve and recommend distribution of AED 25 fils per share as dividends for the financial year 2020. Shareholders whose convertible bonds were converted into shares during 2021 shall not be entitled to dividends for the financial year 2020.

Tabreed has a "mandate for growth" in 2021 but in a responsible, financially disciplined manner, according to its chief executive officer. Asked at a press conference whether the company would acquire district cooling facilities from Nakheel and Dubai Airport, Tabreed, CEO Bader Al Lamki said that "growth is the mandate".

Tabreed expands its research and development funding commitment to boost efficiency and sustainability. Targeting efficiency improvement of 30% against comparable industry performance benchmarks and has announced the launch of four pilot projects.

Sudatel Telecom Group obtains 4G license in Senegal.

Al Ain Ahlia Insurance board proposes FY dividend of 25% of share nominal value.

The United Arab Emirates on February 28 announced 2,930 new Covid-19 cases, bringing the total confirmed cases in the country to 391,524. At the same time, 1,517 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 381,225. UAE's ministry of health and prevention said. It has reported 8 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 1,221.

GCC/MENA

Saudi Aramco has asked banks to extend by a year a USD 10bln loan it raised last May, two sources familiar with the matter said, suggesting that rebounding crude prices are not pushing the oil giant to reduce debt for the time being. The sources confirmed a report by Loan Pricing Corporation, a fixed-income news provider owned by Refinitiv.

Saudi's Riyadh Bank board proposes SAR 0.50 per share FY dividend.

Saudi's City Cement posted FY net profit after zakat and tax SAR 220.5mln, up 16% YoY. FY sales SAR 572.3mln, up 8% YoY. Board proposes H2 dividend of SAR 0.5 per share.

The Saudi civil aviation authority announced on Sunday that Boeing 737 Max planes will be allowed to return to service to and from the kingdom after meeting safety requirements.

Oman established a new government-owned energy company as it seeks to use its largest oil block to raise debt. The firm, to be called Energy Development Oman, will own a shareholding in Petroleum Development Oman LLC as well as an interest in Block 6, according to a government gazette on Sunday. The company will "undertake hydrocarbon exploration and production operations" and can borrow money "in any manner," according to the gazette.

Bahrain January CPI -2.7% YoY and -1.1% MoM

Egypt's M2 money supply rose 19.8% YoY in January to EGP 4.96trn, data from the central bank showed on Sunday.

Egypt's Medinet Nasr posted FY consolidated net profit after tax EGP 1bln vs EGP 980.9mln year ago. FY consolidated revenue EGP 3.10bln vs EGP 2.20bln year ago. Board proposes FY cash dividend of EGP 0.45 per share. Board plans for a 4% stock dividend.

Egypt's Pioneers Holding posted FY consolidated net profit after minority interest EGP 946mln versus EGP 1.07bln year ago. FY consolidated revenue EGP 7bln.

(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%	6M%	12M%
ADCB	44,179	6.35	7.01	3.82	11.61	0.78	4.3%	(1.4)	4.3	12.4	1.0
ADIB	17,906	4.93	5.59	3.19	13.56	0.93	5.6%	(1.6)	2.9	22.3	2.6
ADNIC	2,947	5.17	5.24	2.95	7.94	1.18	6.8%	4.0	-	34.3	39.7
ADNOC Dist	51,375	4.11	4.11	2.40	21.12	14.78	5.0%	6.2	17.1	32.3	48.5
Agthia	4,918	6.83	7.00	2.50	138.18	2.19	2.2%	30.3	57.4	127.7	146.2
Air Arabia	5,880	1.26	1.42	0.87	NA	1.30	0.0%	(0.8)	0.8	7.7	5.6
Ajman Bank	1,533	0.73	0.83	0.50	29.39	0.61	0.0%	(5.1)	0.0	5.0	4.3
Al Waha	2,372	1.22	1.30	0.62	9.71	0.74	NA	9.9	14.0	23.9	51.6
Aldar	28,777	3.66	3.88	1.35	14.89	1.12	4.0%	4.6	18.4	79.4	98.4
Amanat	2,008	0.80	0.92	0.56	136.56	0.81	2.7%	(0.6)	(3.3)	(5.5)	11.5
Amlak	330	0.22	0.43	0.20	NA	0.67	0.0%	(12.4)	(16.3)	(29.3)	(43.6)
Aramex	5,710	3.90	4.49	2.00	15.84	2.23	4.2%	(11.4)	(2.5)	7.4	32.6
BOS	1,325	0.63	0.77	0.50	NA	0.41	0.0%	(2.6)	(13.2)	19.1	(16.8)
DAMAC	7,139	1.18	1.75	0.36	NA	0.55	NA	(13.9)	0.9	37.4	96.0
Dana Gas	4,855	0.69	0.87	0.53	NA	0.61	7.9%	1.5	2.1	(4.0)	(6.9)
Deyaar	1,566	0.27	0.33	0.18	50.64	0.36	0.0%	(7.5)	(4.9)	(10.0)	(8.8)
DFM	8,480	1.06	1.29	0.50	61.48	1.09	0.0%	(13.8)	22.1	24.3	36.5
Dubai Inv.	6,293	1.48	1.72	0.98	10.20	0.53	NA	(10.3)	18.4	23.3	27.8
DIB	34,683	4.79	5.55	3.04	12.61	0.85	4.2%	(5.0)	7.2	15.7	(0.5)
DXBE	608	0.08	0.18	0.07	NA	2.75	0.0%	(8.4)	(36.1)	(37.2)	(56.1)
Easy Lease	721	24.02	24.60	10.00	29.32	15.17	NA	14.9	-	-	-
Emaar Dev	11,000	2.75	3.68	1.79	5.53	1.00	0.0%	(6.5)	(0.4)	22.2	(23.6)
Emaar Malls	22,385	1.72	1.99	0.98	31.79	1.18	0.0%	(5.0)	(9.9)	22.0	12.4
Emaar Pro.	25,632	3.58	4.22	1.90	6.11	0.45	0.0%	(5.8)	9.8	22.2	7.8
Emirates Tele	30,960	6.83	6.88	4.33	21.46	3.61	4.1%	2.7	18.2	25.1	23.3
Emirates NBD	70,430	11.15	12.25	6.33	11.15	0.83	3.6%	(5.5)	5.7	0.5	0.5
Eshraq	691	0.30	0.46	0.16	NA	0.49	NA	(5.7)	(6.9)	(23.7)	(0.7)
Etisalat	176,893	20.34	20.98	11.02	19.78	3.61	5.9%	2.3	20.5	20.4	40.2
FAB	160,524	14.70	15.10	7.78	15.21	1.47	5.0%	(2.1)	14.8	28.7	12.8
GFH	2,353	0.64	0.86	0.45	12.90	0.64	2.6%	(0.8)	9.6	4.2	(19.0)
Gulf Nav.	344	0.34	0.55	0.28	NA	0.65	0.0%	(12.0)	(15.5)	(31.4)	(24.9)
IHC	85,425	46.90	47.96	13.00	28.29	10.92	NA	2.0	17.8	28.3	244.9
Julphar	1,733	1.50	1.65	0.54	NA	1.58	0.0%	(3.2)	-	23.0	79.7
Mashreqbank	11,540	65.00	72.00	62.00	NA	0.59	6.2%	(3.6)	(4.3)	(2.8)	(9.7)
NBF	9,536	4.98	4.98	4.98	NA	NA	1.9%	NA	NA	NA	3.3
Tabreed	7,549	2.78	2.95	1.67	13.96	1.46	2.1%	0.4	4.9	34.3	42.6
RAK Bank	6,536	3.90	4.79	3.33	12.98	0.84	3.8%	(3.2)	8.3	8.9	(8.5)
RAK Pro.	1,080	0.54	0.64	0.33	9.51	0.28	7.4%	(6.9)	24.7	35.3	42.3
RAK Ceramics	1,739	1.75	1.84	1.24	NA	0.81	4.3%	4.8	26.8	34.6	13.5
SALAMA	1,003	0.83	0.92	0.30	6.43	1.15	NA	2.3	2.3	30.0	79.8
SIB	4,376	1.42	1.43	0.95	10.78	0.57	5.6%	3.6	16.4	19.3	22.1
SHUAA	1,724	0.68	0.83	0.40	16.19	1.21	NA	(4.6)	13.3	4.0	(15.5)
Takaful E. Ins.	234	1.56	1.60	1.18	NA	1.87	5.3%	(1.3)	0.6	13.0	26.8
TAQA	156,284	1.39	1.78	0.50	101.29	2.51	1.8%	(4.1)	(4.5)	(7.0)	112.8
Union Pro.	1,132	0.26	0.39	0.15	3.93	0.37	0.0%	(5.4)	(4.3)	(11.1)	38.9
UAB	1,499	0.73	0.90	0.73	NA	0.90	0.0%	(9.9)	(18.7)	(18.7)	(18.9)

Source: Bloomberg. ^ Current dividend yield based on latest dividend declaration

Disclaimer

This report has been issued by International Securities for informational purposes only. This report is not and should not be construed as an offer or the solicitation of an offer to purchase or subscribe or sell any investment or subscribe to any investment management or advisory service. Recipients should not base their investment decisions on this report and should make their own investigations, and obtain independent advice, as appropriate. International Securities has based this document on information obtained from publicly available information, and sources it believes to be reliable without being independently verified for their accuracy or completeness. It makes no guarantee, representation or warranty as to its accuracy or completeness and accepts no responsibility or liability in respect thereof or for any reliance placed by any person on such information. All opinions expressed herein are subject to change without notice. This report may not be reproduced or circulated without the prior written consent of International Securities. International Securities owns the intellectual property rights and any other material contained in this report. International Securities is regulated by the United Arab Emirates Securities and Commodities Authority under license number 20200000017. International Securities is a member of the Abu Dhabi Securities Exchange, Dubai Financial Market and NASDAQ Dubai.