



Morning Report

04 March 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,700	-0.2%	0.4%	14.8%	18.6%
DFM	2,590	0.8%	-4.5%	7.0%	2.1%
TASI	9,310	0.7%	9.0%	7.3%	23.2%
BHSEASI	1,474	0.3%	0.6%	-1.5%	-10.0%
EGX	11,393	-0.7%	-1.9%	3.4%	-8.3%
Dow Jones	31,270	-0.4%	1.8%	4.3%	20.7%
S&P 500	3,820	-1.3%	-0.3%	4.2%	27.2%
Nasdaq	12,998	-2.7%	-4.5%	5.0%	49.7%
FTSE 100	6,675	0.9%	2.6%	2.9%	-0.6%
DAX	14,080	0.3%	1.1%	6.2%	17.5%
CAC40	5,830	0.3%	4.8%	4.6%	8.1%
Nikkei225	29,559	0.5%	3.2%	10.3%	40.2%
HIS	29,142	2.7%	2.0%	11.8%	13.7%
MSCI EM	1,378	1.4%	-1.0%	11.2%	34.1%
MSCI Asia	212	1.1%	-0.2%	9.7%	34.8%
US Futures	3,802	-0.4%	-0.4%	3.8%	22.1%
Eur. Futures	3,677	-0.9%	3.6%	5.6%	8.9%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	873	873	-
Local	55%	50%	5%
Foreign	45%	50%	-5%
Institutional	90%	93%	-3%
Retail	10%	7%	3%
DFM	352	352	-
Local	47%	50%	-3%
Foreign	53%	50%	3%
Institutional	38%	52%	-14%
Retail	62%	48%	14%
Total	1,225	1,225	-
Local	53%	50%	2%
Foreign	47%	50%	-2%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
Rak Properties	(487,747)	14.2%	3.4	1.9
Eshraq	(480,358)	10.1%	4.7	1.4
Aldar	(156,133)	0.3%	58.0	216.4

Upcoming Corporates Actions & Events

Date	Company	Event
4-Mar	IHC	BoD
4-Mar	ADIB	BoD/Dividend
4-Mar	SHUAA	BoD
4-Mar	Damac	BoD
7-Mar	Zee Store	BoD
8-Mar	Agthia	BoD/Dividend

Key Stories

ADQ and private equity firm CVC Capital Partners are among the suitors that have shown interest in NMC Health's core hospital business, sources told Reuters

ADX will introduce on March 4, 2021 a "trade at last" session enabling investors to trade securities at their closing price during a 5-minute period at end of trading day

Chimera Capital lists new ETF on DFM

Al Buhaira National Insurance board proposes FY cash dividend of 10%

Arabian Scandinavian Insurance board proposes FY cash dividend of 10%

Anghami merges with Vistas Media Acquisition Company and will become first Arab technology company to list on Nasdaq New York. Transaction implies an initial pro-forma enterprise valuation of approximately USD 220mln and expected to close in Q2 of 2021

Emirate of Sharjah sells USD 750mln in 12-yr bonds at 3.625% and USD 500mln in 30-yr bonds at 4.75%

UAE on March 03 announced 2,692 new Covid-19 cases and 1,589 recoveries. The tally takes total cases in UAE to 399,463 with 385,587 recoveries and 1,269 deaths

Saudi's APICORP sold USD 250mln of bonds maturing in February 2026 in a reopening of a bond sale last month, at 39 basis points (bps) over mid-swaps

Saudi's Alinma Bank board proposes FY cash dividend of SAR 0.30 per share.

Saudi's Southern Province Cement board proposes H2 dividend of SAR 2.5 per share

Saudi's Fawaz Abdulaziz Alhokair and Arabian Centres Company have announced that they will acquire a combined 51pct stake in Vogacloset, a UK-based online fast fashion platform

Saudi's Jadwa REIT fund manager intends to submit to CMA and "Tadawul" for approval for acquisition of a new targeted real estate asset in Riyadh

Oman has raised USD 2.2bln with a loan, more than double the amount it had initially sought

Egypt's Talaat Mostafa Group posted FY consolidated net profit EGP 1.67bln versus EGP 1.87bln year ago. Proposes EGP 0.145 per share FY dividend

Telecom Egypt plans launching HARP (Hybrid African Ring Path), a new subsea system circling African continent by 2023

Key Global Trends/ Market Clues

Resurgent worries about rising U.S. bond yields hit global shares on Thursday as investors waited to see if Federal Reserve Chair Jerome Powell will address concerns about the risk of a rapid rise in long-term borrowing costs. The spectre of higher U.S. bond yields also undermined low-yielding, safe-haven assets, such as the yen, the Swiss franc and gold. E-mini S&P futures slipped 0.4% while the futures for the Nasdaq, the unequivocal leader of the post-pandemic rally, fell 0.6%.

Oil prices rose for a second straight session on Thursday, as the possibility that OPEC+ producers might decide against increasing output at a key meeting later in the day underpinned alongside a drop in U.S. fuel inventories. Brent crude futures added 11 cents, or 0.2%, to USD 64.18 a barrel, as of 0148 GMT, after climbing more than 2% on Wednesday. U.S. West Texas Intermediate (WTI) crude futures were unmoved at USD 61.28 a barrel.

OPEC and allies, known as OPEC+, are considering rolling over oil production cuts from March into April instead of raising output because of fragile oil markets and the global economic recovery, three OPEC+ sources told Reuters.

UAE Stories

ADQ and private equity firm CVC Capital Partners are among the suitors that have shown interest in NMC Health's core hospital business, sources told Reuters. NMC has hired advisers for the sale of NMC's healthcare business in the United Arab Emirates (UAE) and Oman, which sources said could generate around USD 1bn. Saudi Arabian healthcare operator Sulaiman Al Habib Medical Group has been invited to the process, said one of the two sources and a third source. Hospital chain operator Mediclinic is also in the running, one of the sources said.

Abu Dhabi Securities Exchange will introduce on March 4, 2021 a "trade at last" session enabling investors to trade ADX-listed securities at their closing price during a 5-minute period at end of trading day. Starting today, investors can trade ADX Securities at their closing price between 1.55 pm and 2 pm.

Chimera Capital listed its exchange-traded fund (ETF) on the Dubai Financial Market (DFM) on Wednesday. The Chimera S&P UAE UCITS ETF has been designed to track the performance of the S&P UAE BMI Liquid 20/35 Capped Index, which includes the largest stocks by capitalisation in the UAE. The new ETF is a sub-fund of the Chimera UCITS ICAV umbrella fund. It listed on the Abu Dhabi Securities Exchange last February 23 and is the second to be launched by Chimera in less than a year.

Al Buhaira National Insurance board proposes FY cash dividend of 10%.

Arabian Scandinavian Insurance board proposes FY cash dividend of 10%.

Anghami merges with Vistas Media Acquisition Company and will become first Arab technology company to list on Nasdaq New York. Transaction implies an initial pro-forma enterprise valuation of approximately USD 220mln and expected to close in Q2 of 2021. PIPE financing of USD 30mln from Shuaa Capital and USD 10mln from Vistas Media Capital. Expects to have approximately USD 142mln of cash on its balance sheet at closing to be used primarily to fuel additional growth. Shuaa Capital acted as financial advisor and global underwriter.

Emirate of Sharjah sells USD 750mln in 12-yr bonds at 3.625% and USD 500mln in 30-yr bonds at 4.75% - document

The United Arab Emirates on March 03 announced 2,692 new Covid-19 cases, bringing the total confirmed cases in the country to 399,463. At the same time, 1,589 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 385,587. UAE's ministry of health and prevention said. It has reported 16 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 1,269.

GCC/MENA

Saudi's APICORP sold USD 250mln of bonds maturing in February 2026 in a reopening of a bond sale last month, at 39 basis points (bps) over mid-swaps, tightening from initial guidance of around 45 bps over mid-swaps. The deal has attracted more than USD 315mln in demand, the document from one of the banks on the deal showed.

Saudi's Alinma Bank board proposes FY cash dividend of SAR 0.30 per share.

Saudi's Southern Province Cement board proposes H2 dividend of SAR 2.5 per share.

Saudi's Fawaz Abdulaziz Alhokair and Arabian Centres Company have announced that they will acquire a combined 51pct stake in Vogacloset, a UK-based online fast fashion platform. The buyers will acquire 41.2pct of Vogacloset's existing shares based on a pre-money valuation of USD 60mln, subject to an earn-out structure conditional on certain growth thresholds. In addition, USD 12mln will be injected into the capital of Vogacloset to further develop its presence in the Saudi market, accelerate the growth of its active customer base and support the integration of Alhokair brands and ACC tenant brands onto the e-commerce platform.

Saudi's Jadwa REIT fund manager intends to submit to CMA and "Tadawul" for approval for acquisition of a new targeted real estate asset (retail and offices complex) by fund. Targeted acquisition comprises of a new real estate asset in the city of Riyadh. Total value of fund's assets will reach SAR 370mln.

Oman has raised USD 2.2bln with a loan, more than double the amount it had initially sought, in a deal which attracted interest from a large group of regional and international lenders, four sources said.

Egypt's Talaat Mostafa Group posted FY consolidated net profit after tax and minority interest EGP 1.67bln versus EGP 1.87bln year ago. FY consolidated revenue EGP 14.10bln versus EGP 11.74bln year ago. Proposes EGP 0.145 per share FY dividend.

Telecom Egypt plans launching HARP (Hybrid African Ring Path), a new subsea system circling African continent by 2023. It will connect coastal and landlocked African countries to Europe through the company's widespread terrestrial and subsea infrastructure. HARP's planned routes will cross the Sinai Peninsula in Egypt, with multiple ring protection topologies.

(Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian Business)

UAE Focus list

Company	MCAP	PRICE	HIGH-LOW		VALUATION		Div.	HISTORICAL RETURN			
	(AEDm)	(AED)	52WH	52WL	PE	PB	(%)^	1M%	3M%	6M%	12M%
ADCB	43,414	6.24	6.75	3.82	11.41	0.77	4.3%	(6.6)	2.6	12.4	2.6
ADIB	17,724	4.88	5.59	3.19	13.42	0.93	5.6%	(3.0)	3.8	19.9	(3.1)
ADNIC	2,941	5.16	5.24	2.95	7.93	1.17	6.8%	3.2	(0.2)	34.0	39.5
ADNOC Dist	54,625	4.37	4.43	2.40	22.46	15.71	4.7%	12.6	26.3	49.6	55.2
Agthia	4,601	6.39	7.00	2.50	129.27	2.05	2.3%	16.2	49.0	102.9	122.7
Air Arabia	5,787	1.24	1.42	0.87	NA	1.28	0.0%	(3.1)	(0.0)	6.9	3.9
Ajman Bank	1,562	0.74	0.83	0.50	29.95	0.62	0.0%	(1.5)	3.9	3.5	6.1
Al Waha	2,372	1.22	1.30	0.62	9.71	0.74	NA	(3.2)	16.2	26.7	43.5
Aldar	29,406	3.74	3.88	1.35	15.22	1.15	3.9%	(1.8)	23.0	78.1	97.8
Amanat	2,080	0.83	0.92	0.56	204.93	0.83	2.6%	3.9	0.4	(3.1)	11.3
Amlak	335	0.22	0.41	0.20	NA	0.68	0.0%	(11.2)	(14.6)	(30.5)	(43.5)
Aramex	5,578	3.81	4.49	2.00	15.47	2.18	4.3%	(13.6)	(5.0)	6.1	32.9
BOS	1,340	0.64	0.77	0.50	NA	0.41	0.0%	0.0	(6.2)	20.4	(13.8)
DAMAC	7,260	1.20	1.75	0.36	NA	0.55	NA	(11.8)	1.7	36.4	99.7
Dana Gas	4,960	0.71	0.86	0.53	NA	0.63	7.8%	(0.1)	3.8	(5.3)	(8.4)
Deyaar	1,554	0.27	0.33	0.18	NA	0.36	0.0%	(9.1)	(1.1)	(12.1)	(10.3)
DFM	8,480	1.06	1.29	0.50	61.48	1.09	0.0%	(10.2)	21.4	23.0	36.7
Dubai Inv.	6,421	1.51	1.72	0.98	10.41	0.54	NA	(7.9)	20.8	24.8	34.7
DIB	35,045	4.84	5.39	3.04	12.74	0.86	4.1%	(4.0)	8.0	13.1	(0.5)
DXBE	600	0.08	0.17	0.07	NA	2.71	0.0%	(8.5)	(34.8)	(46.8)	(55.9)
Easy Lease	736	24.54	26.00	10.00	29.96	15.50	NA	11.0	-	-	-
Emaar Dev	11,480	2.87	3.60	1.79	5.77	1.05	0.0%	(4.7)	5.5	26.4	(18.9)
Emaar Malls	23,165	1.78	1.99	0.98	32.92	1.22	0.0%	(2.2)	(2.7)	24.5	13.4
Emaar Pro.	26,563	3.71	4.22	1.90	10.15	0.47	2.7%	(5.8)	16.7	24.1	12.4
Emirates Tele	31,232	6.89	7.06	4.33	21.64	3.64	4.1%	1.8	21.9	30.0	22.3
Emirates NBD	71,693	11.35	12.05	6.33	11.35	0.85	3.5%	(3.0)	3.7	5.1	1.4
Eshraq	695	0.30	0.46	0.16	NA	0.49	NA	(6.3)	(5.4)	(23.3)	4.5
Etisalat	177,067	20.36	20.98	11.02	19.80	3.61	5.9%	2.8	17.6	21.8	40.3
FAB	161,834	14.82	15.10	7.78	15.33	1.48	5.0%	(0.7)	17.4	28.2	11.1
GFH	2,353	0.65	0.85	0.45	12.90	0.64	2.6%	(0.3)	13.4	3.7	(17.7)
Gulf Nav.	361	0.35	0.55	0.28	NA	0.68	0.0%	(4.3)	(12.6)	(28.5)	(21.2)
IHC	87,429	48.00	48.00	13.50	28.95	11.18	NA	4.2	19.7	29.7	255.6
Julphar	1,560	1.35	1.65	0.54	NA	1.42	0.0%	(18.2)	(6.9)	2.3	61.8
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	7,413	2.73	2.95	1.67	13.71	1.43	2.1%	(1.8)	5.0	28.2	36.5
RAK Bank	6,536	3.90	4.79	3.33	12.98	0.84	3.8%	4.0	8.3	11.4	(7.5)
RAK Pro.	1,120	0.56	0.64	0.33	9.87	0.29	7.1%	(3.8)	29.0	41.8	48.7
RAK Ceramics	1,799	1.81	1.85	1.24	NA	0.84	4.1%	9.7	31.2	27.5	16.1
SALAMA	1,007	0.83	0.92	0.30	6.45	1.16	NA	1.3	0.2	21.7	78.0
SIB	4,129	1.34	1.43	0.95	10.18	0.54	6.0%	3.6	18.3	18.3	23.5
SHUAA	1,760	0.69	0.82	0.40	16.52	1.24	NA	(4.3)	11.0	(0.9)	(11.0)
Takaful E. Ins.	225	1.50	1.60	1.18	NA	1.80	5.5%	(5.1)	(4.5)	2.7	21.0
TAQA	156,284	1.39	1.78	0.50	101.29	2.51	1.8%	(4.8)	(5.7)	(5.1)	109.6
Union Pro.	1,137	0.27	0.39	0.15	3.94	0.37	0.0%	(4.7)	(4.0)	(12.3)	36.6
UAB	1,398	0.68	0.90	0.59	NA	0.84	0.0%	(16.0)	(24.2)	(24.2)	(24.3)

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

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