



## Morning Report

10 January 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,440	-0.2%	-7%	9%	-1%	62%
DFM	3,220	0.7%	1%	16%	1%	23%
TASI	11,560	1.1%	6%	0%	2%	32%
BHSEASI	1,794	0.3%	0%	6%	0%	24%
EGX	11,979	-0.5%	4%	14%	0%	9%
DJI	36,232	0.0%	1%	4%	0%	17%
S&P 500	4,677	-0.4%	0%	6%	-2%	23%
Nasdaq	14,936	-1.0%	-5%	2%	-5%	14%
FTSE	7,485	0.5%	2%	6%	1%	9%
DAX	15,948	-0.6%	1%	5%	0%	14%
CAC40	7,219	-0.4%	2%	9%	1%	27%
Nikkei225	28,479	0.0%	0%	3%	-1%	4%
HSI	23,711	1.8%	-2%	-5%	0%	-15%
MSCI EM	1,226	0.7%	-1%	-2%	0%	-7%
MSCI Asia	192	0.6%	-1%	-1%	0%	-6%
US Fut.	4,666	-0.1%	-1%	7%	-2%	22%
EU Fut.	4,292	0.1%	2%	6%	0%	19%

### UAE Trading Summary

AEDm	Buy	Sell	Net
<b>ADX</b>	<b>1,193</b>	<b>1,193</b>	<b>-</b>
Local	84%	85%	-1%
Foreign	16%	15%	1%
Institutional	92%	92%	0%
Retail	8%	8%	0%
<b>DFM</b>	<b>224</b>	<b>224</b>	<b>-</b>
Local	62%	61%	1%
Foreign	38%	39%	-1%
Institutional	31%	31%	1%
Retail	69%	69%	-1%
<b>Total</b>	<b>1,417</b>	<b>1,417</b>	<b>-</b>
Local	81%	81%	0%
Foreign	19%	19%	0%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low	
				52WH	52WL
Aldar	0.044%	4.17	1.2	4.38	3.20
Manazel	0.019%	0.54	0.2	0.64	0.33
Easy Lease	0.014%	30.00	0.1	66.85	19.00

### Upcoming Corporates Actions & Events

Date	Company	Event
10-Jan	Invest Bank	BoD Meeting
11-Jan	RAK Cement	BoD Meeting
09-Feb	GFH	BoD/Results
09-Feb	MSCI 1Q21 Index Review	Announcement

## # KEY STORIES

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DU said that its royalty fees to the Federal Government will remain unchanged from 2022 to 2024

Zee Store's shareholders approved changing name of the company to Ghitha holding. They also approved changing company's activity into a holding company

Emaar Properties said that its Dubai Hills Mall is expected to open in the first quarter of 2022

Gulf Navigation Holding is planning to raise AED 150mln through convertible bonds, to restructure existing sukuks and other debts

ADIB announced that it has increased the issued and paid-up capital of its consumer finance arm in Egypt to EGP 30mln from EGP 10mln

ADQ appoints Hisham Khalid Tawfiq Abdulkhaliq Malak as chairman of ADX

Leading UAE investors to partner with ADNOC and ADQ to develop world scale chemicals projects in TA'ZIZ

Residential property prices in Dubai are expected to continue to grow in 2022, supported by Expo 2020 as well as demand for premium units, according to experts

Dubai Airport Freezone (DAFZ) on Sunday launched the 'Talent Pass' license for freelance work (self-employment), with a residence visa of 3 years

UAE on Jan 09 announced 2,759 new Covid-19 cases and 913 recoveries. The tally takes total cases in UAE to 785,625 with 753,033 recoveries and 2,174 deaths

Saudi's CMA approves capital increase request for Saudi Investment Bank

Saudi Cable Company said it has won regulatory approval to reduce its share capital by 37.5% from SAR 361mln to SAR 262.3mln

Emir of Jazan region launches electricity projects at a cost of SAR 2.3bln

Qatar will reduce in February price differential of its crude grades relative to the average price of the Dubai and Oman benchmarks

Egypt's Arab Dairy Products Co. (Panda) announced that its right issue was oversubscribed at a coverage ratio of 99.93%

Egypt's Afreximbank successfully concluded a new three-year Syndicated Term Loan Facility, raising USD 1.2bln

## # Key Global Trends/ Market Clues

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Major share markets were muted on Monday as investors count down to another U.S. inflation reading that could well set the seal on an early rate hike from the Federal Reserve, lifting bond yields and punishing tech stocks. The explosion in coronavirus cases globally also threatens to crimp consumer spending and growth just as the Fed is considering turning off the liquidity spigots, tough timing for markets addicted to endless cheap money. That made for cautious trading with S&P 500 futures off 0.1% and Nasdaq futures up 0.1%. EUROSTOXX 50 futures and FTSE futures both edged up 0.2%. MSCI's broadest index of Asia-Pacific shares outside Japan added 0.2%, while South Korea lost 1.0%. Chinese blue chips were little changed as recent policy easing was balanced by lingering concerns over the property sector. While the December payrolls number did miss forecasts, the drop in the jobless rate to just 3.9% and strength in wages suggested the economy was running short of workers.

Oil lost more ground on Monday as rapidly climbing cases of the Omicron COVID-19 variant hit economic activity, although losses were curbed by supply disruptions in Kazakhstan and Libya. Brent crude slid 38 cents, or 0.46%, to USD 81.37 a barrel, while U.S. WTI crude was down 34 cents, or 0.43%, to USD 78.56 a barrel. U.S. employment in the country increased less than expected in December amid worker shortages,

and job gains could remain moderate in the near term as spiralling COVID-19 infections disrupt economic activity.

## # UAE Stories

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Dubai's telecom operator DU said that its royalty fees to the Federal Government will remain unchanged for the next few years. Du announced that the annual royalties it will pay to the government for 2022 to 2024 will be 15 percent of the company's revenues and 30 percent of its profit. The rates will be applied to the telecom firm's revenues and profit from its domestic operations and are in-line with the royalties paid between 2017 and 2021.

Zee Store's shareholders approved changing name of the company to Ghitha holding. They also approved changing company's activity into a holding company and approved transferring co's current activity to subsidiary company Zee Stores International and take necessary measures to transfer company's activity and all contracts to subsidiary company.

Emaar Properties said that its Dubai Hills Mall is expected to open in the first quarter of 2022. launched in August 2017, the mall was originally scheduled to open in late 2019. Its opening was delayed to the fourth quarter of 2020, and again to second half of 2021 due to the impact of the pandemic, according to past statements by the mall operator.

Dubai's Gulf Navigation Holding is planning to raise AED 150mln through convertible bonds, to restructure existing sukuks and other debts, according to a company disclosure on Friday. The issuance of mandatory convertible bonds, which will be by way of a private placement to existing sukuk holders and other creditors, is expected to commence on March 9, 2022, the listed shipper's disclosure to the Dubai Financial Market (DFM) stated. The matter will be taken up during the company's general assembly meeting on Monday, January 31, 2022.

ADIB announced that it has increased the issued and paid-up capital of its consumer finance arm in Egypt to EGP 30mln from EGP 10mln. This comes in line with the government's financial inclusion initiatives, which are one of the main incentives of economic growth as per Egypt Vision 2030.

ADQ appoints Hisham Khalid Tawfiq Abdulkhaliq Malak as chairman of ADX.

Leading UAE investors to partner with ADNOC and ADQ to develop world scale chemicals projects in TA'ZIZ. Local investors to take up to 20% stake in AED 15bln TA'ZIZ Industrial Chemicals Zone projects, representing the first domestic Public Private Partnership in Abu Dhabi's petrochemicals industry.

Residential property prices in Dubai are expected to continue to grow in 2022, supported by Expo 2020 as well as demand for premium units, according to real estate analysts. Real estate consultancy Knight Frank expects prices to jump between 4-6 percent.

Dubai Airport Freezone (DAFZ) on Sunday launched the 'Talent Pass' license for freelance work (self-employment). The new license that will be available for people with special skills and expertise from around the world, aims to attract global talent and professionals in the fields of media, education, technology, art, marketing and consultancy.

UAE on Jan 09 announced 2,759 new Covid-19 cases, bringing the total confirmed cases in the country to 785,625. At the same time, 913 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 753,033, UAE's Ministry of Health and Prevention said. It has reported 0 death from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,174.

## # GCC/MENA

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Saudi's CMA approves capital increase request for Saudi Investment Bank

Saudi Cable Company said it has won regulatory approval to reduce its share capital by 37.5% from SAR 361mln to SAR 262.3mln. After getting the nod from the kingdom's Capital Market Authority, it will now be presenting the capital reduction plan at the AGM for the shareholders' endorsement, said Saudi Cable Company in its filing to the Saudi bourse Tadawul.

His Royal Highness Emir of Jazan Prince Mohammad bin Nasser bin Abdulaziz Al-Saud has launched a number of projects which the Saudi Electricity has implemented in the region under the supervision of the Ministry of Energy and the Water and Electricity Regulatory Authority, at a cost of SAR 2.3bln.

Qatar will reduce in February price differential of its crude grades relative to the average price of the Dubai and Oman benchmarks, state producer Qatar Energy said on Sunday. Qatar Marine will be sold in February at a premium of USD 1.35 per barrel over the Dubai/Oman average, while Qatar Land will be sold at a premium of USD 2.00 per barrel, according to a pricing document posted on Qatar Energy's website. The premiums in January versus the Dubai/Oman average were USD 3.05 per barrel for Qatar Marine and USD 3.80 for Qatar Land, according to the document.

Egypt's Arab Dairy Products Co. (Panda) announced that its right issue was oversubscribed at a coverage ratio of 99.93%. Under the rights issue, nearly 129.91mln shares were oversubscribed, Panda noted. The company seeks to obtain the FRA approval to open the subscription into the remaining 86,939 shares of the rights issue as per the previously announced conditions.

Egypt's Afreximbank on 21 December 2021 successfully concluded a new three-year Syndicated Term Loan Facility, raising USD 1.2bln. Proceeds from the facility will be used to refinance existing facilities, general corporate purposes and for the payment of fees and costs associated with the Facility.

*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%	YTD%	12M%
ADCB	59,833	8.60	9.00	5.97	12.83	1.03	3.1%	(3.9)	13.5	0.8	46.7
ADIB	24,916	6.87	7.13	4.60	13.72	1.25	3.0%	7.4	21.6	(0.1)	49.5
ADNIC	3,933	6.88	7.00	4.63	9.32	1.45	5.1%	16.9	31.7	3.0	46.5
ADNOC Dist.	52,125	4.19	5.01	3.84	20.58	19.69	4.9%	(1.4)	0.0	(2.3)	13.0
ADNOC Drill.*	54,240	3.40	3.60	2.77	24.33	5.57	4.4%	(1.7)	15.3	(0.3)	NA
Agthia	3,879	4.92	7.32	4.37	NM	1.46	3.4%	(12.0)	(13.9)	(4.9)	16.1
Air Arabia	6,720	1.46	1.58	1.20	NM	1.21	-	0.7	9.9	(0.7)	9.1
Ajman Bank	1,733	0.83	0.91	0.64	20.04	0.67	-	(0.6)	21.3	0.1	6.6
Aldar	32,394	4.17	4.38	3.19	14.34	1.24	3.5%	0.5	2.7	3.3	33.4
Alpha Dhabi	259,400	25.80	30.20	15.00	NA	NA	-	(10.0)	(3.2)	(5.0)	NA
Amanat	2,900	1.16	1.27	0.78	9.80	1.04	1.9%	0.9	5.5	0.9	40.3
Aramex	5,915	4.04	4.80	3.50	34.94	2.13	3.2%	(1.5)	12.8	(1.5)	(5.8)
ASM	12,980	13.34	16.94	12.10	NM	3.52	-	(6.6)	(12.8)	(6.6)	NA
BOS	1,276	0.59	0.76	0.50	NA	0.34	-	1.8	10.5	(6.5)	(3.6)
Dana Gas	7,205	1.04	1.27	0.67	7.01	0.84	5.3%	(3.2)	1.4	(2.8)	61.0
Deyaar	2,779	0.50	0.55	0.25	NA	0.64	-	(4.6)	64.2	(0.8)	64.7
DFM	20,640	2.64	3.05	0.98	NM	2.64	-	(5.5)	148.1	(9.2)	118.6
DIC	8,291	2.02	2.08	1.42	21.53	0.70	-	0.5	14.0	1.0	25.8
DIB	39,462	5.49	5.62	4.44	14.54	1.03	3.6%	3.8	11.2	1.3	21.3
DU	29,736	6.58	7.28	5.69	35.89	3.62	3.8%	5.1	(0.5)	(0.9)	18.2
Easy Lease	899	30.00	66.85	19.00	28.72	12.85	-	7.1	(29.8)	3.4	51.7
Emaar Dev.	17,560	4.40	4.75	2.45	6.55	1.29	-	(2.9)	17.1	0.5	54.0
Emaar Pro.	40,326	4.97	5.33	3.40	12.79	0.62	2.0%	2.7	25.8	0.8	29.1
ENBD	85,274	13.40	14.35	10.70	10.69	1.00	3.0%	(0.7)	4.7	(0.4)	27.1
ESG	2,010	8.00	11.80	3.01	NM	5.52	-	4.4	2.2	0.5	NA
Eshraq	802	0.35	0.48	0.29	NA	0.59	-	(16.3)	16.2	(3.1)	4.9
Etisalat	266,992	30.76	37.00	17.16	28.93	5.80	3.9%	(15.9)	26.1	(3.2)	87.4
FAB	204,641	18.54	21.00	13.22	16.84	1.87	4.0%	(8.0)	7.9	(0.5)	46.0
Fertiglobe*	30,715	3.74	4.02	2.92	21.93	5.02	4.7%	5.7	23.3	5.1	NA
GFH	4,868	1.29	1.36	0.60	14.13	1.36	1.4%	8.5	73.4	7.6	111.9
IHC	276,974	152.10	165.00	41.80	47.10	13.51	-	(0.3)	3.5	0.1	260.9
Julphar	2,126	1.85	2.32	1.20	NA	2.13	-	2.2	4.5	(0.0)	31.4
Mashreq	15,246	76.00	79.50	53.10	NA	0.79	-	1.3	22.7	(4.4)	23.0
Multiply	20,048	1.80	2.35	1.60	NA	2.01	-	(15.6)	NA	(2.7)	NA
Palms Sports	1,950	11.90	21.48	10.50	24.06	6.81	-	12.1	(9.0)	6.4	(16.0)
RAK Bank	7,877	4.70	4.72	3.63	13.13	0.97	3.2%	6.8	20.8	4.4	23.7
RAK Pro.	1,578	0.78	0.81	0.50	5.83	0.39	-	4.4	17.2	2.3	45.8
RAK Cer.	2,832	2.88	3.08	1.50	NM	1.24	2.6%	1.8	3.9	-	103.0
RPM	1,830	9.09	20.00	8.80	45.59	8.16	-	(6.8)	(33.3)	(5.2)	NA
Salama	928	0.77	0.97	0.73	15.08	1.19	10.7%	(5.9)	0.8	0.8	(0.1)
SIB	6,040	1.93	1.97	1.30	11.83	0.78	4.1%	5.9	15.3	0.5	55.0
Shuaa	1,755	0.70	0.83	0.59	9.69	1.13	4.3%	(6.2)	3.0	1.0	2.9
Tabreed	6,990	2.53	3.15	2.39	14.67	1.28	2.3%	(0.8)	(3.1)	(0.4)	(1.9)
TAQA	141,667	1.29	1.59	1.15	24.29	2.19	1.9%	(8.0)	2.1	(4.5)	(10.1)
Waha	3,247	1.65	1.96	1.08	6.55	0.95	3.6%	(1.8)	(2.3)	(2.3)	55.4
Yahsat *	6,709	2.75	3.10	2.46	30.22	2.25	5.7%	(1.8)	3.8	0.4	NA
Zee Store	2,610	25.02	53.00	7.95	NM	12.62	-	(1.7)	(25.2)	(5.1)	137.3

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

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