



**International
Securities**
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Morning Report

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UAE news stories

UAE Central Bank reduces interest rates following US Fed cut. The Central Bank of the UAE on Thursday decided to cut the base rate applicable to the overnight deposit facility (ODF) by 25 basis points from 4.90% to 4.65%, effective from Friday, November 8. The move follows the Federal Reserve's decision to cut U.S. rates by a quarter percentage point.

Spinneys 1961 Holding posted 3Q24 profit of AED35.4mn versus AED31.5mn in 3Q23. This took the 9M24 profit of AED181.9mn versus AED158.7mn in 9M23, up 14.6%

Aramex posted 3Q24 profit of AED26.6mn versus AED9.6mn in 3Q23. This took the 9M24 profit of AED76.1mn versus AED52.5mn in 9M23, up 45%.

Gulf Medical Projects Co. posted 3Q24 profit of AED11mn versus AED15.6mn in 3Q23. This took the 9M24 profit of AED58.7mn versus AED47.9mn in 9M23, up 22.54%

Fujairah Building Industries posted 3Q24 profit of AED6.2mn versus AED4.7mn in 3Q23. This took the 9M24 profit of AED16.9mn versus AED12.2mn in 9M23, up 39.1%

Al Mazaya Holding Company posted 3Q24 profit of KWD0.114mn versus KWD2.16mn in 3Q23. This took the 9M24 profit of KWD1.92mn versus loss of KWD22.6mn in 9M23.

NMDC Group participates in AED 76 billion worth of tenders. NMDC Group announced that it is currently participating in AED76bn worth of tenders in addition to existing contracts worth around AED 70 billion by the end of Q3 2024. The announcement was made during the 40th edition of the Abu Dhabi International Petroleum Exhibition and Conference (ADIPEC). At this year's ADIPEC, the Group's majority-owned subsidiary, NMDC Energy, showcased its latest technologies, driving innovation and AI applications in the energy sector. The contribution of the energy sector to the group's total revenue is approximately 50%, while the energy sector's share of total contracts is approximately 60%, with these projects focusing on a long implementation period. NMDC Group and Vingroup recently signed an MOU, in line with the group's strategy of expanding its geographical presence through strategic partnerships.

NMDC Energy concludes landmark ADIPEC with several strategic announcements. During the exhibition NMDC Energy unveiled a strategic partnership with EAND, to introduce 5G and Artificial Intelligence capabilities to upstream operating environments. Technologies will be applied to advance cost efficiency, increase worker safety, enhance sustainability and to optimize operations. ADIPEC was also an opportunity for NMDC Energy to reiterate its commitment to supporting the UAE's economic growth. The company held a special ceremony to acknowledge its key local partners, where it is reinjecting AED 17 billion back into the economy by enhancing opportunities for UAE- based small and medium businesses and prioritizing local resources and suppliers.

ADNOC awards AED720mn contracts for manufacturing in UAE. ADNOC announced the award of contracts valued at Dh720 million for local manufacturing of a wide range of products across its value chain. The announcement was made at ADNOC's Business Partnership Forum which was held on the sidelines of ADIPEC. The contract awards to 11 companies were enabled by ADNOC's In-Country Value (ICV) programme and support the Make it in the Emirates (MIITE) initiative. Separately, ADNOC's partners inaugurated eight UAE manufacturing facilities at ADIPEC, taking the total number of facilities enabled by the ICV programme to 16 this year and 33 in total since the start of the MIITE initiative.

Gulf Investment House Company has signed a Banking Facilities Agreement with an Islamic bank, with a limit of KWD9mn, for the purpose of financing the company's investment activities. There is no material impact on the company's financial position currently, the impact of the portion that will be utilized during the subsequent period from the provided facilities will be reflected on the financial statement.

ADSB Partners with LACROIX to Equip RABDAN FA400 with Advanced Decoy System SYLENA LW. Abu Dhabi Ship Building (ADSB) has signed a strategic partnership agreement with LACROIX, a leading French company specializing in naval decoy systems and countermeasures. This collaboration focuses on integrating LACROIX's advanced decoy system into ADSB's newly launched FA-400 Fast Attack vessel.

Modon unveils luxury residences on the east hill at Nawayef on Hudayriyat Island. Built on and around a 60-metre manmade hill, the exceptional development features three property collections. Its high-end villas and mansions boast panoramic views of the Abu Dhabi skyline and waterfront. The project aligns with the UAE capital's strategic vision, driving urban expansion and enhancing the city's global appeal.

ADIPEC 2024 breaks multiple records, unites industries to accelerate sustainable socioeconomic progress. The event was the most successful edition in its 40-year history and delivered more than USD10bn cross-sector deals through multiple strategic partnerships

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

GCC news stories

Most Gulf central banks follow Fed lead and cut key interest rates. Most central banks of the Gulf Cooperation Council (GCC) cut key interest rates on Thursday, following the Federal Reserve's decision to reduce U.S. rates by a quarter of a percentage point. The Fed cut interest rates by 25 basis points as policymakers took note of a job market that has "generally eased" while inflation continues to move towards its 2% target. Saudi Arabia, the region's biggest economy, cut its repurchase agreement (Repo) rate and reverse repo rate by 25 bps each to 5.25% and 4.75% respectively and the United Arab Emirates also reduced its base rate on the overnight deposit facility by a quarter of a percentage point to 4.65%. In Qatar, the central bank opted to cut its three main interest rates by a slightly deeper 30 bps, while Bahrain's central bank stuck with a 25 bps reduction in its overnight deposit rate.

China mandates banks for USD2bn bond issuance in Saudi Arabia, term sheet shows. China has mandated investment banks to work on a three- and five-year U.S. dollar bond issuance in Saudi Arabia, showed a term sheet reviewed by Reuters on Friday. The issuance will be senior, unsecured fixed-rate bonds, subject to market conditions, the term sheet showed. China's Ministry of Finance said earlier this week it would issue bonds worth no more than USD2bn in Saudi Arabia after receiving approval from the State Council.

Saudi Kingdom Holding Q3 2024 profit falls 11%. Net profit of the Saudi Tadawul-listed Kingdom Holding Company (KHC) fell by 11.3% to SAR347mn (\$92.4 million) in the third quarter of 2024, from SAR 391.1 million a year ago. The profit decline was driven by a decrease in share of results from equity-accounted investees, an increase in hotels and other operating costs, a decline in dividend income and an increase in withholding and income tax.

Saudi Arabia has continued to take the lead in the initial public offering (IPO) sector in the Middle East and North Africa (MENA) region, which has recently raised nearly USD1bn in proceeds in just three months and currently boasts a strong pipeline of listings. During the third quarter of the year, five IPOs were launched in Saudi Arabia, UAE and Egypt, with a hefty combined turnout of \$0.93 billion, marking a significant year-on-year growth.

Saudi's ACWA Power says 26 projects ongoing, sets 20-year record. Saudi Arabia's renewable giant ACWA Power said it currently has 26 projects under construction, marking the highest number in its 20-year history. The 700-megawatt (MW) Ar Rass Solar PV plant in Saudi Arabia achieved commercial operation in just 18 months following its financial close in February 2023, CEO Marco Arcelli said in the Q3 2024 financial statement.

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

Regional markets trading performance

Indices	Close	Change			
		1D	1M	YTD	1Y
ADX	9,466	0.4%	3%	-1%	-1%
DFM	4,644	0.6%	6%	14%	16%
TASI (Saudi)	12,131	0.3%	2%	1%	11%
QSI (Qatar)	10,569	0.0%	2%	-2%	4%
BKM (Kuwait)	6,534	0.1%	6%	17%	22%
MSX (Oman)	4,706	-0.2%	1%	4%	3%
BHSEASI (Bahrain)	2,031	0.5%	1%	3%	6%
EGX (Egypt)	31,267	0.7%	-2%	26%	34%

Source: Reuters, IS Research.

UAE trading summary (AED mn)

	Buy	Sell	Net
ADX	1,716	1,716	0
Local	1,169	1,253	-83
Foreign	547	463	83
Company	1,445	1,381	65
Individual	271	335	-65
DFM	453	453	0
Local	272	201	70
Foreign	181	252	-70
Company	151	207	-56
Individual	302	246	56
Total	2,169	2,169	0
Local	1,441	1,454	-13
Foreign	728	715	13

Source: ADX and DFM

Global markets and commodities trends

Asian stocks rose broadly on Friday, tracking Wall Street's overnight rise to record highs, as investors digested the Federal Reserve's **message** for careful interest rate cuts even with expectations for big fiscal spending under incoming President Donald Trump. U.S. Treasury yields pushed to new lows in Asian hours, keeping the dollar under pressure after its biggest decline versus major peers in more than six weeks on Thursday.

Asia-Pacific stocks were on track for a 3.1% rally this week, after quickly recovering from a knee-jerk dip on U.S. election night, which spurred worries of debilitating trade tariffs, not least in China. However, optimism over stimulus from Beijing buoyed sentiment as the week-long National People's Congress Standing Committee meeting concludes on Friday with officials holding a briefing. Sources previously told Reuters that Chinese fiscal spending could be increased in the event of a second Trump presidency. Mainland

Chinese blue chips were up 0.5%, after a 3% surge on Thursday. Hong Kong's Hang Seng gained 1%. Japan's Nikkei added 0.25%, up 3.7% for the week. Australia's stock benchmark climbed 1%, and Taiwan's benchmark gained 0.7%.

Indices	Close	Change			
		1D	1M	YTD	1Y
DJI	43,729	0.0%	4%	16%	28%
S&P 500	5,973	0.7%	5%	25%	36%
Nasdaq	19,269	1.5%	8%	28%	41%
FTSE	8,141	-0.3%	-2%	5%	10%
DAX	19,363	1.7%	1%	16%	28%
CAC40	7,426	0.8%	-2%	-2%	6%
Nikkei225	39,381	-0.3%	0%	18%	22%
HIS	20,768	-0.9%	-9%	23%	19%
MSCI EM	1,141	0.8%	-4%	11%	19%
MSCI Asia	190	1.2%	-4%	12%	20%
US Futures	6,004	0.0%	3%	25%	38%
Europe Futures	4,874	0.3%	-3%	7%	15%

Source: Reuters, IS Research.

Rates	Current	Change			
		1D	1W	6M	1Y
US 2yr Bond	4.20%	0.00%	-0.01%	-0.62%	-0.86%
US 10yr Bond	4.33%	0.00%	-0.05%	-0.12%	-0.32%
US 30yr Bond	4.52%	0.00%	-0.05%	-0.08%	-0.24%
EUR 2yr Bond	2.21%	0.04%	-0.07%	-0.72%	-0.79%
EUR 10yr Bond	2.45%	0.04%	0.05%	-0.02%	-0.20%
EUR 30yr Bond	2.70%	0.05%	0.11%	0.12%	-0.18%
JPY 2yr Bond	0.50%	0.00%	0.04%	0.19%	0.39%
JPY 10yr Bond	0.99%	-0.01%	0.05%	0.08%	0.15%
JPY 30yr Bond	2.23%	-0.02%	0.02%	0.26%	0.51%

Source: Bloomberg, IS Research

Oil prices fall as Hurricane Rafael expected to start weakening. Oil prices fell slightly on Friday as the risk that a hurricane in the Gulf of Mexico will affect U.S. oil and gas output declined while the market continues to weigh how President-elect Donald Trump's policies might affect supplies. Brent crude oil futures fell to USD75.37 per barrel by U.S. West Texas Intermediate (WTI) crude gained to USD72.01 per barrel. The benchmarks fell after rising nearly 1% on Thursday. Hurricane Rafael, which has caused 391,214 barrels per day of U.S. crude oil production to be shut, is expected to move slowly westward over the Gulf of Mexico and away from U.S. fields while forecast to weaken from Friday and through the weekend, the U.S. National Hurricane Center said. Prices corrected on Friday after gaining support on Thursday on expectations that Trump's incoming administration may tighten sanctions on Iran and Venezuela, which could limit supply, though a strong dollar and lower crude imports in China capping gains. A strong dollar makes oil more expensive for other currency holders and tends to weigh on prices. Downward pressure also came from data showing crude imports in China, the world's biggest oil importer, fell 9% in October, the sixth consecutive month showing a year-on-year decline, as well as from a rise in U.S. crude inventories.

Commodities/ Bitcoin	Current	Price Change			
		1D	1W	6M	1Y

Brent (USD/bbl)	75.2	-0.6%	2.8%	-10.4%	-7.7%
WTI (USD/bbl)	71.8	-0.7%	3.4%	-9.4%	-6.9%
Nat. Gas (USD/MMBtu)	2.7	0.1%	1.2%	17.2%	-11.1%
Gold (USD/oz)	2,695.6	-0.4%	-1.5%	14.9%	38.9%
Silver	31.7	-1.0%	-2.4%	12.0%	42.5%
Copper (USD/lb)	439.3	-0.9%	0.5%	-4.7%	22.5%
Steel (USD/T)	703.0	-0.6%	-1.5%	-10.4%	-21.3%
Weat (USD/bu)	572.5	0.2%	0.8%	-7.6%	-0.5%
Corn (USD/bu)	427.5	0.0%	3.1%	-3.4%	-7.9%
Polyethylene (CNY/MT)	8,260.0	0.8%	1.5%	-1.9%	0.0%
Bitcoin (USD)	76,060.0	0.1%	9.9%	21.4%	104.0%

Source: Bloomberg, IS Research

UAE focus list ([Open full range data table](#))

Company	MCAP	Price	Valuation		Div
	(AEDm)	(AED)	Day (%)	TTM P/E	YLD (%)^
IHC	905,055	412.60	0.6%	33.59	-
TAQA	320,438	2.85	0.7%	43.01	1.4%
ADNOCGAS	252,512	3.29	0.9%	14.19	4.7%
EAND	153,063	17.60	-0.1%	13.82	4.5%
FAB	147,154	13.32	0.0%	9.12	5.3%
Alpha Dhabi	127,000	12.70	3.8%	14.94	-
DEWA	125,500	2.51	0.4%	16.66	4.9%
ENBD	120,647	19.10	-2.3%	5.36	6.3%
ADNOC Drill.	83,680	5.23	-0.2%	18.47	3.1%
Emaar Pro.	77,781	8.80	-0.5%	6.47	5.7%
Borouge	76,046	2.53	0.4%	17.5	6.3%
ADCB	69,539	9.50	2.3%	7.97	5.9%
Aldar	61,093	7.77	0.4%	12.08	2.2%
Modon	58,523	3.58	-0.3%	5.18	-
ADIB	45,763	12.60	-0.8%	8.39	5.7%
DIB	45,689	6.31	0.2%	6.54	7.1%
ADNOC Dist.	44,750	3.58	0.6%	17.78	5.7%
ADNOCLS	42,911	5.80	0.0%	16.36	2.2%
Emaar Dev.	38,920	9.73	2.4%	5.60	5.3%
Pure Health	37,778	3.40	0.6%	33.62	-
Salik	36,900	4.92	0.0%	33.71	3.0%
DU	33,861	7.47	-0.3%	14.73	4.6%
AD Ports	26,214	5.15	-1.0%	23.78	-
Multiply	25,200	2.25	-0.4%	NULL	-
Fertiglobe	22,164	2.67	-0.7%	22.81	7.9%
NMDC	20,924	24.78	-0.6%	7.33	3.0%
Americana	20,385	2.42	0.4%	36.96	3.2%
Empower	18,200	1.82	4.0%	19.47	4.7%
Air Arabia	13,533	2.90	0.0%	9.83	6.9%
Presight	13,124	2.34	-1.7%	20.12	-
Burjeel	11,712	2.25	-0.9%	26.25	1.3%

DFM	10,160	1.27	0.8%	24.26	2.8%
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Source: Reuters, IS Research.

Upcoming corporate actions and events

Date	Company	Event
08-Nov	Phoenix	BoD/General
08-Nov	Al Khaleej Investment	BoD/Result
08-Nov	ADNOC Gas	BoD/Result
08-Nov	Fertiglobe	BoD/Result
11-Nov	DEWA	BoD/Result
11-Nov	Air Arabia	BoD/Result
11-Nov	IFA	BoD/Result
11-Nov	Agility	BoD/Result
11-Nov	Emirates Insurance	BoD/Result
11-Nov	ADNIC	BoD/Result
11-Nov	Hily Holding	BoD/Result
11-Nov	Drake & Scull	BoD/Result
11-Nov	OEIHC	BoD/Result
11-Nov	AD Ports Group	BoD/Result
11-Nov	Presight	BoD/Result
11-Nov	E7 Group	BoD/Result
11-Nov	Dubai Insurance	BoD/Result
11-Nov	Parkin	BoD/Result
11-Nov	NI Group	BoD/Result
11-Nov	Union Coop	BoD/General
12-Nov	AGLTY	BoD/Result
12-Nov	GFH	BoD/Result
12-Nov	DRC	BoD/Result
12-Nov	GCEM	BoD/Result
12-Nov	RAKCEC	BoD/Result
12-Nov	Al Salam Bank	BoD/Result
12-Nov	SCIDC	BoD/Result
12-Nov	Fujairah Cement	BoD/Result
12-Nov	Union Insurance	BoD/Result
12-Nov	Emirates Reem Inv.	BoD/Result
12-Nov	Watania International	BoD/Result
12-Nov	TKFL	BoD/Result
12-Nov	Waha Capital	BoD/Result
12-Nov	Hayah Insurance	BoD/Result
12-Nov	NGI	BoD/Result
12-Nov	Emirates Inv. Bank	BoD/Result
13-Nov	Al Dhafra Insurance	BoD/Result
13-Nov	CBI	BoD/Result
13-Nov	Aram Group	BoD/Result
13-Nov	AFNIC	BoD/Result
13-Nov	Al Buhaira	BoD/Result
13-Nov	Alliance Insurance	BoD/Result
13-Nov	United Fidelity Ins.	BoD/Result
13-Nov	AWNIC	BoD/Result

13-Nov	RAPCO Investments	BoD/Result
13-Nov	Salik Company	BoD/Result
13-Nov	Dubai Investments	BoD/Result
13-Nov	SHUAA Capital	BoD/Result
13-Nov	UNIKAI Foods	BoD/Result
16-Nov	Sudalat	General Assembly
18-Nov	Multiply Group	General Assembly
22-Nov	Methaq Takaful	General Assembly
26-Nov	EAND	General Assembly
27-Nov	Alpha Dhabi	General Assembly

Source: ADX and DFM

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