



Morning Report

11 January 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,354	-0.2%	-7%	9%	-1%	62%
DFM	3,230	0.3%	0%	16%	1%	21%
TASI	11,665	0.9%	7%	1%	3%	32%
BHSEASI	1,791	-0.2%	0%	5%	0%	23%
EGX	12,023	0.4%	4%	13%	1%	7%
DJI	36,069	-0.4%	0%	4%	-1%	16%
S&P 500	4,670	-0.1%	-1%	6%	-2%	22%
Nasdaq	14,943	0.0%	-4%	2%	-4%	13%
FTSE	7,445	-0.5%	2%	5%	1%	8%
DAX	15,768	-1.1%	1%	4%	-1%	12%
CAC40	7,116	-1.4%	2%	8%	-1%	25%
Nikkei225	28,479	-1.3%	0%	3%	-1%	4%
HSI	23,834	1.1%	-1%	-4%	1%	-15%
MSCI EM	1,232	0.5%	-1%	-2%	0%	-9%
MSCI Asia	193	0.5%	0%	-1%	0%	-7%
US Fut.	4,660	-0.1%	-1%	7%	-2%	23%
EU Fut.	4,265	0.6%	1%	5%	-1%	17%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,511	1,511	-
Local	83%	88%	-6%
Foreign	17%	12%	6%
Institutional	88%	91%	-3%
Retail	12%	9%	3%
DFM	497	497	-
Local	55%	60%	-4%
Foreign	45%	40%	4%
Institutional	25%	25%	0%
Retail	75%	75%	0%
Total	2,008	2,008	-
Local	76%	81%	-5%
Foreign	24%	19%	5%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low	
				52WH	52WL
Manazel	0.029%	0.54	-	0.64	0.33
Aldar	0.026%	4.15	(0.5)	4.38	3.20
Dana	0.023%	1.04	-	1.27	0.67

Upcoming Corporates Actions & Events

Date	Company	Event
11-Jan	RAK Cement	BoD/General
12-Jan	Palms Sports	BoD/Results
09-Feb	GFH	BoD/Results
09-Feb	MSCI 1Q21 Index Review	Announcement

KEY STORIES

TAQA's subsidiary Sweihan PV Power Company aims to raise more than USD 700m through the sale of amortising green bonds

GFH informed that it has acquired 1,012,673 of its shares on Bahrain Bourse and Boursa Kuwait

Chimera Capital LLC launches Shariah-compliant exchange traded fund tracking the S&P Saudi Arabia Shariah Index

ADX has partnered with FTSE Russell to launch FTSE ADX index series. FTSE ADX general index has replaced ADX general index as of Monday 10th of January 2022

Moody's assigns Baa1 rating to 881MW Noor Abu Dhabi solar PV project; outlook stable

Dubai International Airport received over 24m passengers during the first 11 months of 2021

Abu Dhabi agricultural technology company Silal has named Salmeen Obaid Alameri as the new CEO

UAE on Jan 10 announced 2,562 new Covid-19 cases and 860 recoveries. The tally takes total cases in UAE to 788,187 with 753,893 recoveries and 2,174 deaths

Saudi's ACWA Power obtains commercial operation certificate for PVFD1 in Noor Energy 1 project in UAE

EIG-led investors in Aramco oil pipelines hire banks for dual-tranche bonds

Saudi National Bank has hired banks to arrange the sale of U.S. dollar-denominated five-year inaugural sustainable sukuk, or Islamic bonds

Saudi Fawaz Abdulaziz Alhokair Board amends recommendation related to reduction of capital

Saudi Al-Jouf Healthy Water Bottling intends to list shares on parallel market

Kuwait Gulf Oil Company signs a MOU with Saudi Arabian Chevron to export surplus gas from Wafra joint operations area

Kuwaiti authorities on Monday approved the building of a new airport in the northern area

Egypt's annual urban CPI slightly accelerated to 5.9% YoY in December, from 5.6% in November

Egypt's central bank has approved a set of rules under which it would be able to provide emergency liquidity to local lenders

Key Global Trends/ Market Clues

Asian equities and the dollar struggled to find direction on Tuesday, with attention squarely on the timing and pace of U.S. monetary policy normalisation, but investors took some comfort from a late rebound in U.S. stock markets. The fast spread of the Omicron variant of the coronavirus is also weighing on markets as U.S. hospitalisations due to COVID-19 reached a record high on Monday. MSCI's broadest index of Asia-Pacific shares outside Japan slipped as much as 0.3% before trading steady. The Nikkei index fell 1.3% as trading resumed after a holiday on Monday. Australian stocks shed 0.8%, Taiwan lost 0.4% and Seoul lost 0.3%. Hong Kong ticked 0.1% higher and China's 300 index nudged up. U.S. December consumer inflation data is due to be released on Wednesday, with headline CPI seen coming in at 7% on a year-on-year basis, boosting the case for interest rates to rise sooner rather than later.

Oil prices rose on Tuesday after two days of losses, with some risk appetite returning as the market awaited clues from the U.S. Federal Reserve chairman on potential rate rises and as some oil producers continued

to struggle to beef up output. Brent crude futures gained 26 cents, or 0.3%, to USD 81.13 a barrel at 0156 GMT, after dropping 1% in the previous session. U.S. WTI crude futures rose 30 cents, or 0.4%, to USD 78.53 a barrel, after falling 0.8% on Monday. A weaker U.S. dollar helped support oil prices on Tuesday. Oil price declines over the previous two sessions had been driven by worries about soaring cases of COVID-19 around the world potentially sapping fuel demand.

UAE Stories

TAQA's subsidiary Sweihan PV Power Company aims to raise more than USD 700m through the sale of amortising green bonds, an investor presentation reviewed by Reuters on Monday showed. Sweihan owns the Noor Abu Dhabi solar plant, the largest such facility in the UAE, which began commercial operations in 2019. The company is 60% indirectly owned by Abu Dhabi's TAQA while Japan's Marubeni Corp and China's JinkoSolar own 20% each.

GFH informed that it has acquired 1,012,673 of its shares on Bahrain Bourse and Boursa Kuwait, increasing the total holding of treasury shares from 214,806,890 shares to 215,819,563 shares representing 5.72% of total issued shares as at 9th January 2022.

Chimera Capital LLC, an Abu-Dhabi-based investment management firm and subsidiary of Chimera Investment LLC, announced today the launch of its Chimera S&P KSA Shariah Compliant Exchange Traded Fund (Bloomberg: CHSASHIN), a physical, in-kind, liquid and fully fungible exchange-traded fund (ETF). The Chimera S&P KSA Shariah ETF is the second shariah compliant sub-fund of the Chimera Umbrella Fund to track a S&P Dow Jones Indices Shariah compliant index.

ADX has partnered with FTSE Russell to launch FTSE ADX index series. FTSE ADX general index has replaced ADX general index as of Monday 10th of January 2022. FTSE ADX sector indices to replace six existing sector indices and introduce four new sector indices. Partnership will work to introduce new co-branded indices for ADX market during course of the year.

Moody's assigns Baa1 rating to 881MW Noor Abu Dhabi solar PV project; outlook stable.

Dubai International Airport received over 24m passengers during the first 11 months of 2021, according to DCAA. In November alone, the world's busiest international airport welcomed 3.88m passengers. On the whole, traffic has seen a significant rise in the second-half of 2021, with passenger numbers rising to around 4m in November, compared to 3.4m in October and 2.5m in September.

Abu Dhabi agricultural technology company Silal has named Salmeen Obaid Alameri as the new CEO to drive the company's growth and accomplish its mandate to ensure food security in the UAE. Salmeen Obaid Alameri, former member of the board of directors of Agthia Group and Agility, will work to deploy advanced technology and ensure access to safe and high-quality food for consumers in the country, according to a statement.

UAE on Jan 10 announced 2,562 new Covid-19 cases, bringing the total confirmed cases in the country to 788,187. At the same time, 860 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 753,893, 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

Saudi's ACWA Power obtains commercial operation certificate for PVFD1 in Noor Energy 1 project in UAE. The Dubai-based energy project has a 217-megawatt capacity, according to a bourse filing on Monday. The Saudi listed ACWA Power holds ownership of 25% in Noor Energy 1. The company noted that the financial impact of operating the project is expected to reflect on the income statements for the first quarter (Q1) of 2022.

EIG Pearl Holdings, owned by investors in Saudi Aramco's oil pipelines network, has hired Citi and JPMorgan to arrange investor calls for the sale of dual-tranche U.S. dollar-denominated amortising bonds, a document showed on Monday. EIG Pearl Holdings, the issuer, is 89.45% indirectly owned by an "aggregator vehicle" managed by EIG Management Company LLC and its affiliates and 10.55% owned by a subsidiary of Abu Dhabi sovereign wealth fund Mubadala Investment Company.

Saudi National Bank has hired banks to arrange the sale of U.S. dollar-denominated five-year inaugural sustainable sukuk, or Islamic bonds, a bank document showed on Monday. The proceeds will be eligible to fund renewable energy-generating facilities, including loans to develop such projects as well as loans related to tree-planting, an investor presentation reviewed by Reuters showed.

Saudi Fawaz Abdulaziz Alhokair Board amends recommendation related to reduction of capital. Update on the recommendation of its board of directors to reduce the company's capital and subsequently increase it by way of rights issues. The board decided to amend the previous recommendation related to the reduction of capital. Recommending to reduce capital from SAR 2.10bln to SAR 1.13bln.

Saudi Al-Jouf Healthy Water Bottling intends to list shares on parallel market.

Kuwait Gulf Oil Company signs a MOU with Saudi Arabian Chevron to export surplus gas from Wafra joint operations area, Kuwait's state news agency KUNA reported on Monday. Muhammad Salem Al-Haimer acting CEO of Kuwait Gulf Oil Company said in a statement that he expects the start of exporting with an estimated volume of 12mln cubic feet of gas, which will increase in the next five months to between 40 to 50mln cubic feet, and after four years it will be in the range of 80 and 100mln cubic feet.

Kuwaiti authorities on Monday approved the building of a new airport in the northern area, state news agency KUNA reported. The report did not disclose the completion date of the project nor the value of investment.

Egypt's annual urban CPI slightly accelerated to 5.9% YoY in December from 5.6% in November, data from the country's state statistics agency CAPMAS showed on Monday. Month-on-month, the headline indicator showed inflation at -0.1% compared to 0.1% a month prior. The annual rate remains within the 5-9% target range set by the central bank which kept its key interest rates unchanged during a regular monetary policy committee meeting on Dec. 16.

Egypt's central bank has approved a set of rules under which it would be able to provide emergency liquidity to local lenders. Banks can apply to receive emergency liquidity if they cannot get it from the interbank or financial markets, the central bank said in a statement. Emergency liquidity will be made available to solvent banks only and for a maximum period of 180 days, it said. It will be priced at a premium of at least 5% above the overnight lending rate, it added.

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%	(1.6)	13.6	0.8	46.7
ADIB	24,625	6.78	7.13	4.60	13.56	1.24	3.0%	2.4	20.4	(1.3)	42.7
ADNIC	3,905	6.85	7.00	4.63	9.26	1.44	5.1%	9.4	31.2	2.2	45.4
ADNOC Dist.	52,375	4.19	5.01	3.84	20.68	19.79	4.9%	(1.4)	(1.9)	(1.9)	13.0
ADNOC Drill.*	53,920	3.37	3.60	2.77	24.19	5.54	4.4%	(4.5)	12.0	(0.9)	NA
Agthia	3,863	4.88	7.32	4.43	NM	1.45	3.4%	(10.8)	(13.0)	(5.2)	13.6
Air Arabia	6,813	1.46	1.58	1.20	NM	1.23	-	0.0	9.0	0.7	5.0
Ajman Bank	1,733	0.83	0.91	0.64	20.04	0.67	-	(2.0)	21.1	0.1	3.5
Aldar	32,630	4.15	4.38	3.20	14.45	1.25	3.5%	1.2	1.5	4.0	31.1
Alpha Dhabi	257,400	25.74	30.20	15.00	NA	NA	-	(7.9)	(7.1)	(5.7)	NA
Amanat	2,925	1.17	1.27	0.78	9.88	1.05	1.9%	0.9	2.6	1.7	39.3
Aramex	5,900	4.03	4.80	3.50	34.86	2.13	3.2%	(2.9)	12.3	(1.7)	(4.7)
ASM	12,540	12.54	16.94	12.10	NM	3.40	-	(9.1)	(16.4)	(9.8)	NA
BOS	1,276	0.58	0.76	0.50	NA	0.34	-	(4.9)	7.0	(6.5)	(5.1)
Dana Gas	7,275	1.04	1.27	0.67	7.07	0.85	5.3%	(1.4)	2.4	(1.9)	60.1
Deyaar	3,028	0.52	0.55	0.25	NA	0.70	-	7.2	77.6	8.0	75.3
DFM	21,360	2.67	3.05	0.98	NM	2.73	-	(0.4)	161.8	(6.0)	128.2
DIC	8,589	2.02	2.08	1.42	22.30	0.72	-	6.3	18.8	4.7	23.5
DIB	39,897	5.51	5.62	4.44	14.70	1.05	3.6%	2.0	11.3	2.4	18.1
DU	29,872	6.59	7.28	5.72	36.05	3.64	3.8%	(7.4)	(0.2)	(0.5)	18.4
Easy Lease	900	30.00	66.85	19.00	28.74	12.86	-	5.3	(32.5)	3.4	53.8
Emaar Dev.	17,600	4.40	4.75	2.45	6.56	1.29	-	(2.2)	14.3	0.7	44.3
Emaar Pro.	40,817	4.99	5.33	3.40	12.95	0.63	2.0%	2.0	25.1	2.0	26.8
ENBD	84,327	13.35	14.35	10.75	10.57	0.99	3.0%	(4.0)	2.7	(1.5)	23.5
ESG	1,975	7.90	11.80	3.01	NM	5.43	-	1.4	0.3	(1.3)	NA
Eshraq	814	0.35	0.48	0.29	NA	0.59	-	(12.5)	11.1	(1.7)	4.5
Etisalat	260,904	30.00	37.00	17.28	28.27	5.66	4.0%	(14.2)	21.6	(5.4)	81.6
FAB	204,641	18.74	21.00	13.50	16.84	1.87	3.9%	(7.3)	7.0	(0.5)	43.1
Fertiglobe*	30,383	3.66	4.02	2.92	21.70	4.97	4.8%	5.8	22.0	4.0	NA
GFH	4,854	1.31	1.36	0.60	14.09	1.35	1.3%	10.1	76.5	10.1	103.5
IHC	278,613	153.00	165.00	41.80	47.38	13.58	-	0.5	4.2	0.7	262.9
Julphar	2,068	1.79	2.32	1.20	NA	2.07	-	(4.3)	(1.1)	(2.7)	27.9
Mashreq	15,246	76.00	79.50	53.10	NA	0.79	-	(4.4)	22.7	(4.4)	23.0
Multiply	19,936	1.78	2.35	1.60	NA	2.00	-	(11.9)	NA	(3.3)	NA
Palms Sports	1,764	11.76	21.48	10.50	21.76	6.16	-	1.4	(14.7)	(3.8)	(20.9)
RAK Bank	7,877	4.70	4.72	3.63	13.13	0.97	3.2%	7.1	20.8	4.4	18.7
RAK Pro.	1,594	0.80	0.81	0.50	5.89	0.39	-	4.0	15.5	3.4	39.8
RAK Cer.	2,892	2.91	3.08	1.56	NM	1.27	2.6%	2.1	5.4	2.1	85.3
RPM	1,818	9.09	20.00	8.80	45.29	8.11	-	(8.2)	(32.2)	(5.8)	NA
Salama	947	0.78	0.97	0.73	15.40	1.21	10.5%	(2.1)	5.4	2.9	2.4
SIB	6,009	1.95	1.97	1.30	11.77	0.78	4.1%	4.3	14.7	-	53.1
Shuaa	1,762	0.70	0.83	0.59	9.73	1.13	4.3%	(5.4)	3.6	1.5	0.6
Tabreed	7,046	2.54	3.15	2.39	14.79	1.29	2.3%	0.4	0.8	0.4	(2.3)
TAQA	142,791	1.27	1.59	1.15	24.48	2.21	2.0%	(10.6)	2.0	(3.8)	(10.6)
Waha	3,189	1.64	1.96	1.08	6.43	0.94	3.7%	(4.7)	(6.3)	(4.1)	52.6
Yahsat *	6,636	2.72	3.10	2.46	29.89	2.22	5.8%	(1.8)	1.9	(0.7)	NA
Zee Store	2,588	25.88	53.00	7.95	NM	12.52	-	(9.1)	(19.6)	(5.9)	136.1

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

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