



Morning Report

13 June 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	6,716	0.1%	8.2%	19.8%	55.1%
DFM	2,842	0.4%	5.4%	11.6%	33.8%
TASI	10,796	0.1%	4.6%	12.5%	47.3%
BHSEASI	1,546	0.0%	1.2%	5.5%	20.5%
EGX	9,978	-0.6%	-6.6%	-11.2%	-8.7%
Dow Jones	34,480	0.0%	0.6%	6.1%	37.2%
S&P 500	4,247	0.2%	2.3%	7.8%	41.5%
Nasdaq	14,069	0.4%	5.1%	5.0%	48.2%
FTSE 100	7,134	0.6%	2.7%	5.9%	17.4%
DAX	15,693	0.8%	3.8%	7.7%	31.1%
CAC40	6,601	0.8%	5.3%	9.4%	37.1%
Nikkei225	28,949	0.0%	1.2%	-0.9%	28.8%
HIS	28,842	0.4%	3.0%	-1.8%	17.8%
MSCI EM	1,382	0.2%	4.0%	1.8%	39.1%
MSCI Asia	210	0.1%	2.6%	0.9%	32.1%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,460	1,460	-
Local	81%	83%	-2%
Foreign	19%	17%	2%
Institutional	84%	83%	1%
Retail	16%	17%	-1%
DFM	245	245	-
Local	32%	56%	-24%
Foreign	68%	44%	24%
Institutional	59%	94%	-36%
Retail	41%	6%	36%
Total	1,705	1,705	-
Local	74%	79%	-5%
Foreign	26%	21%	5%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
Taqa	(600,000)	0.9%	67.5	96.3
RAK Pro.	(163,776)	5.2%	3.2	1.9
FAB	(139,557)	1.0%	13.8	232.3

Upcoming Corporates Actions & Events

Date	Company	Event
14-Jun	Damac	BoD/Acquisition Offer
15-Jun	Tabreed	BoD/General
16-Jun	UAB	BoD/General
21-Jun	FTSE Index 2Q21 Index	Effective Date
21-Jun	Aman	AGM

KEY STORIES

Aldar Properties won Egyptian regulator approval to extend the deadline for its planned acquisition of a majority stake in SODIC by one month

Taqva didn't get notice from main holder to lower stake

Julphar entered into a sale and purchase agreement for acquisition of 60% stake in Planet Pharmacies. Transaction expected to be completed in July 2021

ADNOC distribution continues network expansion as it surpasses 450 station milestone in the UAE

Air Arabia Abu Dhabi has announced the introduction of a new service to Tbilisi, capital city Georgia. The new route will become airline's 13th destination from Abu Dhabi

Union Insurance board elects Nasser Rashid Abdulaziz Almoalla as chairman

Dubai Aerospace Enterprise has hired a group of banks for second dollar bond sale of 2021

Fitch Ratings has affirmed DP World Limited's Long-Term Issuer Default Rating (IDR) at 'BBB-' with a Stable Outlook and Short-Term IDR at 'F3'

Abu Dhabi will limit entry to shopping centres, restaurants, cafes and other public places from June 15 to those who have been vaccinated or recently tested negative for Covid-19

UAE on Jun 12 announced 2,123 new Covid-19 cases and 2,094 recoveries. The tally takes total cases in UAE to 596,017 with 575,288 recoveries and 1,724 deaths

Saudi Arabia has restricted the annual Hajj pilgrimage to its own citizens and residents for the second year running in response to the coronavirus pandemic

Saudi Arabia will supply full volumes of July-loading crude to its Asian customers, five sources with knowledge of the matter told Reuters on Friday

Saudi Aramco has hired Morgan Stanley as the lead adviser to review a potential multibillion-dollar stake sale in its natural gas pipeline network – sources

Saudi's PIF will become an anchor investor in an infrastructure fund being launched by Bahrain's Investcorp and Aberdeen Standard Investments

Middle Eastern fund Investcorp is considering a public share sale of Saudi Arabia's Al Borg Medical Laboratories, two sources familiar with the matter said

Kuwait announced the resumption of all sports activities for all ages in local clubs after a halt of more than 15 months due to the coronavirus pandemic

Egypt's Financial Regulatory Authority has given Banque du Caire and three other listed companies until the end of the year to sell shares on the stock exchange - Sources

Egypt's Banque du Caire has agreed to a USD 200mln, five-year loan from Afreximban, to be used to help it expand into the African market

Key Global Trends/ Market Clues

European shares, the S&P 500 and an index of global stock performance scaled new peaks while yields on U.S., Japanese and European government debt fell on Friday as investors embraced the easy monetary policies of major central banks. Investor sentiment rose in Europe after the European Central Bank raised its growth and inflation projections on Thursday, and also renewed a pledge to keep stimulus flowing. The pan-regional STOXX Europe 600 index rose 0.7% to a record close, posting its sixth straight

session of gains and best weekly performance at 1.1% since early May. The MSCI all-country world equity index, a benchmark that tracks shares in 50 countries, set a new intraday high and record close at 719.52, up 0.2% in a late-day surge that also lifted the S&P 500 to an all-time close. The Dow Jones Industrial Average rose 0.04%, the S&P 500 gained 0.19% and the Nasdaq Composite added 0.35%.

Oil prices reached fresh multi-year highs on Friday, closing out a third straight week of gains on an improved outlook for worldwide demand as rising COVID-19 vaccination rates help lift pandemic curbs. Brent crude futures settled at USD 72.69 a barrel, rising 17 cents after reaching their highest since May 2019. For the week, Brent was up 1%. U.S. West Texas Intermediate (WTI) crude futures settled at USD 70.91 a barrel, up 62 cents, settling at their highest since October 2018. WTI was up 1.9% on the week.

The world will need a lot more oil from OPEC+ as global demand is on track to return to pre-pandemic levels at the end of next year, the International Energy Agency said on Friday, just a few weeks after saying long-term oil production must decline to reduce emissions.

UAE Stories

Aldar Properties won Egyptian regulator approval to extend the deadline for its planned acquisition of a majority stake in the Sixth of October Company (SODIC) by one month. The Egyptian Financial Regulatory Authority said in a filing that the developer had submitted a request to extend the deadline, to complete due diligence. It said that it approved extending the deadline for one month from the date of the expiry of the first deadline (next Monday).

Taqva says it hasn't received a notice from its main shareholder with regards to lowering its stake in the company, CNBC Arabia reports.

Julphar entered into a sale and purchase agreement with Pharma SPV Ltd for acquisition of Pharma SPV's 60% stake in Planet Pharmacies. Transaction expected to be completed in July 2021.

ADNOC Distribution has marked a major milestone as it celebrated the opening of the 450th station in the UAE. The new station is located at Sustainable City in Dubai, and was the latest 'ADNOC On the go' neighbourhood station and the company's 31st station to open in the emirate of Dubai as of the 30th April this year.

Air Arabia Abu Dhabi has announced the introduction of a new service to Tbilisi, capital city Georgia with direct flights from Abu Dhabi starting on July 14th, 2021. The new route will become airline's 13th destination from Abu Dhabi and the only direct connection between both cities.

Union Insurance board elects Nasser Rashid Abdulaziz Almoalla as chairman.

Dubai Aerospace Enterprise has hired a group of banks to arrange fixed income investor calls before a planned issuance of U.S. dollar-denominated bonds, a document showed on Friday.

Fitch Ratings has affirmed DP World Limited's Long-Term Issuer Default Rating (IDR) at 'BBB-' with a Stable Outlook and Short-Term IDR at 'F3'.

Abu Dhabi will limit entry to shopping centres, restaurants, cafes and other public places from June 15 to those who have been vaccinated or recently tested negative for the novel coronavirus. The restrictions will also apply to gyms, hotels and their facilities, public parks, beaches, swimming pools, entertainment centres, cinemas, and museums, Abu Dhabi's media office said.

The United Arab Emirates on Jun 12 announced 2,123 new Covid-19 cases, bringing the total confirmed cases in the country to 596,017. At the same time, 2,094 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 575,288. UAE's ministry of health and prevention said. It has reported 4 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 1,724.

GCC/MENA

Saudi Arabia has restricted the annual Haj pilgrimage to its own citizens and residents for the second year running in response to the coronavirus pandemic, the state Saudi Press Agency (SPA) reported on Saturday. Only people aged between 18 and 65 who have been vaccinated or immunised against the

virus, and are free of chronic diseases, will be able to take part, the ministry that manages the Muslim pilgrimage to Mecca said in a statement carried by SPA. It also set a maximum of 60,000 participants.

Saudi Arabia will supply full volumes of July-loading crude to its Asian customers, five sources with knowledge of the matter told Reuters on Friday. OPEC+ agreed in April to gradually ease oil output cuts from May to July and confirmed the decision at a meeting on June 1.

Saudi Aramco has hired Morgan Stanley as the lead adviser to review a potential multibillion-dollar stake sale in its natural gas pipeline network, people familiar with the matter said. The state-owned energy producer is making early preparations for the sale, according to the people, who asked not to be identified because the information is private. The company hasn't yet started a formal process and could add more banks to work on the deal, they said.

Saudi Arabia's sovereign wealth fund PIF will become an anchor investor in an infrastructure fund being launched by Bahrain's Investcorp and Aberdeen Standard Investments. Aberdeen Standard Investcorp Infrastructure Partners (ASIIP) received a capital commitment from the USD 430bln PIF for up to 20% of the total size of the fund ahead of its anticipated first closing, Investcorp said in a statement on Thursday. The statement did not give the size of the fund, but the Financial Times reported on Wednesday it could be as much as USD 800mln and its first close will be USD 250mln.

Middle Eastern fund Investcorp is considering a public share sale of Saudi Arabia's Al Borg Medical Laboratories, two sources familiar with the matter said. Investcorp could raise around USD 200mln from the initial public offering of the lab firm, which has done well in the wake of the coronavirus pandemic, one of the sources said.

Kuwait Olympic Committee announced the resumption of all sports activities for all ages in local clubs after a halt of more than 15 months due to the coronavirus pandemic, local media reported.

Egypt's Financial Regulatory Authority has given Banque du Caire and three other listed companies until the end of the year to sell shares on the stock exchange, two exchange sources told Reuters. In Egypt, companies are allowed to list on the exchange before actually offering shares to be traded. The authority said in a statement that companies that had not yet completed offerings would have to do so by Dec. 31. It did not name the companies. The stock exchange sources told Reuters the companies were Banque du Caire, Egypt's third-largest state-owned bank, as well as Sky Light for Touristic Development, New Castle for Investment Sports, and City Trade Securities and Brokerage.

Egypt's Banque du Caire has agreed to a USD 200million, five-year loan from Afreximbank, it said in a statement on Thursday. The loan would be used to help it expand into the African market, particularly through the manufacturing, infrastructure, and construction sectors.

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%	6M%	12M%
ADCB	51,974	7.47	7.54	4.86	11.01	0.93	3.6%	19.5	26.4	26.0	56.0
ADIB	20,268	5.58	5.68	3.58	12.22	1.02	3.7%	10.3	22.9	22.4	56.3
ADNIC	2,793	4.90	5.51	3.00	7.31	1.13	7.1%	2.5	1.8	2.0	75.1
ADNOC Dist	55,003	4.40	5.01	2.90	22.62	15.82	4.7%	(9.8)	7.8	26.2	56.3
Agthia	4,896	6.80	7.32	2.67	83.01	2.04	2.4%	7.1	7.3	60.7	153.5
Air Arabia	6,347	1.36	1.42	1.07	NA	1.30	0.0%	5.4	5.4	5.4	16.2
Ajman Bank	1,544	0.74	0.83	0.57	19.56	0.61	0.0%	2.4	(2.5)	(3.3)	24.8
Al Waha	2,703	1.39	1.43	0.62	4.02	0.84	4.3%	11.2	24.9	26.0	124.9
Aldar	29,958	3.81	3.88	1.66	15.50	1.17	3.8%	6.7	7.9	22.9	128.8
Amanat	2,358	0.94	0.98	0.75	65.62	0.93	2.3%	5.7	9.0	10.6	21.5
Amlak	386	0.26	0.38	0.20	NA	1.57	0.0%	8.4	22.4	(6.9)	(21.2)
Aramex	6,003	4.10	4.49	3.20	27.52	2.20	3.2%	2.5	12.4	(1.0)	31.3
BOS	1,170	0.56	0.77	0.50	NA	0.37	0.0%	NA	(10.2)	(19.9)	(9.4)
DAMAC	7,865	1.30	1.75	0.67	NA	0.61	NA	2.4	13.0	(9.7)	91.2
Dana Gas	5,596	0.80	0.84	0.63	38.83	0.70	6.9%	1.4	17.9	18.7	31.8
Deyaar	1,739	0.30	0.33	0.25	NA	0.40	0.0%	9.9	12.3	2.0	4.2
DFM	9,201	1.15	1.29	0.75	72.65	1.18	0.0%	5.5	9.5	23.7	42.0
Dubai Inv.	7,059	1.66	1.72	1.11	14.76	0.59	NA	3.1	17.1	22.9	38.5
DIB	36,351	5.02	5.15	3.75	14.68	1.00	4.0%	10.3	12.9	12.4	34.7
Easy Lease	750	25.00	27.00	10.00	30.52	15.79	NA	19.6	2.5	56.4	-
Emaar Dev	15,121	3.78	3.78	2.04	8.45	1.26	0.0%	26.4	35.0	34.0	71.8
Emaar Malls	25,900	1.99	2.05	1.26	40.25	1.34	0.0%	(0.0)	15.0	5.9	48.5
Emaar Pro.	29,070	4.06	4.22	2.54	11.79	0.52	2.5%	1.5	16.1	16.1	44.7
DU	31,324	6.91	7.22	5.00	23.29	3.84	4.1%	2.4	0.8	24.4	41.9
ENBD	86,542	13.70	14.00	8.39	13.22	1.05	2.9%	8.7	20.7	30.2	57.7
Eshraq	763	0.33	0.46	0.22	NA	0.57	NA	0.6	(0.9)	(3.5)	33.9
Etisalat	191,688	22.04	22.20	16.10	21.04	4.29	5.4%	2.2	11.8	32.6	41.2
FAB	184,995	16.94	17.14	10.36	17.42	1.72	4.4%	16.2	19.1	34.8	56.1
GFH	2,580	0.67	0.69	0.53	11.35	0.70	2.5%	6.0	9.2	16.0	26.6
Gulf Nav.	326	0.32	0.55	0.30	NA	0.83	0.0%	0.6	(9.3)	(28.4)	(23.3)
IHC	177,375	97.40	100.00	28.50	35.58	18.43	NA	(0.1)	98.8	139.9	224.7
Julphar	1,641	1.42	1.77	1.02	NA	1.87	0.0%	(9.0)	9.2	(2.1)	13.6
Mashreqbank	10,652	60.00	71.00	60.00	NA	0.56	6.7%	(7.7)	(7.7)	(11.6)	(10.3)
NBF	9,536	4.98	NA	NA	NA	NA	1.9%	NA	NA	NA	NA
Tabreed	7,801	2.81	3.15	1.79	14.37	1.51	2.0%	(4.1)	9.8	11.0	56.7
RAK Bank	6,570	3.92	4.24	3.35	14.16	0.83	3.8%	8.0	5.9	5.9	14.3
RAK Pro.	1,178	0.59	0.64	0.35	7.11	0.30	6.8%	5.2	13.5	23.7	68.8
RAK Cer.	2,365	2.38	2.45	1.24	NA	1.11	3.2%	22.7	40.6	72.8	84.3
SALAMA	1,024	0.85	0.97	0.49	6.61	1.20	9.8%	1.2	7.7	9.6	89.9
SIB	4,499	1.46	1.47	1.08	10.81	0.60	5.5%	5.8	9.8	21.8	40.7
SHUAA	1,557	0.61	0.77	0.50	3.67	1.02	4.9%	0.7	(8.7)	(3.8)	11.1
Tak. E. Ins.	243	1.62	1.77	1.20	NA	2.23	5.1%	(1.8)	11.7	3.2	18.2
TAQA	160,790	1.43	1.78	0.61	35.42	2.55	1.7%	5.1	4.0	(5.7)	119.7
Union Pro.	1,180	0.28	0.39	0.25	3.59	0.41	0.0%	(1.8)	4.6	(11.3)	(21.7)
UAB	1,541	0.75	0.89	0.59	NA	1.07	0.0%	NA	(15.6)	(16.4)	(16.4)

(Source: Bloomberg) ^ current dividend yield based on latest dividend declaration

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