



Morning Report

15 April 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	6,039	0.3%	6.3%	14.7%	44.5%
DFM	2,570	0.2%	-1.2%	-4.9%	32.5%
TASI	9,848	0.1%	1.9%	10.7%	43.2%
BHSEASI	1,473	0.3%	0.8%	0.9%	12.6%
EGX	10,116	-1.8%	-10.4%	-11.7%	-3.3%
Dow Jones	33,731	0.2%	2.9%	8.8%	40.8%
S&P 500	4,125	-0.4%	4.6%	8.7%	44.9%
Nasdaq	13,858	-1.0%	4.0%	5.7%	62.7%
FTSE 100	6,940	0.7%	2.6%	2.0%	19.8%
DAX	15,209	-0.2%	4.9%	8.7%	42.2%
CAC40	6,209	0.4%	2.7%	9.3%	37.2%
Nikkei225	29,621	-0.4%	-0.3%	3.2%	50.8%
HIS	28,624	1.4%	0.6%	1.4%	18.3%
MSCI EM	1,337	1.0%	-0.9%	-2.5%	49.1%
MSCI Asia	207	0.6%	-0.3%	-1.4%	44.1%
US Futures	4,124	0.1%	4.1%	8.8%	48.6%
EUR Futures	3,921	-0.2%	2.0%	8.3%	42.0%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,521	1,521	-
Local	35%	53%	-18%
Foreign	65%	47%	18%
Institutional	98%	96%	2%
Retail	2%	4%	-2%
DFM	111	111	-
Local	40%	39%	2%
Foreign	60%	61%	-2%
Institutional	50%	61%	-11%
Retail	50%	39%	11%
Total	1,632	1,632	-
Local	35%	52%	-17%
Foreign	65%	48%	17%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
ADCB	(238,878)	4.8%	5.0	30.7
FAB	(57,883)	0.2%	33.3	473.9
Adnoc	(48,180)	0.2%	27.8	122.6

Upcoming Corporates Actions & Events

Date	Company	Event
15-Apr	Easy Lease	AGM
18-Apr	Julphar	AGM
18-Apr	Salama	AGM
19-Apr	Mashreq	AGM
21-Apr	Aramex	AGM
22-Apr	SHUAA	AGM

KEY STORIES

Logistics firm Tristar said it had withdrawn plans for an initial public offering in Dubai, stating that it sees better returns through the current growth plan under the existing shareholder structure. Sources say there had been insufficient investor demand

NMC Health is suing a Dubai Islamic Bank in Abu Dhabi courts, in a dispute that could complicate the company's debt restructuring - Sources

Bildco seeks shareholders' approval to dissolve company or continue its activity

Sudatel and Telecom Egypt signed a MoU to enhance cooperation in international connectivity between Egypt and Sudan

Group 42 secured a "substantial" investment from US-based private equity manager Silver Lake. As part of the deal, Silver Lake's managing partner and co-chief executive Egon Durban will join G42's board, the company said

Etihad Airways is in talks to divest its 40% stake in Air Seychelles, leaving the Seychelles government as the sole shareholder

ENOC Group has announced the opening of two new service stations in Sharjah, bringing the total number of ENOC's service stations to seven in Sharjah and 152 across the UAE

Fitch ratings granted licence from UAE's Securities and Commodities Authority

UAE on April 14 announced 1,798 new Covid-19 cases and 1,492 recoveries. The tally takes total cases in UAE to 489,495 with 473,398 recoveries and 1,541 deaths

Saudi's Advanced Petrochemical signs EPC contracts for the construction of PDH plant in Jubail II for total contracts value of USD 1.198bln

Saudi's Jarir Marketing Company posted quarterly net profit after zakat and tax SAR 267.6mln, up 6.3% YoY. Quarterly sales SAR 2,530.4mln, up 8.1%

Saudi's Tasnee announces temporary shutdown of the plants of its affiliate Saudi Ethylene and Polyethylene Company for the periodic maintenance

Saudi's Saudi Re receives no objection from the Saudi Central Bank to increasing the company's capital

Qatar March CPI -0.30% YoY and +0.16% MoM

Qatar Fuel Company posted Q1 net profit SAR 253.2mln versus SAR 226.1mln year ago

Kuwait's Jazeera Airways board recommended 10% increase to the company's capital to KWD 22mln

Egypt's EFG Hermes board approves acquisition deal for 76% shares of Arab Investment Bank in consortium with sovereign fund of Egypt

Key Global Trends/ Market Clues

Asian shares were on the backfoot on Thursday following mixed cues from Wall Street where a sharp sell-off in the largest bitcoin exchange Coinbase hit tech shares while the dollar index struggled near one-month lows. MSCI's broadest index of Asia-Pacific shares outside Japan paused after two straight days of gains. It was last at 690.53, a long way from a record high of 745.89 touched in February. Japan's Nikkei rose 0.2% while South Korea's KOSPI index was up a tad. Australia's benchmark index .AXJO slipped 0.4% as miners were dented by weaker prices for iron ore and coal. Global shares have surged in recent weeks led by successful rollouts of COVID-19 vaccines around the world, U.S. stimulus packages and higher U.S. inflation expectations. Chinese shares started in the red on Thursday with the blue-chip CSI300 index down 0.2%.

Oil prices were lower on Thursday though holding near one-month highs after futures jumped in the previous as the International Energy Agency (IEA) and others upgraded forecasts for oil demand as major economies recover from the pandemic. Brent crude was down by 21 cents, or 0.3%, at USD 66.37 a barrel by 0129 GMT, after gaining 4.6% on Wednesday and closing at the highest since March 17. U.S. West Texas Intermediate futures dropped 25 cents, or 0.4%, to USD 62.9 a barrel, having risen 4.9% in the previous session. U.S. crude inventories were down by 5.9mln barrels last week, the Energy Information Administration (EIA) said on Wednesday, more than double analysts' expectations for a 2.9mln-barrel decline. Global oil demand and supply are set to be rebalanced in the second half of this year after the evaporation of demand in 2020 as the COVID-19 pandemic raged, according to the IEA's monthly report.

UAE Stories

Logistics firm Tristar said it had withdrawn plans for an initial public offering in Dubai, stating that the board and shareholders see better returns through the current growth plan under the existing shareholder structure. Sources say there had been insufficient investor demand.

NMC Health is suing a Dubai Islamic Bank in Abu Dhabi courts, three sources said and a court document showed, in a dispute that could complicate the company's multibillion-dollar debt restructuring and potentially delay payouts to creditors. The legal action by NMC's administrator against Dubai Islamic Bank (DIB) comes after DIB filed lawsuits in neighbouring Dubai. The lawsuits pit UAE's different legal systems against one another and risk complicating the restructuring. NMC's lawsuit seeks to give its administrators, Alvarez & Marsal, power over securities claimed by DIB and possibly use them to pay other creditors, the sources and the court document seen by Reuters showed. Pending a full account of the receivables to the administrators and payment by DIB of the proceeds, "the joint administrators shall be entitled to withhold any distribution or payment that would otherwise be due to DIB from the estate of the companies, or other property in the hands of the joint administrators," the court document said. That could leave DIB, which has an exposure of over USD 400mln to NMC, out of pocket. NMC had secured loans from DIB using collateral known as insurance receivables, which relate to payments by insurance companies for medical treatment. DIB has already sought rights over those securities in cases filed in neighbouring Dubai, three sources close to the matter said.

Bildco seeks shareholders' approval to dissolve company or continue its activity.

Sudatel and Telecom Egypt signed a memorandum of understanding (MoU) to enhance cooperation in international connectivity between Egypt and Sudan. The MoU aims to develop and make the best use of the network between the two countries as well as to link between the landing station of Sudatel in Port Sudan and Telecom Egypt's landing stations and submarine cables in the Red Sea, according to a statement on Wednesday.

Group 42, the Abu Dhabi-based artificial intelligence and cloud computing company, secured a "substantial" investment from US-based private equity manager Silver Lake. As part of the deal, Silver Lake's managing partner and co-chief executive Egon Durban will join G42's board, the company said. Neither the size of the stake or the amount invested were disclosed.

Etihad Airways is in talks to divest its 40% stake in Air Seychelles, leaving the Seychelles government as the sole shareholder, the Indian Ocean carrier's chief executive said on Wednesday.

ENOC Group has announced the opening of two new service stations in Sharjah, bringing the total number of ENOC's service stations to seven in Sharjah and 152 across the UAE.

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Vaccine rollouts are brightening the outlook for global oil demand, the International Energy Agency (IEA) said on Wednesday, though rising cases in some major oil-consuming countries show a recovery may be fragile. "Fundamentals look decidedly stronger," the IEA said in its monthly report. "The massive overhang in global oil inventories that built up during last year's COVID-19 demand shock is being worked off, vaccine campaigns are gathering pace and the global economy appears to be on a better footing."

GCC/MENA

Saudi's Advanced Petrochemical signs engineering, procurement and construction contracts with Samsung Engineering and Samsung Saudi Arabia for the construction of PDH plant in Jubail II, Kingdom of Saudi Arabia. Total contracts value of USD 1.198bln. Financial impact is expected after commencement of commercial operations by 2nd half of 2024. Contract duration 37 months from the notice to proceed as per the provisions of the contracts.

Saudi's Jarir Marketing Company posted quarterly net profit after zakat and tax SAR 267.6mln, up 6.3% YoY. Quarterly sales SAR 2,530.4mln, up 8.1%.

Saudi's Tasnee announces temporary shutdown of the plants of its affiliate Saudi Ethylene and Polyethylene Company for the periodic maintenance with estimated financial impact amounting of SAR 90mln. Temporarily shut down ethylene and polyethylene plants for 27 days starting from 23 May 2021. Company will meet the customers' requirements by utilizing the available inventory.

Saudi's Saudi Re receives no objection from the Saudi Central Bank to increasing the company's capital.

Qatar March CPI -0.30% YoY and +0.16% MoM.

Qatar Fuel Company posted Q1 net profit SAR 253.2mln versus SAR 226.1mln year ago.

Kuwait's Jazeera Airways board recommended 10% increase to the company's capital to KWD 22mln. Capital increase process is expected to be completed in coming 90 days. Recommended increase will be covered by issuing 20mln ordinary shares for a total value of KWD 10mln or 500 fils per share. Total value comprises KWD 2mln increase to authorized, issued and paid-up capital in addition to a total share premium of KWD 8mln. Capital increase is precautionary step in anticipation of a potential surge in accumulated losses account.

Egypt's EFG Hermes board approves acquisition deal for 76% shares of Arab Investment Bank in consortium with sovereign fund of Egypt. Acquisition through issued and paid-up capital increase to EGP 5bln.

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	43,205	6.21	6.75	3.98	11.35	0.76	4.3%	2.6	5.3	9.0	43.8
ADIB	17,906	4.93	5.16	3.19	13.56	0.93	4.2%	7.2	2.7	22.3	47.6
ADNIC	2,690	4.72	5.51	2.95	7.25	1.07	7.4%	(2.5)	5.4	40.2	51.1
ADNOC Dist	55,500	4.44	4.60	2.62	22.82	15.96	4.6%	5.7	17.5	34.9	67.3
Agthia	4,702	6.53	7.00	2.53	113.66	2.06	2.5%	(1.1)	26.3	45.1	125.4
Air Arabia	5,833	1.25	1.42	0.99	NA	1.29	0.0%	(1.6)	(8.1)	13.6	21.4
Ajman Bank	1,472	0.70	0.83	0.54	28.22	0.59	0.0%	(4.9)	(11.4)	2.3	23.0
Al Waha	2,275	1.17	1.30	0.62	9.31	0.71	5.1%	2.5	11.9	21.8	63.9
Aldar	28,305	3.60	3.88	1.41	14.65	1.10	4.0%	0.3	16.5	83.4	149.4
Amanat	2,133	0.85	0.92	0.66	210.10	0.85	2.6%	(3.3)	3.0	7.4	14.0
Amlak	324	0.22	0.38	0.20	NA	1.32	0.0%	(1.4)	(16.0)	(27.3)	(30.3)
Aramex	5,798	3.96	4.49	2.57	23.68	2.15	3.3%	2.6	(8.8)	(10.0)	56.4
BOS	1,218	0.58	0.77	0.50	NA	0.38	0.0%	(4.3)	(8.4)	9.4	(6.5)
DAMAC	7,260	1.20	1.75	0.52	NA	0.56	NA	7.1	(14.9)	32.2	98.0
Dana Gas	5,638	0.81	0.82	0.61	47.71	0.71	6.8%	2.5	14.5	14.0	38.1
Deyaar	1,531	0.27	0.33	0.24	NA	0.36	0.0%	(1.1)	(11.1)	(6.4)	10.4
DFM	8,320	1.04	1.29	0.63	60.32	1.07	0.0%	(3.7)	(9.6)	26.1	55.7
Dubai Inv.	6,931	1.63	1.72	1.08	19.94	0.59	NA	2.5	(1.8)	43.0	57.1
DIB	32,583	4.50	5.15	3.20	11.85	0.80	4.4%	(2.6)	(5.5)	13.2	36.5
Easy Lease	704	23.46	26.80	10.00	28.64	14.82	NA	(2.1)	11.8	-	-
Emaar Dev	10,160	2.54	3.20	1.86	6.13	0.90	0.0%	(10.9)	(17.0)	10.9	24.5
Emaar Malls	23,035	1.77	1.99	1.07	32.74	1.21	0.0%	0.6	(8.3)	22.1	59.5
Emaar Pro.	26,205	3.66	4.22	2.32	10.01	0.46	2.7%	0.3	(9.0)	37.1	48.8
Emirates Tele	30,370	6.70	7.22	4.97	21.05	3.54	4.2%	(3.0)	18.0	28.1	25.7
Emirates NBD	73,904	11.70	12.05	7.80	11.70	0.87	3.4%	0.9	5.9	17.1	44.5
Eshraq	711	0.31	0.46	0.22	NA	0.54	NA	(8.7)	(6.7)	1.3	28.6
Etisalat	189,416	21.78	22.18	14.00	21.19	3.86	5.5%	10.0	28.8	33.8	54.0
FAB	155,719	14.26	15.10	9.99	14.75	1.43	5.2%	(1.5)	7.2	31.8	28.2
GFH	2,358	0.62	0.68	0.48	12.92	0.64	2.7%	1.2	(0.3)	13.1	22.0
Gulf Nav.	314	0.31	0.55	0.31	NA	1.01	0.0%	(11.5)	(29.8)	(27.4)	(7.5)
IHC	157,517	86.50	94.00	19.02	52.16	20.14	NA	76.5	105.0	121.8	302.3
Julphar	1,617	1.40	1.77	0.54	NA	1.79	0.0%	14.8	(0.0)	(6.0)	147.0
Mashreqbank	11,540	65.00	71.95	62.00	NA	0.59	6.2%	NA	(6.9)	3.6	(0.0)
NBF	9,536	4.98	NA	NA	NA	NA	1.9%	NA	NA	NA	NA
Tabreed	8,328	3.00	3.15	1.79	15.07	1.58	1.9%	17.2	16.7	36.6	53.4
RAK Bank	6,536	3.90	4.24	3.33	12.98	0.84	3.8%	0.3	(1.5)	9.9	4.0
RAK Pro.	1,016	0.51	0.64	0.33	8.95	0.26	7.9%	(5.8)	(9.0)	31.9	46.4
RAK Cer.	1,689	1.70	1.85	1.24	NA	0.79	4.4%	(1.3)	5.8	27.9	27.9
SALAMA	1,097	0.91	0.92	0.41	7.08	1.29	9.1%	5.5	8.0	16.5	134.6
SIB	4,068	1.32	1.43	1.00	10.02	0.53	6.1%	(0.8)	4.4	20.6	30.7
SHUAA	1,618	0.64	0.77	0.44	12.64	1.09	4.7%	(7.5)	(16.1)	3.4	35.7
Takaful E. Ins.	221	1.47	1.60	1.20	534.55	1.94	5.6%	1.4	(7.5)	2.8	4.3
TAQA	154,035	1.37	1.78	0.60	40.45	2.49	1.8%	0.7	(3.5)	(3.8)	111.3
Union Pro.	1,128	0.26	0.39	0.25	5.61	0.39	0.0%	(0.4)	(8.7)	(11.4)	(2.2)
UAB	1,712	0.83	0.89	0.59	NA	1.18	0.0%	(6.2)	(2.2)	(7.2)	(7.4)

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

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