



Morning Report

10 October 2021

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	7,709	0.7%	0%	11%	53%	72%
DFM	2,772	0.8%	-5%	0%	11%	25%
TASI	11,591	0.2%	2%	6%	33%	39%
BHSEASI	1,700	0.0%	2%	8%	14%	17%
EGX	10,536	1.0%	-5%	4%	-3%	-5%
DJI	34,746	0.0%	-1%	1%	14%	22%
S&P 500	4,391	-0.2%	-3%	2%	17%	27%
Nasdaq	14,580	-0.5%	-5%	0%	13%	28%
FTSE	7,096	0.2%	0%	1%	10%	19%
DAX	15,206	-0.3%	-3%	-1%	11%	17%
CAC40	6,560	-0.6%	-2%	3%	18%	34%
Nikkei225	28,049	1.3%	-7%	0%	2%	19%
HIS	24,838	0.6%	-6%	-9%	-9%	3%
MSCI EM	1,257	0.3%	-4%	-4%	-3%	12%
MSCI Asia	195	0.4%	-6%	-4%	-3%	11%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,820	1,820	-
Local	67%	67%	0%
Foreign	33%	33%	0%
Institutional	84%	80%	4%
Retail	16%	20%	-4%
DFM	143	143	-
Local	53%	52%	1%
Foreign	47%	48%	-1%
Institutional	45%	54%	-10%
Retail	55%	46%	10%
Total	1,963	1,963	-
Local	66%	66%	0%
Foreign	34%	34%	0%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (Shrs.)	Short Volume (% of total volume)	Total Stock Volume (mShrs.)	Total Stock Turnover (AEDm)
Aldar	(302,251)	0.4%	75.4	307.2
Etisalat	(54,066)	2.5%	2.1	52.5
Yahsat	(35,717)	0.2%	20.8	55.9

Upcoming Corporates Actions & Events

Date	Company	Event
10-Oct	Emaar Properties	EGM/Merger
10-Oct	Emaar Malls	EGM/Merger
12-Oct	ADNOC Drill	BoD/General
14-Oct	GFH	AGM
20-Oct	DAMAC	AGM/Delisting
11-Nov	GFH	BoD/Results

KEY STORIES

Aldar Properties has announced that Magnolias has been sold out, generating more than AED 1bln in sales

IHC has agreed to buy a 41% stake in Nassar Al Refaee Trading Company, a fruit and vegetable import-export business, in an AED 166mln deal

Yahsat's subsidiary has secured long-term agreements with a global service provider for a total value in excess of AED 316mln over the next three years

Yahsat's board approved a proposal to pay dividends on a semi-annual basis

Response Plus Holding board approves company's expansion plan in India, Ethiopia, Abu Dhabi, Dubai, Oman and Saudi Arabia

Union Properties will consider dismissing its board members after a request from two groups of shareholders

Sharjah Group Company's OGM has approved a decision to change the company's name to ARAM Group Company

The UAE will invest more than SAR 600bln in clean and renewable energy over the next several years to achieve net-zero emissions by 2050

DP World Jeddah and Saudi Ports Authority (Mawani) have jointly started work on the expansion and revamp of the South Container Terminal at Jeddah Islamic Port

UAE on Oct 09 announced 146 new Covid-19 cases and 188 recoveries. The tally takes total cases in UAE to 737,655 with 730,922 recoveries and 2,113 deaths

Saudi's ACWA Power shares will debut on the main market of the Saudi Stock Exchange on Monday, October 11

Saudi Aramco is considering selling a stake in its retail fuels and lubricants business, and could list shares on the Riyadh stock exchange - Bloomberg

Oman posted a year-to-date budget deficit of around OMR 1bln (USD 2.60bln) in August, a 46.2% YoY decline in its fiscal shortfall

Bahrain's Investcorp has acquired 89 US properties with a combined value of USD 380mln, raising the company's industrial real estate holdings to USD 2.8bln

Egypt's finance ministry has launched its first USD 2bln syndicated sustainable term loan and Islamic term financing facility with a three-year tenor

Egypt has raised domestic fuel prices in a quarterly review that links energy prices to international markets

Emaar Misr's OGM allows non-executive board members to contribute to similar firms

Lebanon has no centrally generated electricity after fuel shortages forced its two largest power stations to shut down

Key Global Trends/ Market Clues

Global equity markets wavered on Friday on a weak U.S. labor market report, and Treasury yields rose as investors still expect the Federal Reserve to begin tapering its massive bond purchases as early as next month. Yields on the benchmark 10-year U.S. Treasury note climbed above 1.6% for the first time since June, the dollar eased and stocks on Wall Street slid as technology and other high-growth shares sold off while energy and financials gained. MSCI's all-country world index slid 0.05%, but rose 0.7% for the week.

In Europe the broad STOXX Europe 600 index closed down 0.28% stocks yet marked its best week in two months as fears of soaring inflation were tempered. The Dow Jones Industrial Average slipped 0.03%, the S&P 500 slid 0.19% and the Nasdaq Composite fell 0.51%. All three indexes gained for the week.

Oil rose on Friday, gaining about 4% on the week as a global energy crunch boosted U.S. prices to their highest in almost seven years as big power users struggle to meet demand. Even with worldwide demand growing as economic activity rebounds from pandemic lows, the Organization of the Petroleum Exporting Countries and allied producers (OPEC+) this week said they would remain on the path of gradually bringing back production. Meanwhile the U.S. government said it was monitoring energy markets, but it did not announce immediate action to lower prices, such as a release from strategic petroleum reserves, which further supported the oil market. Brent crude futures rose 44 cents, or 0.5%, to settle at USD 82.39 a barrel. Earlier in the week, the global benchmark hit a three-year high of USD 83.47. West Texas Intermediate (WTI) crude rose USD 1.05, or 1.3%, to end at USD 79.35. That was the highest close for the U.S. benchmark since Oct. 31, 2014.

UAE Stories

Aldar Properties has announced that Magnolias has been sold out. This follows the strong demand seen in the first three phases of Yas Acres and the rapid sell-out of the three phases of Aldar's adjacent Noya Development. The sale of the 312 spacious townhouses, duplexes and villas at Magnolias generated more than AED 1bln in sales and demonstrates the continued strong demand in the Abu Dhabi market for well-designed and well-located homes. Aldar is currently finalising the next phase of Yas Acres with 120 new properties at 'Dhalias' set to be released to the market before the end of 2021.

IHC has agreed to buy a 41% stake in Nassar Al Refaee Trading (NRTC) Company, a fruit and vegetable import-export business, in an AED 166mln deal, a company source said. The deal will be completed this week, said the source, adding it aligns with IHC's plans to strengthen its position in the food security sector.

Yahsat announced that its Mobile Satellite Services (MSS) subsidiary, Thuraya Telecommunications Company PJSC ("Thuraya") has secured long-term agreements with a global service provider for a total value in excess of AED 316mln over the next three years.

Yahsat's board approved a proposal to pay dividends on a semi-annual basis.

Response Plus Holding board approves company's expansion plan in India, Ethiopia, Abu Dhabi, Dubai, Oman and Saudi Arabia. Board approves to invest up to USD 10mln in India's API Holdings Private Limited. As part of MEA regional expansion board approves to invest in Oman and Ethiopia to carry out emergency medical services, operation and management of medical services and patients transfer services Board approves to invest AED 10.5mln collectively in United Arab Emirates and Saudi Arabia to meet investment requirements as part organic expansion plan.

Union Properties will consider dismissing its board members after a request from two groups of shareholders. The company confirmed in a bourse filing that it had been instructed by the UAE Security & Commodities Authorities (SCA) to consider the dismissal of all board members, following two separate requests from groups of shareholders constituting five percent of capital each. UPP said the current board would continue to carry out duties until a decision is made at the general assembly on 26th October.

Sharjah Group Company's OGM has approved a decision to change the company's name to ARAM Group Company. In addition, the company's shareholders also greenlighted the addition of investment activities in agricultural and industrial projects, according to a statement to the Abu Dhabi Securities Exchange (ADX) on Thursday.

The UAE will invest more than SAR 600bln in clean and renewable energy over the next several years to achieve net-zero emissions by 2050, Sheikh Mohammed bin Rashid Al Maktoum, Vice President, Prime Minister and Ruler of Dubai, confirmed on Thursday.

DP World Jeddah and Saudi Ports Authority (Mawani) have jointly started work on the expansion and revamp of the South Container Terminal at Jeddah Islamic Port. On completion, the revamped terminal will double the port's container handling capacity from 2.4mln to 4mln TEUs by 2024.

UAE on Oct 09 announced 146 new Covid-19 cases, bringing the total confirmed cases in the country to 737,655. At the same time, 188 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 730,922, UAE's Ministry of Health and Prevention said. It has reported 2 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,113.

GCC/MENA

Saudi's ACWA Power shares will debut on the main market of the Saudi Stock Exchange on Monday, October 11, according to a bourse filing. Half-owned by the Kingdom's Public Investment Fund, the company is selling 81.2mln shares at SAR 56 each or an 11.1pct stake. The institutional tranche, which makes up 90pct of the IPO, was 248 times oversubscribed, attracting SAR 1.127trn.

Saudi Aramco is considering selling a stake in its retail fuels and lubricants business, and could list shares on the Riyadh stock exchange, Bloomberg reported citing people with knowledge of the situation. Talks about an initial public offering (IPO) are at an early stage, the people said, asking not to be identified discussing confidential matters. Aramco may opt against any sale, they said.

Oman posted a year-to-date budget deficit of around OMR 1bln (USD 2.60bln) in August, a 46.2% YoY decline in its fiscal shortfall, the ministry of finance said, benefiting from higher oil prices. Year-to-date state revenues increased by 13.9% to 6.3bln by the end of August when compared to the same period last year. Public spending increased by 1.7% YoY.

Bahrain's Investcorp has acquired 89 properties with a combined value of USD 380mln, raising the company's industrial real estate holdings to USD 2.8bln. The industrial assets, which include warehouses, are located in four major markets in the United States and have a total area of 2.2mln square feet, the company said in a statement on Thursday.

Egypt's finance ministry has launched its first USD 2bln syndicated sustainable term loan and Islamic term financing facility with a three-year tenor following the success of its USD 750mln green bond sale last year.

Egypt has raised domestic fuel prices in a quarterly review that links energy prices to international markets, the official gazette said early on Friday. The prices of 80-octane, 92-octane and 95-octane petrol were raised to EGP 7 (USD 0.45) per litre, EGP 8.25 per litre and EGP 9.25 per litre, respectively, effective from 0900 local time (0700 GMT) on Friday, a petroleum minister decision published in the gazette said. The increase was 0.25 EGP for each.

Egypt's Emaar Misr for Development (EMFD) announced that its ordinary general meeting (OGM) approved the authorization of non-executive board members in investing in, managing, and heading boards of directors of other companies, according to a statement filed to the Egyptian Exchange (EGX).

Lebanon has no centrally generated electricity after fuel shortages forced its two largest power stations to shut down, a government official told Reuters on Saturday. The state electricity company confirmed in a statement that the thermoelectric plant at the Zahrani power station had stopped. The Deir Ammar plant stopped on Friday.

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	52,737	7.58	7.77	5.50	10.78	0.92	3.6%	(1.2)	11.8	27.7	41.3
ADIB	20,666	5.69	5.82	4.14	11.13	1.06	3.6%	0.9	4.8	26.1	42.5
ADNIC	2,981	5.23	5.93	3.75	6.93	1.14	6.7%	(1.7)	1.6	9.9	55.3
ADNOC Dist.	52,500	4.20	5.01	3.28	19.63	15.52	4.9%	(4.2)	(2.0)	17.5	30.0
ADNOC Drill.*	48,160	3.01	3.06	2.77	23.94	4.63	5.0%	NA	NA	NA	NA
Agthia	4,480	5.66	7.32	3.99	NM	1.67	2.9%	(8.0)	(6.0)	38.5	35.3
Air Arabia	6,253	1.34	1.45	1.07	NM	1.19	0.0%	(4.3)	(0.7)	4.7	22.9
Ajman Bank	1,430	0.68	0.83	0.64	20.12	0.56	0.0%	(4.8)	(6.1)	(12.7)	(0.0)
Aldar	32,394	4.12	4.26	1.99	14.65	1.27	3.5%	(1.2)	8.1	35.9	111.9
Alpha Dhabi	269,200	26.92	30.20	15.00	NA	NA	NA	(6.6)	30.7	NA	NA
Amanat	2,750	1.10	1.25	0.75	11.23	1.00	2.0%	(6.8)	12.2	34.1	39.8
Aramex	5,241	3.58	4.49	3.50	28.47	2.00	3.6%	(8.0)	(8.2)	(15.5)	(11.5)
ASM	14,980	14.98	16.94	13.00	NM	4.06	NA	(3.5)	NA	NA	NA
BOS	1,166	0.53	0.73	0.48	NA	0.34	0.0%	(6.0)	(2.4)	(11.9)	4.8
Dana Gas	7,555	1.08	1.15	0.64	13.43	0.94	5.1%	4.9	31.9	62.0	63.4
Deyaar	1,705	0.30	0.34	0.25	NA	0.39	0.0%	(13.0)	0.3	5.0	6.5
DFM	8,320	1.04	1.29	0.80	NM	1.06	0.0%	(7.1)	(6.3)	11.8	28.6
DIC	7,271	1.71	1.90	1.11	16.35	0.62	NA	(7.6)	1.2	24.0	60.5
DIB	35,914	4.96	5.19	4.00	15.03	0.97	4.0%	(2.2)	3.3	12.3	22.4
DU	29,555	6.52	7.22	5.31	21.58	3.52	4.3%	(1.7)	(1.5)	17.5	27.3
Easy Lease	1,335	44.50	66.85	10.00	42.63	21.76	NA	(19.1)	77.9	152.8	-
Emaar Dev.	15,360	3.84	4.08	2.19	7.20	1.20	0.0%	(5.4)	4.3	39.6	67.7
Emaar Malls	25,898	1.99	2.14	1.40	26.43	1.32	0.0%	(4.8)	1.0	8.7	38.2
Emaar Pro.	28,782	4.02	4.29	2.55	13.26	0.51	2.5%	(4.7)	(0.2)	16.9	55.7
ENBD	81,168	12.85	14.35	9.30	11.64	0.97	3.1%	(7.6)	(4.1)	29.3	26.8
ESG	1,980	7.92	9.29	3.01	NM	5.70	NA	8.5	114.1	NA	NA
Eshraq	698	0.30	0.37	0.29	NA	0.52	NA	(12.0)	(13.3)	(5.7)	1.0
Etisalat	212,723	24.46	25.80	16.64	23.10	4.51	4.9%	1.2	12.6	52.8	52.8
FAB	192,192	17.60	18.70	11.06	17.46	1.82	4.2%	1.6	6.5	43.5	65.9
GFH	2,871	0.73	0.81	0.53	10.18	0.77	2.3%	(2.0)	(1.7)	27.1	36.8
IHC	266,230	146.20	152.80	38.00	56.57	16.70	NA	(0.0)	15.8	248.1	277.8
Julphar	2,091	1.81	2.32	1.20	NA	2.20	NA	(7.2)	4.0	36.1	38.2
Mashreq	12,427	70.00	71.00	60.00	NA	0.64	0.0%	12.0	12.9	3.1	11.6
Palms Sports	2,055	13.70	21.48	4.30	25.47	7.61	NA	(10.5)	14.5	3.8	NA
RAK Bank	6,521	3.89	4.24	3.41	12.96	0.83	3.9%	(2.8)	(1.5)	(0.3)	9.6
RAK Pro.	1,376	0.69	0.76	0.38	6.66	0.34	5.8%	(5.2)	9.2	43.3	78.2
RAK Cer.	2,862	2.88	3.08	1.33	NM	1.28	2.6%	(0.7)	28.6	100.7	123.0
RPM	2,720	13.60	20.00	10.10	NA	NA	NA	NA	NA	NA	NA
Salama	912	0.75	0.97	0.70	6.14	1.16	10.9%	(9.0)	(6.6)	(1.9)	5.8
SIB	5,300	1.72	1.82	1.15	11.93	0.70	4.7%	(1.1)	15.4	38.1	57.1
Shuaa	1,694	0.67	0.80	0.58	8.40	1.11	4.5%	(5.5)	10.2	2.9	20.7
Tabreed	7,212	2.60	3.15	2.14	13.64	1.36	2.2%	(8.1)	(5.5)	2.3	22.1
TAQA	140,543	1.25	1.78	1.22	28.86	1.98	2.0%	(6.0)	(7.7)	(11.8)	(9.6)
Union Pro.	1,180	0.28	0.32	0.23	3.00	0.40	0.0%	(10.4)	7.0	(1.8)	5.8
Waha	3,383	1.74	1.96	0.98	6.12	1.00	3.4%	(6.5)	20.0	52.5	79.4
Yahsat *	6,514	2.67	3.10	2.46	25.91	1.96	5.9%	1.5	NA	NA	NA
Zee Store	3,380	33.80	53.00	7.95	NM	16.35	NA	(29.9)	245.6	221.9	NA

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

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