



Morning Report

07 March 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	5,693	-0.1%	0.5%	14.7%	21.9%
DFM	2,569	-0.8%	-3.8%	6.2%	3.6%
TASI	9,242	-0.7%	7.2%	6.5%	22.8%
BHSEASI	1,473	0.0%	0.8%	-1.5%	-9.6%
EGX	11,334	-0.5%	-2.3%	2.9%	-7.0%
Dow Jones	31,496	1.9%	1.1%	4.2%	20.6%
S&P 500	3,842	1.9%	-1.2%	3.9%	27.1%
Nasdaq	12,920	1.5%	-6.8%	3.7%	47.9%
FTSE 100	6,631	-0.3%	2.2%	1.2%	-1.1%
DAX	13,921	-1.0%	-1.0%	4.7%	16.5%
CAC40	5,783	-0.8%	2.2%	3.1%	7.9%
Nikkei225	28,864	-0.2%	0.3%	7.9%	35.3%
HIS	29,098	-0.5%	-0.7%	8.4%	8.7%
MSCI EM	1,339	-0.5%	-4.0%	7.1%	28.9%
MSCI Asia	206	-0.6%	-3.2%	6.2%	28.8%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	956	956	-
Local	56%	53%	3%
Foreign	44%	47%	-3%
Institutional	86%	91%	-5%
Retail	14%	9%	5%
DFM	236	236	-
Local	40%	40%	-1%
Foreign	60%	60%	1%
Institutional	52%	61%	-9%
Retail	48%	39%	9%
Total	1,192	1,192	-
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)
Dana Gas	(61,166)	1.5%	4.0	2.9
ADIB	(43,782)	1.4%	3.2	15.7
RAK Ceramics	(28,544)	16.9%	0.2	0.3

Upcoming Corporates Actions & Events

Date	Company	Event
7-Mar	Zee Store	BoD
8-Mar	Agthia	BoD/Dividend
9-Mar	DXBE	BoD/shares conversion
9-Mar	AD Aviation	AGM
10-Mar	SHUAA	BoD/Dividend
15-Mar	REEM	AGM

Key Stories

Abu Dhabi Islamic Bank board proposes FY cash dividend of 20.58 fils per share

IHC board has approved to initiate the talks regarding acquisition of 45% share in Trojan Holding, 61% stake in Mirak Royal Nature Fruit & Vegetables and 40% stake in Response Plus Medical Services LLC and Occu Med Clinic LLC

Damac Properties board approves increasing stake in Damac International to 45%

Al Yah Satellite Communications (Yahsat) has held the kick-off meeting with banks for its planned initial public offering, two sources familiar with the matter told Reuters

Mubadala unit sells EUR 600mln in 6-yr bonds at 65 bps over mid-swaps and EUR 500mln in 13-yr bonds at 90 bps over mid-swaps

Etihad Airways recorded USD 1.2bln passenger revenues in 2020, down 74% YoY. FY core operating loss of USD 1.70bln vs USD 0.80bln in 2019

ADNOC says reached an agreement to explore expanding Abu Dhabi's hydrogen economy in collaboration with GS Energy

DP World and partner signed a long-term agreement of up to USD 1.2bln with Maspion Group to build an international container port and industrial logistics park in East Java

UAE on March 06 announced 2,959 new Covid-19 cases and 1,901 recoveries. The tally takes total cases in UAE to 408,236 with 391,205 recoveries and 1,269 deaths

Saudi Arabia will end most coronavirus-related restrictions from today, including resuming indoor dining, reopening cinemas and resuming entertainment activities and events

Saudi's Arab National Bank board proposes FY cash dividend of SAR 0.40 per share.

Saudi's Sipchem announces the proposed early redemption of its SAR 1.0bln sukuk on 18-Apr-2021, in full, at face value.

Saudi's Almarai Company board appoints Abdullah Nasser Al Bader as CEO

Qatar's Commercial Bank has priced its first international USD 500mln perpetual non call five-year Additional Tier 1 (PNC5 AT1) bond issuance at a yield of 4.50pct

Kuwait will impose a 5 p.m to 5 a.m. curfew and close parks from today until April 8 in a bid to contain the coronavirus, the government's spokesman said

Egypt gets USD 440mln World Bank loan to support rail network

Egypt's fuel subsidy bill fell 45% between July and December to EGP 8.4bln (USD 537.8mln), Petroleum Minister

Key Global Trends/ Market Clues

Wall Street and a gauge of global equity markets rose on Friday as investors cheered signs of economic strength in a report that showed faster-than-expected U.S. jobs growth, data that initially stoked inflation concerns. All Wall Street's main indexes closed higher, bouncing back from early losses. Investors were spooked this week by rising interest rates, which offset optimism about an economic rebound. The Dow Jones Industrial Average rose 572.16 points, or 1.85%, to 31,496.3, the S&P 500 gained 73.47 points, or 1.95%, to 3,841.94 and the Nasdaq Composite added 196.68 points, or 1.55%, to 12,920.15. The pan-European STOXX 600 index lost 0.78% and MSCI's gauge of stocks across the globe gained 0.63%. Emerging market stocks lost 0.52%. MSCI's broadest index of Asia-Pacific shares outside Japan closed 0.8% lower, while Japan's Nikkei lost 0.23%.

Oil prices jumped about 3% on Friday, hitting their highest levels in more than a year, following a stronger-than-expected U.S. jobs report and a decision by OPEC and its allies not to increase supply

in April. Brent futures rose USD 2.62, or 3.9%, to settle at USD 69.36 a barrel. The session high for the global benchmark was its highest since January 2020. U.S. West Texas Intermediate (WTI) crude rose USD 2.26. For the week, Brent was up 5.2%, rising for a seventh week in a row for the first time since December, while WTI was up about 7.4% after gaining almost 4% last week.



OPEC and its allies agreed to extend most oil output cuts into April, offering small exemptions to Russia and Kazakhstan, after deciding that the demand recovery from the coronavirus pandemic was still fragile despite a recent oil price rally. OPEC's leader Saudi Arabia said it would extend its voluntary oil output cut of 1mln barrels per day (bpd), and would decide in coming months when to gradually phase it out. OPEC+ had cut output by a record 9.7mln bpd last year as demand collapsed due to the pandemic. As of March, it is still withholding about 7mln bpd, or 7% of world demand. The voluntary Saudi cut brings the total to about 8mln bpd. Under Thursday's deal, Russia was allowed to raise output by 130,000bpd in April and Kazakhstan by another 20,000 bpd to meet domestic needs.

UAE Stories

IHC board has approved to initiate the talks regarding following acquisitions. 45% share in Trojan Holding, 61% stake in Mirak Royal Nature Fruit & Vegetables, 40% stake in Response Plus Medical Services LLC and Occu Med Clinic LLC. The board also considering transferring the fund subscription of Aflaj Investment LLC in VY Space LP (Space X) to IHC West Sole Proprietorship under common control method.

Damac Properties board approves increasing stake in Damac International to 45%.

Al Yah Satellite Communications (Yahsat) has held the kick-off meeting with banks for its planned initial public offering, two sources familiar with the matter told Reuters. Yahsat, backed by Abu Dhabi's Mubadala, has five satellites that serve more than 150 countries, information on its website shows. Mubadala said in an email it does not comment on speculation and that in line with potential market opportunities, the fund may "choose to monetise certain assets at the right time".

Mubadala unit sells EUR 600mln in 6-yr bonds at 65 bps over mid-swaps and EUR 500mln in 13-yr bonds at 90 bps over mid-swaps.

Etihad Airways recorded USD 1.2bln passenger revenues in 2020, down 74% YoY. 4.2mln passengers carried in 2020 with seat load factor of 52.9%. More than 80% of total passengers carried in 2020 were flown during the first three months of the year. The airline's cargo operation, on the contrary, recorded an extremely strong performance, with a 66% increase in revenue from us USD 0.7bln in 2019 to us USD 1.2bln in 2020. Operating costs meanwhile decreased by 39% YoY, from us USD 5.4bln in 2019 to USD 3.3bln in 2020. Core operating loss of USD 1.70bln (2019: USD 0.80bln) in 2020. Airline's total workforce stood at 13,587 employees by the end of 2020, down by 33% from 20,369 the year before.

ADNOC says reached an agreement to explore expanding Abu Dhabi's hydrogen economy in collaboration with GS Energy.

DP World and partner Caisse de dépôt et placement du Québec (CDPQ) signed a long-term agreement of up to USD 1.2bln with Indonesian conglomerate Maspion Group to build an international container port and industrial logistics park in East Java, DP World said on Saturday. Construction in Gresik, East Java, is expected to begin in the third quarter of 2021. A joint venture company will be established between DP World, CDPQ's global investment platform and Maspion Group.

The United Arab Emirates on March 06 announced 2,959 new Covid-19 cases, bringing the total confirmed cases in the country to 408,236. At the same time, 1,901 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 391,205. UAE's ministry of health and prevention said. It has reported 14 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 1,310.

GCC/MENA

Saudi Arabia will end most coronavirus-related restrictions from today, including resuming indoor dining, reopening cinemas and resuming entertainment activities and events, the state news agency SPA said on Saturday. Some activities will remain banned, including weddings and corporate meetings. Social gatherings will continue to be limited to a maximum of 20 people, SPA said, citing an interior ministry source.

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Saudi's Almarai Company board appoints Abdullah Nasser Al Bader as CEO.

Qatar's Commercial Bank has priced its first international USD 500mln perpetual non call five-year Additional Tier 1 (PNC5 AT1) bond issuance at a yield of 4.50pct. The transaction attracted an order book of over USD 1.1bln with the majority of the investors from UK (30pct), Europe (30pct), MENA (26 pct), and Asia (10pct), the bank said in a filing on the Qatar bourse.

Kuwait will impose a 5 p.m to 5 a.m. curfew and close parks from today until April 8 in a bid to contain the coronavirus, the government's spokesman said on state TV.

Egypt gets USD 440mln World Bank loan to support rail network. The World Bank has approved a USD 440mln loan to modernise signalling and upgrade track on 763 km of Egypt's 5,000 km rail network, the bank said in a statement. Egyptian National Railways will put USD 241mln into the project on the Cairo-Giza-Beni Suef section of the network, bringing the total cost to USD 681mln, the World Bank said.

Egypt's fuel subsidy bill fell 45% between July and December to EGP 8.4bln (USD 537.8mln), Petroleum Minister Tarek El-Molla said on Thursday. The budgeted figured was EGP 14.1bln pounds, Molla told Reuters.

(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	43,205	6.21	6.75	3.82	11.35	0.76	4.3%	(5.5)	2.1	11.9	2.3
ADIB	17,470	4.81	5.50	3.19	13.23	0.91	4.3%	(2.4)	2.3	18.2	(3.6)
ADNIC	2,901	5.09	5.24	2.95	7.82	1.16	6.9%	2.2	(1.5)	32.2	37.6
ADNOC Dist	53,625	4.29	4.43	2.40	22.05	15.42	4.8%	11.1	24.0	46.8	52.4
Agthia	4,738	6.58	7.00	2.50	133.12	2.11	2.3%	20.5	53.4	108.9	129.3
Air Arabia	5,880	1.26	1.42	0.87	NA	1.30	0.0%	3.3	1.6	8.6	10.7
Ajman Bank	1,575	0.75	0.83	0.50	30.19	0.63	0.0%	(0.1)	4.7	4.3	5.3
Al Waha	2,256	1.16	1.30	0.62	9.23	0.70	NA	(7.2)	10.5	20.5	38.1
Aldar	29,092	3.70	3.88	1.35	15.06	1.14	3.9%	(3.6)	21.7	76.2	100.6
Amanat	2,100	0.84	0.92	0.56	206.90	0.84	2.6%	5.9	1.3	(2.2)	14.3
Amlak	336	0.22	0.41	0.20	NA	0.68	0.0%	(8.9)	(14.2)	(30.2)	(40.6)
Aramex	5,622	3.84	4.49	2.00	15.60	2.20	4.3%	(13.3)	(4.2)	7.0	34.4
BOS	1,315	0.63	0.77	0.50	NA	0.40	0.0%	(1.7)	(7.9)	18.1	(16.5)
DAMAC	7,442	1.23	1.75	0.36	NA	0.57	NA	(8.2)	4.2	39.8	106.7
Dana Gas	4,967	0.71	0.86	0.53	NA	0.63	7.7%	0.6	4.0	(5.2)	(9.1)
Deyaar	1,554	0.27	0.33	0.18	NA	0.36	0.0%	(8.5)	(1.1)	(12.1)	(9.4)
DFM	8,560	1.07	1.29	0.50	62.06	1.10	0.0%	(7.0)	22.6	24.1	40.0
Dubai Inv.	6,378	1.50	1.72	0.98	10.34	0.53	NA	(3.8)	20.0	24.0	31.6
DIB	34,756	4.80	5.39	3.04	12.64	0.86	4.2%	(4.2)	7.1	12.1	(1.3)
DXBE	608	0.08	0.17	0.07	NA	2.75	0.0%	(6.2)	(33.9)	(46.1)	(53.1)
Easy Lease	735	24.50	26.00	10.00	29.91	15.47	NA	11.4	-	-	-
Emaar Dev	11,000	2.75	3.60	1.79	6.64	0.98	0.0%	(4.5)	1.1	21.1	(20.3)
Emaar Malls	23,035	1.77	1.99	0.98	32.74	1.21	0.0%	(0.6)	(3.3)	23.8	12.0
Emaar Pro.	26,205	3.66	4.22	1.90	10.01	0.46	2.7%	(4.7)	15.1	22.4	11.2
Emirates Tele	31,277	6.90	7.06	4.33	21.68	3.65	4.1%	3.0	22.1	30.2	23.5
Emirates NBD	70,114	11.10	12.05	6.33	11.10	0.83	3.6%	(0.9)	5.0	6.5	5.9
Eshraq	744	0.32	0.46	0.16	NA	0.53	NA	1.9	1.3	(17.9)	21.2
Etisalat	175,327	20.16	20.98	11.02	19.61	3.58	6.0%	1.7	16.4	20.6	37.1
FAB	162,926	14.92	15.10	7.78	15.44	1.49	5.0%	0.3	18.2	29.1	13.7
GFH	2,407	0.66	0.85	0.45	13.19	0.66	2.6%	3.0	14.5	4.6	(16.8)
Gulf Nav.	361	0.35	0.55	0.28	NA	0.68	0.0%	(2.2)	(12.6)	(28.5)	(12.6)
IHC	87,408	48.00	48.00	13.50	28.95	11.18	NA	4.2	19.7	29.7	255.0
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	71.95	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	7,495	2.76	2.95	1.67	13.86	1.45	2.1%	-	6.2	29.6	38.0
RAK Bank	6,285	3.75	4.79	3.33	12.48	0.81	4.0%	(5.1)	4.2	7.1	(15.5)
RAK Pro.	1,070	0.54	0.64	0.33	9.43	0.27	7.5%	(5.0)	23.3	35.4	37.4
RAK Ceramics	1,818	1.83	1.85	1.24	NA	0.85	4.1%	10.9	32.6	28.9	18.1
SALAMA	1,004	0.83	0.92	0.30	6.44	1.16	NA	2.6	(0.0)	21.4	89.3
SIB	4,160	1.35	1.43	0.95	10.25	0.54	5.9%	4.4	19.2	19.2	24.4
SHUAA	1,775	0.70	0.81	0.40	16.66	1.25	NA	(2.1)	12.0	(0.0)	(13.5)
Takaful E. Ins.	225	1.50	1.60	1.18	NA	1.80	5.5%	(5.1)	(4.5)	2.7	11.1
TAQA	157,408	1.40	1.78	0.50	41.34	2.54	1.8%	(4.1)	(5.1)	(4.4)	108.3
Union Pro.	1,141	0.27	0.39	0.15	3.96	0.38	0.0%	(2.6)	(3.6)	(11.9)	39.3
UAB	1,607	0.78	0.90	0.59	NA	0.96	0.0%	(3.5)	(12.9)	(12.9)	(13.1)

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

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