



Morning Report

12 January 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,333	-0.2%	-7%	9%	-1%	62%
DFM	3,208	-0.7%	-1%	16%	0%	19%
TASI	11,844	1.5%	8%	3%	5%	34%
BHSEASI	1,795	0.2%	1%	6%	0%	24%
EGX	12,002	-0.2%	4%	12%	0%	6%
DJI	36,252	0.5%	1%	5%	0%	17%
S&P 500	4,713	0.9%	0%	8%	-1%	24%
Nasdaq	15,153	1.4%	-3%	5%	-3%	16%
FTSE	7,491	0.6%	3%	5%	1%	10%
DAX	15,942	1.1%	2%	5%	0%	14%
CAC40	7,183	1.0%	3%	9%	0%	27%
Nikkei225	28,222	1.9%	-1%	-1%	-2%	0%
HSI	24,240	0.0%	-1%	-6%	1%	-15%
MSCI EM	1,243	0.9%	0%	-2%	1%	-8%
MSCI Asia	193	0.0%	0%	-2%	0%	-7%
US Fut.	4,708	0.1%	1%	8%	-1%	24%
EU Fut.	4,302	0.8%	2%	5%	0%	18%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,530	1,530	-
Local	76%	78%	-2%
Foreign	24%	22%	2%
Institutional	92%	85%	7%
Retail	8%	15%	-7%
DFM	406	406	-
Local	54%	66%	-12%
Foreign	46%	34%	12%
Institutional	31%	39%	-9%
Retail	69%	61%	9%
Total	1,936	1,936	-
Local	71%	75%	-4%
Foreign	29%	25%	4%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	52WH	High - Low 52WL
Methaq	0.067%	0.79	(1.8)	1.20	0.71
RAK Properties	0.042%	0.80	0.5	0.81	0.50
Yahsat	0.039%	2.68	(1.5)	3.10	2.46

Upcoming Corporates Actions & Events

Date	Company	Event
12-Jan	Palms Sports	BoD/Results
31-Jan	GulfNav	General Assembly
09-Feb	GFH	BoD/Results
09-Feb	MSCI 1Q21 Index Review	Announcement

KEY STORIES

Dubai's non-oil private sector PMI jumped to 55.3 in December, compared to 54.5 in November

RAK Cement board approved the purchase of shares of Apex Holding LLC and issuance of mandatorily convertible bonds of a total value of AED 3.05bln

Response Plus Medial Services has signed a MoU with Falcon Aviation Services LLC

Aramex appoints Nicolas J. Sibuet as CFO of the company

Yas Holding's GlobalOne Healthcare acquires Al Ittihad Drug Store, expanding its coverage in the UAE to make it one of the country's largest medical distributors

Emirates NBD Egypt has launched 4 new auto lending programs

Dubai records 84,772 real estate transactions worth AED 300bln in 2021, a 65% growth in the number of transactions and a 71% increase in value compared to 2020

Abu Dhabi Sweihan's proposed USD 728mln bond issuance is rated as stable by Moody's & S&P

Abu Dhabi introduced AED 1,000 new cap for annual tourism business licenses

UAE on Jan 10 announced 2,511 new Covid-19 cases and 795 recoveries. The tally takes total cases in UAE to 790,698 with 754,688 recoveries and 2,177 deaths

Saudi water bottler Helwa to offer 20% stake in IPO on Nomu parallel market

Saudi Bank Aljazira appoints Tarek Othman Alkasabi as the Chairman

Saudi Central Bank announces updating rules for practising debt crowdfunding activities following public consultations

Qatar National Bank reported a 10% increase in annual net profit driven by loan growth, its 2021 net profit rose to QAR 13.2bln, up from QAR 12bln a year earlier

Oman's Barka Desalination to offer 40% of share capital in IPO, which will be Oman's first in three years

Egypt's EFG Hermes concludes advisory on first issuance for MNHD in an EGP 300mln securitization transaction

Egypt's Amer Group Holding board proposes capital decrease to EGP 902.8mln from EGP 1.0bln

Key Global Trends/ Market Clues

Stocks and commodities rose in relief and the dollar hit a six-week low on Wednesday, after Federal Reserve Chair Jerome Powell sounded less hawkish than expected in testimony to Congress, as he charts a path out of pandemic policy settings. Bonds have also steadied after beginning the year with a rout, though a new test looms later in the day when U.S. inflation data is expected to come in red hot. MSCI's broadest index of Asia-Pacific shares outside Japan rose 1% to a one-month high, led by a 3.5% jump for tech stocks in Hong Kong. Japan's Nikkei rose 1.9%.

Oil prices climbed on Wednesday, extending big gains in the previous session after the U.S. Federal Reserve chief signalled the central bank may raise rates more slowly than expected, which should support oil demand in the near term. Benchmarks Brent and WTI are trading at their highest levels since the super contagious Omicron variant of the coronavirus emerged in late November, as it has not hit fuel demand the way previous variants did. U.S. WTI crude futures rose 38 cents, or 0.5%, to USD 81.60 a barrel at 0224

GMT, adding to a 3.8% jump in the previous session. Brent crude futures gained 22 cents, or 0.3%, to USD 83.94 a barrel, after jumping 3.5% in the previous session.

UAE Stories

Dubai's non-oil private sector PMI jumps to 55.3 in December compared to 54.5 in November. This reading reflects a stronger improvement in business conditions across Dubai's non-oil private sector economy, attributed to a rapid increase in new orders and strong demand amid Expo 2020, according to a press release on Tuesday.

RAK Cement board approves the purchase of shares of Apex Holding LLC whereby the company will acquire the entire shares of IHC Capital Holding LLC and Chimera Investments LLC in the Target Company. The board has also approved the issuance of bonds mandatorily convertible into shares in the company with a total value of AED 3.05bln at par value of one Dirham to IHC Capital Holding LLC and Chimera Investments LLC in exchange for their entire shares in Apex Holding.

Response Plus Medial Services has signed a MoU with Falcon Aviation Services LLC.

Aramex appoints Nicolas J. Sibuet as CFO of the company. Mr. Sibuet brings over 26 years of experience across the shipping, oil & gas, and aviation industries. Most recently, he served as Chief Financial Officer and Acting Senior Vice President for Strategy, Marketing and Communications at Abu Dhabi Airports.

Yas Holding's GlobalOne Healthcare acquires Al Ittihad Drug Store (IDS), expanding its coverage in the UAE to make it one of the country's largest medical distributors. IDS, established in 1968, supplies medicines across therapeutic classes, including antibacterial, asthma, hypertension, diabetes, muscle relaxant, cardiovascular, anticoagulant, anti-rheumatic, and other classes.

Emirates NBD Egypt has launched a bundle of auto lending programs, according to the bank's emailed statement. The diversified programs come in-line with the bank's strategy to meet the customers' different needs and requirements with the easiest and most convenient procedures. Emirates NBD Egypt is the first bank to offer "instant approval" on auto loans, where borrowers can have their loans in 30 minutes, with financing 50% of car's value without investigation. In addition to, another program with an offer to finance 60% of car's value and a cash back.

Dubai records 84,772 real estate transactions worth AED 300bln in 2021, a 65% growth in the number of transactions and a 71% increase in value compared to 2020. A total of 52,415 investors concluded 72,207 new investments in 2021 worth AED 148bln representing a 73.7% growth in the number of investments, a 65.6% rise in the number of investors, and a 100% increase in the value of investments compared to 2020.

Abu Dhabi Sweihan's proposed \$728mln bond issuance is rated as 'stable' by Moody's & S&P. Moody's. S&P Global Ratings expects steady cash flow. SPPC, a UAE-based limited-purpose entity that owns, operates, and maintains the Noor photovoltaic (PV) power plant in Abu Dhabi, plans to sell USD 728mln of fixed-rate senior secured bonds due 2049.

Abu Dhabi introduces AED 1,000 new cap for annual tourism business licenses. A revised fee structure is being introduced, capped at AED 1,000 annually, and applicable to tourism business licenses, effective January 2022. License fee cap aims to benefit existing businesses in the Emirate and encourage new investors to start ventures, elevating Abu Dhabi's competitiveness as a leading destination regionally and internationally.

UAE on Jan 11 announced 2,511 new Covid-19 cases, bringing the total confirmed cases in the country to 790,698. At the same time, 795 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 754,688, UAE's Ministry of Health and Prevention said. It has reported 3 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,177.

GCC/MENA

Saudi water bottler Helwa to offer 20% stake in IPO on Nomu parallel market. FALCOM Financial Services Co. is the financial advisor and lead manager on the potential offering. The Saudi stock exchange, Tadawul, approved the company's application for the listing on Nomu on Oct. 31, 2021 and the Capital Market Authority approved it on Dec. 1, 2021. Share prices will be determined after the book-building period, FALCOM said in a statement to Tadawul.

Saudi Bank Aljazira appoints Tarek Othman Alkasabi as the Chairman.

The Saudi Central Bank announced on Tuesday it was updating its rules on debt crowdfunding activities following public consultations, aiming to develop the finance sector and support fintech companies. The updated rules include redefining the beneficiary to include all commercial establishments registered in the kingdom, and ensuring the complete separation between the funds of the participants and that of the crowdfunding facility, the central bank said in a statement.

Qatar National Bank reported a 10% increase in annual net profit driven by loan growth. Its 2021 net profit rose to QAR 13.2bln, up from QAR 12bln a year earlier. The bank's profit for the quarter ended Dec. 31 was QAR 2.9bln.

Oman's Barka Desalination to offer 40% of share capital in IPO, which will be Oman's first in three years. The shares in the IPO will be offered on book-building basis in a price range of 115-145 baizas which gives a dividend yield of 8.4 percent to 10.6 percent per year to investors, BDC said.

Egypt's EFG Hermes concludes advisory on first issuance for MNHD in an EGP 300mln securitization transaction. Bond is backed by receivables portfolio of some EGP 373.9mln for the first issuance. Bond is comprised of three fixed-interest tranches.

Egypt's Amer Group Holding board proposes capital decrease. The board proposes issued and paid-up capital decrease to EGP 902.8mln from EGP 1.0bln. Capital decrease through cancelling 100.3mln treasury shares.

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	60,529	8.70	9.00	5.97	12.98	1.04	3.1%	(0.5)	14.0	2.0	48.2
ADIB	24,988	6.88	7.13	4.60	13.76	1.25	3.0%	3.9	22.6	0.1	43.4
ADNIC	3,922	6.88	7.00	4.63	9.30	1.44	5.1%	9.9	31.0	2.7	53.7
ADNOC Dist.	52,250	4.18	5.01	3.84	20.63	19.74	4.9%	(1.6)	(2.8)	(2.1)	12.7
ADNOC Drill.*	54,080	3.38	3.60	2.77	24.26	5.55	4.4%	(4.2)	11.2	(0.6)	NA
Agthia	3,800	4.80	7.32	4.47	NM	1.43	3.4%	(12.2)	(15.2)	(6.8)	4.7
Air Arabia	6,813	1.46	1.58	1.20	NM	1.23	-	0.0	9.0	0.7	4.3
Ajman Bank	1,720	0.82	0.91	0.64	19.90	0.66	-	(2.7)	20.4	(0.6)	1.1
Aldar	32,630	4.15	4.38	3.20	14.45	1.25	3.5%	1.2	1.0	4.0	32.7
Alpha Dhabi	252,200	25.22	30.20	15.00	NA	NA	-	(9.8)	(12.1)	(7.6)	NA
Amanat	2,950	1.18	1.27	0.78	9.97	1.06	1.9%	1.7	3.5	2.6	43.6
Aramex	5,871	4.01	4.80	3.50	34.68	2.12	3.2%	(3.4)	12.0	(2.2)	(4.5)
ASM	12,500	12.50	16.94	12.10	NM	3.39	-	(9.4)	(17.3)	(10.1)	NA
BOS	1,285	0.58	0.76	0.50	NA	0.34	-	(4.3)	9.6	(5.8)	(3.3)
Dana Gas	7,135	1.02	1.27	0.67	6.94	0.84	5.4%	(3.3)	(1.5)	(3.8)	59.0
Deyaar	2,935	0.51	0.55	0.25	NA	0.68	-	3.9	71.6	4.7	68.2
DFM	21,040	2.63	3.05	0.98	NM	2.69	-	(1.9)	157.8	(7.4)	122.9
DIC	8,419	1.98	2.08	1.42	21.86	0.71	-	4.2	17.9	2.6	22.4
DIB	39,824	5.50	5.62	4.44	14.67	1.04	3.6%	1.9	11.8	2.2	16.4
DU	29,600	6.53	7.28	5.72	35.72	3.60	3.8%	(8.3)	(0.6)	(1.4)	17.5
Easy Lease	899	29.98	66.85	19.00	28.72	12.85	-	5.2	(32.4)	3.4	51.4
Emaar Dev.	17,200	4.30	4.75	2.45	6.41	1.26	-	(4.4)	12.9	(1.6)	42.9
Emaar Pro.	40,653	4.97	5.33	3.40	12.90	0.62	2.0%	1.6	25.2	1.6	26.9
ENBD	83,695	13.25	14.35	10.75	10.49	0.98	3.0%	(4.7)	1.1	(2.2)	21.5
ESG	2,000	8.00	11.80	3.01	NM	5.50	-	2.7	(11.7)	(0.0)	NA
Eshraq	797	0.34	0.48	0.29	NA	0.58	-	(14.3)	8.9	(3.7)	3.9
Etisalat	256,208	29.46	37.00	17.32	27.76	5.56	4.1%	(15.8)	19.3	(7.1)	76.9
FAB	207,043	18.96	21.00	13.72	17.04	1.89	3.9%	(6.2)	7.0	0.6	43.5
Fertiglobe*	30,715	3.70	4.02	2.92	21.93	5.02	4.8%	6.9	23.3	5.1	NA
GFH	4,965	1.25	1.36	0.60	14.41	1.38	1.4%	5.0	68.0	5.0	97.9
IHC	277,156	152.20	165.00	41.80	47.13	13.51	-	(0.0)	4.0	0.1	261.0
Julphar	2,079	1.80	2.32	1.20	NA	2.09	-	(3.7)	0.6	(2.2)	28.6
Mashreq	15,246	76.00	79.50	53.10	NA	0.79	-	(4.4)	22.7	(4.4)	23.0
Multiply	19,600	1.75	2.35	1.60	NA	1.97	-	(13.4)	NA	(4.9)	NA
Palms Sports	1,683	11.22	21.48	10.50	20.77	5.88	-	(3.3)	(20.8)	(8.2)	(21.0)
RAK Bank	7,877	4.70	4.72	3.63	13.13	0.97	3.2%	7.1	20.5	4.4	18.7
RAK Pro.	1,602	0.80	0.81	0.50	5.92	0.39	-	4.6	14.4	3.9	38.8
RAK Cer.	2,882	2.90	3.08	1.56	NM	1.26	2.6%	1.8	5.4	1.8	83.6
RPM	1,800	9.00	20.00	8.80	44.84	8.03	-	(9.1)	(33.8)	(6.7)	NA
Salama	938	0.78	0.97	0.73	15.24	1.20	10.6%	(3.1)	4.2	1.8	1.6
SIB	6,040	1.96	1.97	1.30	11.83	0.78	4.1%	4.8	15.3	0.5	53.9
Shuaa	1,745	0.69	0.83	0.59	9.63	1.12	4.4%	(6.4)	3.0	0.4	0.5
Tabreed	7,046	2.54	3.15	2.39	14.79	1.29	2.3%	0.4	(0.4)	0.4	(1.9)
TAQA	140,543	1.25	1.59	1.15	24.10	2.17	2.0%	(12.0)	0.4	(5.3)	(12.0)
Waha	3,150	1.62	1.96	1.08	6.35	0.93	3.7%	(5.8)	(5.8)	(5.3)	52.1
Yahsat *	6,539	2.68	3.10	2.46	29.45	2.19	5.9%	(3.2)	(0.0)	(2.2)	NA
Zee Store	2,650	26.50	53.00	7.95	NM	12.82	-	(6.9)	(21.4)	(3.6)	145.4

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

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