



## Morning Report

17 January 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,425	0.0%	-7%	9%	-1%	62%
DFM	3,202	-0.4%	-2%	15%	0%	18%
TASI	12,110	0.3%	7%	4%	7%	36%
BHSEASI	1,816	0.6%	2%	6%	1%	24%
EGX	11,831	-1.5%	1%	8%	-1%	3%
DJI	35,912	-0.6%	1%	3%	-1%	16%
S&P 500	4,663	0.1%	1%	5%	-2%	23%
Nasdaq	14,894	0.6%	-2%	0%	-5%	14%
FTSE	7,543	-0.3%	4%	5%	2%	11%
DAX	15,883	-0.9%	3%	3%	0%	14%
CAC40	7,143	-0.8%	4%	7%	0%	26%
Nikkei225	28,124	0.8%	-1%	-1%	-2%	-2%
HSI	24,226	-0.6%	3%	-2%	4%	-14%
MSCI EM	1,257	-0.5%	3%	-1%	2%	-8%
MSCI Asia	195	-0.8%	2%	0%	1%	-7%
US Fut.	4,645	-0.2%	0%	3%	-2%	23%
EU Fut.	4,271	0.3%	2%	2%	-1%	18%

### UAE Trading Summary

AEDm	Buy	Sell	Net
<b>ADX</b>	<b>1,255</b>	<b>1,255</b>	<b>-</b>
Local	81%	91%	-10%
Foreign	19%	9%	10%
Institutional	83%	83%	1%
Retail	17%	17%	-1%
<b>DFM</b>	<b>109</b>	<b>109</b>	<b>-</b>
Local	68%	72%	-4%
Foreign	32%	28%	4%
Institutional	27%	43%	-16%
Retail	73%	57%	16%
<b>Total</b>	<b>1,365</b>	<b>1,365</b>	<b>-</b>
Local	80%	90%	-9%
Foreign	20%	10%	9%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	52WH	High - Low 52WL
RAK Pro.	0.107%	0.83	2.1	0.83	0.50
Yahsat	0.056%	2.67	-	3.10	2.46
Easy Lease	0.026%	29.28	(1.5)	66.85	19.00

### Upcoming Corporates Actions & Events

Date	Company	Event
17-Jan	Fertiglobe	BoD/General
20-Jan	CBI	BoD/Results
31-Jan	Gulf Nav	GA
09-Feb	GFH	BoD/Results
09-Feb	MSCI 1Q21 Index Review	Announcement

## # KEY STORIES

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TAQA along with EWEC announced the successful pricing of green senior secured bonds for an aggregate principal amount of USD 700.8mln by Sweihan PV Power Company PJSC at 3.625% coupon rate maturing on January 31, 2049

GFH Financial Group said it was spinning out its infrastructure and real estate assets and placing them under Infracorp, a newly established company

Tabreed's unit entered into an agreement with Al Mouj Muscat to acquire district cooling plants for AED 65.4mln

Salik has picked Moelis & Company as financial adviser for its local stock exchange listing, according to people familiar with the matter

ADIA has acquired 9.2% stake Mindspace Business Parks REIT, an India-based company from Blackstone Inc, a US-based firm, for USD 235mln

Mubadala Investment Company has hired investment bank Banco BTG Pactual SA as adviser for the sale of Rota das Bandeiras highway, in the Brazilian state of Sao Paulo

UAE on Jan 16 announced 3,067 new Covid-19 cases and 1,055 recoveries. The tally takes total cases in UAE to 805,248 with 760,268 recoveries and 2,191 deaths

World Bank has raised Saudi Arabia's 2022 growth forecast from 3.3pct to 4.9pct

Saudi's Al Rajhi obtained SAMA's approval on completion of acquisition of Ejada Systems

Saudi Exchange announces listing and trading shares of AME Company for Medical Supplies on NOMU on Jan. 18

Saudi Exchange announces listing and trading shares of Alwasail Industrial on NOMU – Parallel Market on Jan. 18

Qatar Islamic Bank posted FY net profit QAR 3.56bln, up 16% YoY. Board proposed FY cash dividend of QAR 0.575 per share

Qatar's Doha Bank closed the 2-year transaction of CHF 175mln, with a coupon of 0.465%

S&P affirms Kuwait credit rating at A+ with negative outlook

Kuwait's Jazeera Airways upgraded to Premier Market of Bourse Kuwait

Oman International Development & Investment posted FY group profit attributable OMR 27mln versus OMR 33.7mln year ago

Oman's National Gas Company posted FY net loss OMR 1.3mln rials versus loss of OMR 0.1mln year ago. FY group total income OMR 92.7mln versus OMR 67.6mln year ago

Egypt secured a USD 3bln loan arranged jointly by a group of Gulf banks, to be divided equally between green and Islamic financing for a period of 3 years

Egypt plans to increase investments in the state-owned oil companies to EGP 30bln (USD 1.92bln) in fiscal year 2022-2023, which is the highest ever

## # Key Global Trends/ Market Clues

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Asian share markets were choppy on Monday as a slew of Chinese economic data confirmed the deadening effect of coronavirus restrictions on consumer spending, prompting Beijing to again ease monetary policy. A holiday in the United States made for thin trading, but that did not stop Treasury futures from sliding further. Worryingly for the world's second-largest economy, retail sales rose only 1.7% YoY in December,

missing forecasts for a 3.7% rise. Industrial output did fare better and the economy as a whole grew a little above forecast at 4.0% in the fourth quarter. China's central bank also surprised by cutting some key lending rates by a sizable 10 basis points. The easing seemed to help China blue chips, which edged up 0.4% in the wake of the data. MSCI's broadest index of Asia-Pacific shares outside Japan eased 0.2%, while Japan's Nikkei bounced 0.8% after losing 1.2% last week. Nasdaq futures slid another 0.4%, while S&P 500 futures lost 0.2%. EUROSTOXX 50 futures edged up 0.3% and FTSE futures were flat.

Oil prices rose on Monday, with Brent crude futures at their highest in more than three years, as investors bet supply will remain tight amid restrained output by major producers with global demand unperturbed by the Omicron coronavirus variant. Brent crude futures gained 42 cents, or 0.5%, to USD 86.48 a barrel by 0022 GMT. The contract touched its highest since Oct. 3, 2018 – USD 86.71 - earlier in the session. U.S. West Texas Intermediate crude was up 62 cents, or 0.7%, at USD 84.44 a barrel, after hitting USD 84.78, the highest since Nov. 10, 2021, earlier in the session. The gains followed a rally last week when Brent rose 5.4% and WTI climbed 6.3%.

## # UAE Stories

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TAQA along with Emirates Water and Electricity Company (EWEC) announced the successful pricing of green senior secured bonds for an aggregate principal amount of USD 700.8mln by Sweihan PV Power Company PJSC. The bonds will refinance existing debt facilities of SPPC, the project company incorporated to build, own and operate Noor Abu Dhabi, the world's largest single-site solar project currently in operation. Issued at a 3.625% coupon rate maturing on January 31, 2049, the bonds are expected to receive BBB+/Baa1 ratings from S&P and Moody's, respectively and were 1.8times oversubscribed with local, regional and international investors placing total orders of USD 1.26bln.

GFH Financial Group announce spinning out of its infrastructure and real estate assets through establishment of a new company 'Infracorp'. Company with a capital of up to USD 1bln. Company will be managing a portfolio of near USD 3bln of infrastructure assets. The company launched to manage a portfolio of infrastructure assets and developments.

Tabreed's unit entered into an agreement with Al Mouj Muscat to acquire district cooling plants and associated assets serving Al Mouj mixed use development in Muscat Oman for AED 65.4mln.

Salik has picked Moelis & Company as financial adviser for its local stock exchange listing, according to people familiar with the matter. The Salik toll system could add additional banks before the listing, the people said, asking not to be identified as the information is private. It wasn't clear yet what valuation Salik will seek.

Abu Dhabi Investment Authority (ADIA) has acquired 9.2% stake Mindspace Business Parks REIT, an India-based company from Blackstone Inc, a US-based firm, for USD 235mln.

Mubadala Investment Company has hired investment bank Banco BTG Pactual SA as adviser for the sale of Rota das Bandeiras highway, in the Brazilian state of Sao Paulo, O Globo reported on Sunday. Mubadala first acquired a stake in Rota das Bandeiras highway, which is 297 km long, roughly three years ago. The report said the sale is likely to fetch over USD 722.75mln for Mubadala.

UAE on Jan 16 announced 3,067 new Covid-19 cases, bringing the total confirmed cases in the country to 805,248. At the same time, 1,055 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 760,268, 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 2,191.

## # GCC/MENA

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World Bank has raised Saudi Arabia's 2022 growth forecast from 3.3pct to 4.9pct. In a statement, the bank said the Kingdom would record 2.3pct economic growth in 2023, compared to the previous forecast of 3.2 percent. It added that the oil sector will likely witness strong recovery, which will reflect positively on exports.

Saudi's Al Rajhi Banking & Investment Corporation obtained SAMA's approval on completion of acquisition of Ejada Systems.

Saudi Exchange announces listing and trading shares of AME Company for Medical Supplies on NOMU on Jan. 18.

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Qatar Islamic Bank posted FY net profit QAR 3.56bln, up 16% YoY. Board proposed FY cash dividend of QAR 0.575 per share.

Qatar's Doha Bank closed the 2-year transaction of CHF 175mln, with a coupon of 0.465%.

S&P affirmed its long- and short-term foreign- and local-currency sovereign credit ratings on Kuwait at "A+/A-1", with negative outlook. "The negative outlook primarily reflects risks over the next 12-24 months relating to the government's ability to overcome the institutional roadblocks preventing it from implementing a financing strategy for future deficits," the international rating agency said in a press release today. It argued that despite higher oil prices and production levels, Kuwait's central government deficits are set to average 12pct of Gross Domestic Product (GDP) through 2025, among the highest of all rated sovereigns. "The government has almost exhausted the General Reserve Fund's liquidity, having yet to reach an agreement with the parliament on a comprehensive fiscal funding strategy, which presents financing risks for the state, particularly if oil prices decline," the agency added.

Kuwait's Jazeera Airways upgraded to Premier Market of Bourse Kuwait.

Oman International Development & Investment posted FY group profit attributable OMR 27mln versus OMR 33.7mln year ago. FY group total revenue OMR 196.2mln versus OMR 261.5mln year ago.

Oman's National Gas Company posted FY group attributable net loss OMR 1.3mln rials versus loss of OMR 0.1mln year ago. FY group total income OMR 92.7mln versus OMR 67.6mln year ago.

Egypt secured a USD 3bln loan arranged jointly by a group of Gulf banks, to be divided equally between green and Islamic financing for a period of 3 years. The financing, which closed last month, saw a return of 260 basis points above the LIBOR rate, Alarabiya reported citing banking sources.

Egypt plans to increase investments in the state-owned oil companies to EGP 30bln (USD 1.92bln) in fiscal year 2022-2023, which is the highest ever, the petroleum ministry said on Sunday. The ministry statement did not provide a figure for the prior fiscal year.

*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	61,921	8.90	9.00	5.97	13.28	1.06	3.0%	3.9	9.9	4.3	51.1
ADIB	25,315	6.97	7.13	4.60	13.94	1.27	2.9%	1.3	22.7	1.5	46.4
ADNIC	3,962	6.95	7.00	4.63	9.39	1.46	5.0%	3.7	30.1	3.7	55.2
ADNOC Dist.	52,750	4.22	5.01	3.84	20.83	19.93	4.9%	(0.9)	0.2	(1.2)	14.4
ADNOC Drill.*	53,920	3.37	3.60	2.77	24.19	5.54	4.4%	2.1	13.5	(0.9)	NA
Agthia	3,918	4.95	7.32	4.65	NM	1.47	3.3%	(6.1)	(12.4)	(3.9)	(4.6)
Air Arabia	6,720	1.44	1.58	1.20	NM	1.21	-	(4.0)	7.5	(0.7)	5.1
Ajman Bank	1,718	0.82	0.91	0.64	19.87	0.66	-	(1.9)	19.8	(0.7)	2.1
Aldar	32,630	4.15	4.38	3.21	14.45	1.25	3.5%	0.7	2.0	4.0	33.1
Alpha Dhabi	250,800	25.08	30.20	15.00	NA	NA	-	(2.3)	(10.4)	(8.1)	NA
Amanat	2,875	1.15	1.27	0.78	9.72	1.03	1.9%	(1.7)	3.6	-	40.2
Aramex	5,871	4.01	4.80	3.50	34.68	2.12	3.2%	(2.7)	8.7	(2.2)	(4.5)
ASM	12,480	12.48	16.94	11.30	NM	3.38	-	(6.4)	(16.0)	(10.2)	NA
BOS	1,276	0.58	0.76	0.50	NA	0.34	-	(4.9)	6.4	(6.5)	(3.7)
Dana Gas	7,205	1.03	1.27	0.67	7.01	0.84	5.3%	(1.0)	2.4	(2.8)	64.1
Deyaar	2,901	0.50	0.55	0.25	NA	0.67	-	3.3	74.3	3.5	73.1
DFM	20,880	2.61	3.05	0.98	NM	2.67	-	1.2	163.1	(8.1)	128.9
DIC	8,589	2.02	2.08	1.42	22.30	0.72	-	4.1	22.4	4.7	26.4
DIB	39,824	5.50	5.62	4.44	14.67	1.04	3.6%	(1.3)	10.9	2.2	15.7
DU	29,419	6.49	7.28	5.72	35.51	3.58	3.9%	(6.5)	(1.7)	(2.0)	16.0
Easy Lease	878	29.28	66.85	19.00	28.05	12.55	-	8.0	(38.4)	1.0	39.6
Emaar Dev.	17,400	4.35	4.75	2.45	6.49	1.28	-	(5.6)	13.0	(0.5)	45.0
Emaar Pro.	40,572	4.96	5.33	3.40	12.87	0.62	2.0%	(0.8)	26.5	1.4	27.3
ENBD	83,063	13.15	14.35	10.75	10.41	0.97	3.0%	(7.1)	(4.0)	(3.0)	19.0
ESG	1,998	7.99	11.80	3.01	NM	5.49	-	2.4	(25.2)	(0.1)	NA
Eshraq	800	0.34	0.48	0.29	NA	0.58	-	(11.1)	7.2	(3.4)	7.2
Etisalat	260,556	29.96	37.00	17.46	28.23	5.66	4.0%	(18.8)	20.5	(5.5)	78.1
FAB	211,193	19.34	21.00	13.84	17.38	1.93	3.8%	(0.3)	8.2	2.7	45.3
Fertiglobe*	31,296	3.77	4.02	2.92	22.35	5.12	4.7%	9.9	25.7	7.1	NA
GFH	4,854	1.28	1.36	0.60	14.09	1.35	1.4%	4.9	69.8	7.6	103.3
IHC	277,520	152.40	165.00	41.90	47.19	13.53	-	(1.5)	3.9	0.3	261.1
Julphar	2,068	1.79	2.32	1.20	NA	2.07	-	(2.7)	(1.6)	(2.7)	27.9
Mashreq	15,246	76.00	79.50	53.10	NA	0.79	-	(4.4)	18.5	(4.4)	23.0
Multiply	18,928	1.69	2.35	1.60	NA	1.90	-	(15.5)	NA	(8.2)	NA
Palms Sports	1,767	11.78	21.48	10.50	19.24	5.37	-	(1.0)	(21.5)	(3.6)	(15.6)
RAK Bank	7,877	4.70	4.72	3.63	13.13	0.97	3.2%	4.2	19.0	4.4	18.7
RAK Pro.	1,654	0.83	0.83	0.50	6.11	0.40	-	6.2	20.6	7.3	49.3
RAK Cer.	2,912	2.93	3.08	1.56	NM	1.28	2.6%	2.1	4.6	2.8	85.5
RPM	1,580	7.90	20.00	7.81	39.36	7.05	-	(19.4)	(45.5)	(18.1)	NA
Salama	927	0.77	0.97	0.73	15.06	1.19	10.8%	(3.5)	2.8	0.7	(0.2)
SIB	6,256	2.03	2.05	1.30	12.25	0.81	3.9%	7.4	12.2	4.1	61.7
Shuaa	1,707	0.67	0.83	0.59	9.42	1.10	4.5%	(5.7)	0.7	(1.8)	(5.8)
Tabreed	7,129	2.57	3.15	2.39	14.96	1.30	2.2%	(3.7)	1.6	1.6	0.4
TAQA	139,418	1.24	1.59	1.15	23.91	2.16	2.0%	(10.1)	1.3	(6.1)	(11.5)
Waha	3,111	1.60	1.96	1.08	6.27	0.91	3.8%	(11.1)	(7.0)	(6.4)	54.4
Yahsat *	6,514	2.67	3.10	2.46	29.34	2.18	5.9%	(1.8)	(0.0)	(2.6)	NA
Zee Store	2,788	27.88	53.00	7.95	NM	13.48	-	(9.8)	(34.4)	1.4	168.1

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

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