



Morning Report

02 August 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,774	1.2%	5%	-3%	15%	32%
DFM	3,377	1.2%	5%	-9%	6%	21%
TASI	12,339	1.1%	7%	-10%	9%	11%
QSI	13,469	0.7%	10%	-1%	16%	25%
BKM	5,897	0.4%	4%	-8%	0%	9%
MSX	4,590	1.3%	11%	10%	11%	14%
BHSEASI	1,906	0.0%	4%	-7%	6%	20%
EGX	9,423	-0.5%	2%	-15%	-21%	-13%
DJI	32,798	-0.1%	5%	-1%	-10%	-6%
S&P 500	4,119	-0.3%	8%	0%	-14%	-6%
Nasdaq	12,369	-0.2%	11%	0%	-21%	-16%
FTSE	7,413	-0.1%	3%	-2%	0%	5%
DAX	13,480	0.0%	5%	-4%	-15%	-13%
CAC40	6,437	-0.2%	9%	-1%	-10%	-3%
Nikkei225	27,993	-1.1%	8%	4%	-3%	3%
HSI	19,620	-1.1%	-8%	-4%	-14%	-22%
MSCI EM	995	-0.8%	0%	-8%	-19%	-22%
MSCI Asia	162	0.5%	3%	-4%	-16%	-18%
US Fut.	4,104	-0.4%	7%	-2%	-14%	-6%
EU Fut.	3,686	-0.5%	8%	0%	-14%	-10%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,260	1,260	-
Local	80%	78%	1%
Foreign	20%	22%	-1%
Institutional	86%	80%	5%
Retail	14%	20%	-5%
DFM	261	261	-
Local	43%	54%	-11%
Foreign	57%	46%	11%
Institutional	50%	38%	12%
Retail	50%	62%	-12%
Total	1,521	1,520	-
Local	74%	74%	-1%
Foreign	26%	26%	1%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	52WH	High - Low 52WL
Manazel	0.090%	0.40	3.4	0.64	0.36
Aldar	0.041%	4.89	(0.2)	5.79	3.92
Agthia	0.036%	5.31	(0.6)	7.07	4.20

Upcoming Corporates Actions & Events

Date	Company	Event
02-Aug	Tecom	BoD/Result
02-Aug	RAK Ceramics	BoD/Result
03-Aug	Amanat	BoD/Result
04-Aug	Agthia	BoD/Result
08-Aug	IHC	BoD/Result
08-Aug	Ithmaar	BoD/Result
09-Aug	ADNIC	BoD/Result
10-Aug	GFH	BoD/Result
11-Aug	MSCI EM Index Review Announcement Date	

KEY STORIES

Etisalat posted quarterly net profit AED 2.43bn versus AED 2.40bn year ago. Board approved interim dividends of 40 fils per share for 1H22

Fertiglobe posted quarterly net profit USD 429.4mln vs USD 113.3mln year ago. Board proposes cash dividend of USD 750mln for first half of current financial year 2022

Chimera Capital will be listing a new ETF on the ADX that will enable investors to capitalise on Turkey's economy

Ghitha Holding posted Q2 net profit AED 72.7mln versus AED 14mln year ago. Q2 revenue AED 576.3mln versus AED 153.7mln year ago

EasyLease board approves company's expansion plan in GCC area by establishing new wholly owned companies

Ajman Bank posted Q2 profit AED 41mln versus AED 30.6mln year ago. Q2 net operating income AED 149.2mln versus AED 165.5mln year ago

RAK White Cement posted Q2 net profit AED 0.6mln versus AED 7.1mln year ago. Q2 sales AED 64.1mln versus AED 57.9mln year ago

Mubadala launches tender offer to take control of Brazil's Burger King brand owner Zamp

UAE on Aug 01 announced 1,088 new Covid-19 cases and 1,004 recoveries. The tally takes total cases in UAE to 992,652 with 971,757 recoveries and 2,335 deaths

Saudi's Bank Aljazira posted quarterly net profit SAR 257.8mln versus SAR 251.2mln year ago. Board proposes H1 cash dividend of SAR 0.40 per share

Saudi's Solutions by STC posted quarterly net profit SAR 273mln versus 256mln year ago. Quarterly sales SAR 2,254mli versus SAR 1,937mln year ago

Saudi Arabian Mining announces the commencement of commercial production of Ammonia 3 Plant

Saudi's Walaa Cooperative Insurance announces SAMA'S approval about merger with SAAB Takaful

Kuwait June CPI +4.42% YoY and +0.40% MoM - Govt data

Kuwait's Al Ahli Bank posted Q2 net profit KWD 10.1mln versus KWD 8mln year ago. Q2 total operating revenue KWD 44.7mln versus KWD 38.8mln year ago

Bahrain June M2 money supply +2.42% YoY and private sector credit +5.09% YoY - C. Bank

Egypt's General Company for Silos and Storage posted FY net profit EGP 113.6mln vs EGP 104.8mln year ago. FY revenue EGP 815.5mln vs EGP 911.7mln year ago

Egypt's Misr Chemical Industries posted FY net profit EGP 211.5mln vs EGP 133.1mln year ago. FY sales EGP 550.7mln vs EGP 480.6mln year ago

Egypt's Upper Egypt Flour Mills posted FY standalone net profit EGP 133.3mln versus EGP 136.6mln year ago. FY standalone revenue EGP 913.2mln versus EGP 810.6mln year ago

Egypt's Emaar Misr for Development launches first phase of Soul Project in Northern Coast Area, with expected investment cost around EGP 53bn

Key Global Trends/ Market Clues

Asia stocks continued a decline from Wall Street on Tuesday, and U.S. long-term Treasury yields sank to a four-month low, pulling the U.S. dollar down against the yen and other currencies as investors worried about the risk of global recession. There were also jitters about an escalation in Sino-U.S. tension with U.S. House of Representatives Speaker Nancy Pelosi set to begin a visit to Taiwan against the objections of China, which regards the self-governed island as a breakaway province. Australian equities declined amid an uncertain outlook for commodity demand - which also weighed on crude oil prices - while the local dollar hovered near its highest versus its U.S. counterpart since mid-June with the central bank widely expected to deliver a third consecutive half-point interest rate hike later in the day. The Australian and South Korean equity benchmarks suffered losses of about 0.3% each, while Japan's Nikkei tumbled 1.17%. Chinese blue chips dropped 1.06% and Hong Kong's Hang Seng lost 1.1%. Taiwan's stock index slid 1.68%. MSCI's broadest index of Asia-Pacific shares retreated 0.8%.

Oil prices edged lower on Tuesday, extending losses from the previous session, as investors worried about global oil demand following weak manufacturing data in several countries. Brent crude futures fell 29 cents to USD 99.74 a barrel by 0002 GMT, with WTI crude futures down 22 cents at USD 93.67 a barrel. The slide came after Brent futures slumped on Monday to a session low of USD 99.09 a barrel, their lowest since July 15. The U.S. crude benchmark dropped to as low as USD 92.42 a barrel, its weakest since July 14. Prices have been volatile, as investors weigh tight global supply with fears of a potential global recession. Recessionary concerns were heightened on Monday as surveys from the United States, Europe and Asia showed that factories struggled for momentum in July. Flagging global demand and China's strict COVID-19 restrictions slowed production.

UAE Stories

Etisalat posted quarterly net profit AED 2.43bn versus AED 2.40bn year ago. Quarterly revenue AED 13bn versus AED 13.22bn year ago. Board approved interim dividends of 40 fils per share for first half of 2022, representing AED 3.48bn.

Fertiglobe posted quarterly net profit USD 429.4m vs USD 113.3m year ago. Quarterly revenue USD 1.47bn vs USD 716.6m year ago. Free cash flow of USD 789m in Q2 2022, a 141% increase as compared to same period last year. Net cash position of USD 445m as of 30 June 2022. Quarter saw higher own-produced sales volumes due to a rephasing of some shipments to Q2 2022 from Q1 2022. Quarter saw increase in selling prices YoY across its product portfolio. Total own-produced sales volumes were up 7% to 1,540kt in Q2 2022 vs Q2 2021. Traded third party volumes decreased 36% YoY to 236kt in Q2 2022, compared to 367kt in Q2 2021. Total own-produced and traded third party volumes were 2% lower in Q2 2022, compared to Q2 2021. Board proposes cash dividend of USD 750m for first half of current financial year 2022.

Chimera Capital will be listing a new exchange-traded fund (ETF) on the Abu Dhabi Securities Exchange (ADX) that will enable investors to capitalise on Turkey's economy. The Chimera S&P Turkey Shariah ETF is a physical, in-kind, liquid and fully fungible ETF that will track the performance of Turkey-listed, Shariah-compliant securities, according to a statement on Monday. The new fund brings the total number of ETFs listed on stock markets in the UAE to nine.

Ghitha Holding posted Q2 net profit AED 72.7m versus AED 14m year ago. Q2 revenue AED 576.3m versus AED 153.7m year ago.

EasyLease board approves company's expansion plan in GCC area by establishing new wholly owned companies. Board authorize Mr. Ahmed Mohamed Alsadah (CEO) to carry out the incorporation process as soon as possible in KSA, Bahrain and Qatar.

Ajman Bank posted Q2 profit AED 41m versus AED 30.6m year ago. Q2 net operating income AED 149.2m versus AED 165.5m year ago.

RAK White Cement posted Q2 net profit AED 0.6m versus AED 7.1m year ago. Q2 sales AED 64.1m versus AED 57.9m year ago.

Mubadala launches tender offer to take control of Brazil's Burger King brand owner Zamp. According to a securities filing, Mubadala has offered 7.55 reais (USD 1.47) per share to buy 45.15% of Zamp, which would take its stake in the company to 50.1%. Zamp was previously known as BK Brasil Operação e Assessoria a Restaurantes S.A.

UAE on Aug 01 announced 1,088 new Covid-19 cases, bringing the total confirmed cases in the country to 992,652. At the same time, 1,004 more patients have recovered from the virus, taking the tally of recoveries

in the UAE to 971,757, UAE's Ministry of Health and Prevention said. It has reported no deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,335.

GCC/MENA

Saudi's Bank Aljazira posted quarterly net profit SAR 257.8mln versus SAR 251.2mln year ago. Quarterly total income from special commissions/financing & investments SAR 817.1mln versus SAR 722.6mln year ago. Board proposes H1 cash dividend of SAR 0.40 per share.

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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	63,521	9.13	11.30	7.01	12.12	1.19	4.1%	3.2	(10.3)	10.8	32.4
ADIB	32,870	9.05	10.46	5.40	13.64	1.61	3.4%	19.1	3.1	36.3	67.5
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.	52,875	4.23	4.63	3.80	23.07	20.18	4.9%	0.2	2.4	1.5	2.1
ADNOC Drill.*	58,400	3.65	3.92	2.77	23.79	5.35	4.1%	8.6	1.7	9.6	-
AD Ports	27,944	5.49	5.85	3.22	33.07	1.58	-	0.4	4.6	-	-
Agthia	4,203	5.31	7.07	4.20	NM	1.49	3.1%	(0.0)	24.4	5.0	(12.2)
Air Arabia	10,733	2.30	2.36	1.31	10.99	1.71	3.7%	11.7	7.0	67.1	76.9
Ajman Bank	1,596	0.76	0.91	0.64	13.44	0.62	-	8.9	(5.2)	(7.8)	1.3
Aldar	38,448	4.89	5.79	3.92	14.11	1.32	3.1%	9.9	(13.5)	26.1	23.6
Alpha Dhabi	247,400	24.74	30.20	23.78	NA	NA	-	(6.6)	(8.6)	(9.4)	(14.2)
Amanat	2,320	0.93	1.27	0.89	8.24	0.87	6.5%	(3.3)	(11.6)	(14.9)	(6.8)
Aramex	5,490	3.75	4.80	3.50	29.65	2.05	3.5%	0.3	(8.1)	(5.6)	7.5
ASM	9,700	9.70	16.94	9.66	NM	1.43	-	(7.6)	(26.5)	(30.2)	(35.3)
Borouge*	89,572	2.98	3.27	2.78	16.0	4.91	5.3%	1.4	(0.7)	-	-
BOS	1,166	0.53	0.76	0.49	-	-	-	-	-	(14.5)	0.2
Dana Gas	6,988	1.00	1.27	0.87	5.52	0.81	8.0%	(2.1)	(15.3)	(2.2)	20.6
DEWA*	128,000	2.56	3.05	2.48	20.90	1.38	4.8%	0.4	(9.5)	-	-
Deyaar	2,289	0.52	0.73	0.37	28.50	0.40	-	11.3	(17.1)	(18.3)	36.6
DFM	14,000	1.75	3.05	0.98	NM	1.78	1.7%	5.4	(34.5)	(37.6)	67.1
DIC	9,865	2.32	2.64	1.63	14.13	0.80	5.2%	5.9	(7.6)	25.9	38.1
DIB	42,938	5.93	6.63	4.89	8.97	1.09	4.2%	5.1	(8.1)	14.8	25.2
DU	27,605	6.09	7.28	5.67	22.67	3.19	3.4%	5.8	(5.9)	(4.8)	(4.5)
Easy Lease	1,200	40.00	66.85	24.00	27.74	11.50	-	4.9	(26.8)	37.9	48.6
Emaar Dev.	17,720	4.43	5.32	3.69	5.04	1.14	-	3.5	(14.5)	1.4	18.1
Emaar Pro.	45,234	5.53	6.47	3.91	7.46	0.71	2.7%	6.3	(13.3)	15.7	42.2
ENBD	89,064	14.10	15.50	11.80	9.56	1.04	3.5%	10.2	(7.5)	7.5	7.9
ESG	1,550	6.20	11.80	3.65	NM	2.60	-	(11.4)	(27.8)	(22.5)	67.1
Etisalat	246,989	28.40	39.06	22.34	26.27	5.05	2.8%	10.1	(18.9)	(9.4)	21.8
FAB	215,428	19.50	24.06	16.29	14.50	1.93	2.5%	3.6	(13.1)	7.1	20.6
Fertiglobe*	41,091	4.95	5.95	2.92	11.49	5.06	8.0%	3.1	(11.1)	46.0	NA
GFH	4,293	1.11	1.34	0.69	11.65	1.04	4.0%	11.7	(9.0)	(1.8)	54.2
Ghitha	20,331	84.15	123.00	9.14	NA	9.00	-	10.0	(19.9)	206.0	768.4
IHC	554,495	304.50	306.00	131.00	72.92	19.33	-	6.0	39.5	100.3	130.7
Julphar	1,583	1.37	2.32	1.20	24.81	1.66	-	0.7	(0.7)	(25.5)	(24.7)
Mashreq	16,049	80.00	81.00	53.10	6.93	0.79	1.3%	(0.0)	6.7	0.6	50.7
Multiply	20,160	1.80	2.35	1.51	NA	1.91	-	(0.6)	(4.8)	(2.2)	NA
NMDC	23,496	28.48	34.96	10.30	20.01	4.08	-	11.5	(1.9)	118.4	173.3
Palms	1,530	10.20	21.48	9.36	14.62	4.07	-	(5.2)	(23.4)	(16.5)	(10.5)
RAK Bank	7,877	4.70	5.40	3.85	8.01	0.95	4.8%	4.4	(10.5)	4.4	14.9
RAK Pro.	1,340	0.67	0.97	0.56	7.98	0.32	-	1.5	(13.5)	(13.1)	(2.9)
RAK Cer.	2,852	2.87	3.38	2.30	NM	1.29	7.0%	3.2	2.9	4.2	33.2
RPM	1,560	7.80	20.00	7.05	21.33	5.90	-	(1.0)	(27.2)	(19.2)	NA
Salama	703	0.58	0.87	0.55	24.87	0.91	-	(0.7)	(14.6)	(21.4)	(27.0)
SIB	5,547	1.80	2.12	1.57	9.46	0.73	4.4%	6.5	(7.7)	(4.0)	18.5
Shuaa	1,281	0.51	0.83	0.47	-	0.89	-	(1.4)	(20.7)	(26.3)	(36.5)
Tabreed	7,853	2.76	2.92	2.27	14.65	1.30	2.2%	0.4	12.2	14.5	5.3
TAQA	140,543	1.25	1.53	1.13	21.63	2.16	3.8%	(0.0)	(9.7)	(2.4)	3.1
Waha	2,722	1.40	1.91	1.37	6.17	0.79	5.4%	(2.1)	(8.5)	(12.0)	3.8
Yahsat *	6,392	2.62	2.91	2.46	23.53	1.93	6.0%	1.9	(1.5)	(1.6)	(2.3)

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

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