

## Morning Report

17 March 2023

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,442	-0.9%	-5%	-9%	-8%	-2%
DFM	3,307	-0.1%	-5%	-1%	-1%	-2%
TASI	9,977	-0.7%	-5%	-3%	-5%	-21%
QSI	9,910	-2.0%	-7%	-10%	-7%	-25%
BKM	5,425	1.0%	-2%	-4%	-3%	-13%
MSX	4,888	-0.2%	5%	1%	1%	13%
BHSEASI	1,897	-0.1%	-2%	2%	0%	-3%
EGX	14,704	-0.1%	-16%	-3%	1%	37%
DJI	32,247	1.2%	-4%	-2%	-3%	-5%
S&P 500	3,960	1.8%	-3%	3%	3%	-9%
Nasdaq	11,717	2.5%	-1%	9%	12%	-13%
FTSE	7,410	0.9%	-8%	1%	-1%	2%
DAX	14,967	1.6%	-4%	8%	7%	4%
CAC40	7,026	2.0%	-5%	9%	9%	7%
Nikkei225	27,011	-0.8%	-2%	-2%	4%	5%
HIS	19,595	2.0%	-8%	-1%	-3%	-4%
MSCI EM	941	-0.6%	-7%	-2%	-2%	-13%
MSCI	155	-1.0%	-6%	-1%	0%	-10%
US Fut.	3,961	0.0%	-5%	2%	3%	-10%
EU Fut.	4,144	0.5%	-4%	9%	9%	6%

Notes: TASI (KSA), QSI (Qatar), BKM (Kuwait), MSX(Oman), BHSEASI (Bahrain), EGX (Egypt), HSI (Hong Kong).

### UAE Trading Summary

AEDm	Buy	Sell	Net
<b>ADX</b>	<b>1,393</b>	<b>1,393</b>	<b>-</b>
Local	69%	69%	0%
Foreign	31%	31%	0%
Institutional	85%	77%	8%
Retail	15%	23%	-8%
<b>DFM</b>	<b>254</b>	<b>254</b>	<b>-</b>
Local	42%	47%	-5%
Foreign	58%	53%	5%
Institutional	59%	51%	8%
Retail	41%	49%	-8%
<b>Total</b>	<b>1,647</b>	<b>1,647</b>	<b>-</b>
Local	64%	65%	-1%
Foreign	36%	35%	1%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low 52WH 52WL
Manazel	0.048%	0.33	(2.1)	0.52 0.33
Aldar	0.041%	4.68	2.9	5.79 4.12
Waha	0.027%	1.29	(2.3)	1.65 1.16

### Upcoming Corporates Actions & Events

Date	Company	Event
19-Mar	GFH	General Assembly
19-Mar	RAK Properties	General Assembly
20-Mar	RAKBANK	BoD/General
20-Mar	Dana Gas	BoD/General
20-Mar	Burjeel	BoD/General
20-Mar	Fertiglobe	BoD/General
20-Mar	Salama	BoD/General
20-Mar	Tabreed	General Assembly
20-Mar	EDC	General Assembly
20-Mar	ADCB	General Assembly
20-Mar	FTSE Rebalancing	Effective Date
21-Mar	Waha Capital	General Assembly
21-Mar	Union Coop	General Assembly
21-Mar	DFM	General Assembly
22-Mar	Deyaar	General Assembly
24-Mar	EIBank	General Assembly

## # KEY STORIES

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Al Ansari Financial Services IPO books covered across price range while National Bonds Corporation committed to a cornerstone investment of AED 200mln, around 26% of the total IPO size

TAQA shareholders approved special dividend of 2.1fils/sh. for FY22. Company also approved a new dividend policy for 2023-25 committing fixed dividend per share of 3.25fils, 3.50fils and 3.75fils for FY23, FY24 and FY25, respectively

ESG announced that the company has initiated discussions with a third party that has approached and expressed interest in acquiring its subsidiary, WFC Holding LLC

ADNOC Distribution shareholders approved a 2H22 dividend of AED 10.3 fils/sh, taking FY22 dividend to AED 20.6 fils/sh. Adnoc Distribution expects to pay a minimum dividend of AED 20.6 fils/sh. for 2023

Emaar Development board of directors proposed cash dividend of AED 2.1bln (AED 52 fils/sh.) for FY22

Emaar Properties board of directors proposed cash dividend of AED 2.2bln (AED 25 fils/sh.) for FY22

Ajman Bank board of directors authorized the issuance of a regulatory capital mandatory convertible sukuk of AED 500mln at a conversion price of AED 1/sh. The board also approved 3.5% bonus issue

DP World annual profit soared 37% in 2022, on higher revenue growth driven by the solid performance of ports and terminals, and marine services

Abu Dhabi Investment Authority (ADIA) signed a definitive agreement with India's Lenskart to invest USD 500mln as the eyewear retailer eyes business expansion including new markets

Saudi's Meyar Company IPO offering price range set at SAR 53 – SAR 59 per share

Saudi's Allianz Fransi Cooperative Insurance FY22 net profit before zakat came in at SAR 28mln, versus SAR 16.5mln a year ago

Saudi Cable declared that the court has rejected its request to open toe company's financial restructuring procedure. However, the company has the right to object to the preliminary judgement

Oman's Sahara Hospitality posts quarterly net income after tax of OMR 0.6mln, versus OMR 0.6mln a year ago

Qatari German Company for medical devises posts FY22 net profit of QAR 1.9mln versus QAR 1.2mln, a year ago

Kuwait's Tamdeen Real Estate Company posted 4Q22 net profit attributable of KWD 1mln, versus KWD 2.8mln a year ago. FY cash dividend declared of KWD 12 fils/sh.

Kuwait's Boubyan Petrochemical executes merger by amalgamation with Educational Holding Group. Following this, the company's issued and paid up capital will increase by 10.7mln shares

Egypt's Dice Sports and Casual Wear board approves to buy 90mln treasury shares at fixed prices of EGP 0.35/sh.

## # Key Global Trends/ Market Clues

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Asian markets extended a risk rally on Wall Street on Friday to end a tumultuous week that saw a brewing banking crisis send bond yields plunging while market participants sharply lowered expectations of future interest rate hikes in Western economies. Overnight, the European Central Bank (ECB) delivered an inflation-fighting 50 basis point rate hike in line with oft-repeated guidance, with sentiment buttressed by the Swiss National Bank's massive support for Credit Suisse Group, which sent the troubled lender's shares 20% higher. Further helping sentiment, as many as 11 U.S. banks including JPMorgan Chase & Co will deposit as much as USD 30bln into First Republic Bank. Investors welcomed the move by sending the stricken lender's stock 10% higher. MSCI's broadest index of Asia-Pacific shares outside Japan rose 0.9% on Friday, erasing earlier losses this week. Japan's Nikkei climbed 0.5%. China's bluechips increased 0.8% and Hong Kong's Hang Seng Index surged 1.2%. S&P 500 futures eased 0.1% and Nasdaq futures were flat after major U.S. stock indices rallied hard on easing fear of a global banking crisis. After hiking as indicated, the ECB refrained from providing a forward guidance on future rate hikes. Euribor futures FEI: have fully priced in a quarter-point hike to 3.25% at the ECB's next policy meeting and the possibility of another. Two-year Treasury yields continued to climb on Friday, rising 8 basis points to 4.2137% and pulling away from a six-month low of 3.7200% touched earlier this week.

Oil prices rebounded by about 1% on Friday after a meeting between Saudi Arabia and Russia calmed markets amid strong China demand expectations, after a banking crisis sparked a sell-off in global financial and oil markets this week. Brent crude futures rose by USD 75.51 a barrel by, having snapped three days of losses to settle 1.4% higher on Thursday. U.S. West Texas Intermediate crude climbed to \$69.13 a barrel, after closing 1.1% higher in the previous session. Both contracts hit their lowest in more than a year this week and are set to post their biggest weekly falls since December at about 10%. Oil and other global assets were undercut this week as the collapse of Silicon Valley Bank (SVB) and Signature Bank sent the U.S. and Swiss governments scrambling to shore up liquidity at banks.

## # UAE Stories

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TAQA shareholders approved special dividend of 2.1fils/sh. for FY22, taking full year dividend to 5.1fils/sh. Company also approved a new dividend policy for the next three years under which shareholders will receive a fixed dividend based on utilities and an annual variable payout based on oil and gas earnings. It now expects to pay a fixed dividend per share, derived from its utilities earnings, of 3.25fils/share in 2023, 3.50fils/sh. in 2024 and 3.75fils/sh. in 2025. It will pay fixed dividends on a quarterly basis and an additional annual variable dividend from a discretionary percentage of the company's net profit from its oil and gas business.

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Abu Dhabi Investment Authority (ADIA) signed a definitive agreement with India's Lenskart to invest USD 500mln as the eyewear retailer eyes business expansion including new markets. The fundraise was done at a USD 4.2bln valuation and will result in ADIA becoming one of the largest shareholders in Lenskart with a 10% stake.

## GCC/MENA

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*\*Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian business*

## # UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	TOTAL RETURN **			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
ADCB	57,949	8.33	10.96	8.03	11.06	1.09	4.4%	(7.0)	(9.5)	(7.4)	(19.2)
ADIB	33,883	9.33	10.86	7.03	10.20	1.51	3.3%	(3.8)	7.0	2.4	9.9
ADNIC	3,420	6.00	7.50	5.73	9.05	1.27	6.7%	(3.7)	0.7	(3.2)	(11.3)
ADNOC Dist.	52,119	4.17	4.88	3.80	18.96	15.13	4.9%	(4.8)	(11.7)	(5.4)	6.4
ADNOC Drill.*	57,754	3.61	3.83	2.90	19.62	5.37	4.1%	4.6	16.5	21.1	-
AD Ports	30,842	6.06	6.87	3.28	36.50	1.62	-	3.1	3.9	5.6	-
Agthia	3,142	3.97	5.48	3.87	NM	1.12	4.2%	(0.8)	1.0	(0.3)	(4.3)
Air Arabia	10,266	2.20	2.41	1.53	8.40	1.47	3.9%	(5.2)	(1.8)	2.3	36.3
Ajman Bank	2,352	1.12	1.24	0.66	14.51	0.94	-	(2.6)	2.8	(5.1)	40.3
Aldar	36,793	4.68	5.79	4.12	12.50	1.22	3.2%	(0.0)	4.5	5.6	1.0
Alpha Dhabi	204,378	20.44	30.50	19.80	NA	NA	-	(9.2)	(25.1)	(24.5)	(25.7)
Amanat	2,275	0.91	1.18	0.81	19.83	0.83	NA	(4.1)	9.6	7.1	(15.9)
Americana	30,911	3.67	3.94	2.66	32.47	29.58	-	1.4	16.5	23.6	30.1
Aramex	4,933	3.37	4.45	3.37	28.21	1.94	3.9%	(5.9)	(6.4)	(4.3)	(7.5)
ASM	7,489	7.49	13.96	7.34	NM	1.08	-	(4.8)	(17.0)	(20.5)	(35.9)
Bayanat	9,050	3.52	6.24	3.17	47.60	22.50	-	(9.3)	(32.2)	(28.2)	(14.1)
Borouge*	78,442	2.61	3.27	2.45	14.0	4.30	6.1%	(3.0)	1.2	3.2	-
Burjeel	10,721	2.06	2.68	2.00	35.96	18.62	-	1.5	(8.4)	(9.3)	(10.8)
Dana Gas	5,386	0.77	1.26	0.75	8.06	0.64	10.4%	(3.9)	(17.2)	(16.3)	(27.2)
DEWA*	117,987	2.36	3.00	2.27	15.28	1.32	7.0%	(3.7)	1.8	1.7	-
DFM	9,759	1.22	2.95	1.16	NM	1.23	2.5%	(14.1)	(19.7)	(19.2)	(47.1)
DIC	9,353	2.20	2.64	2.04	5.66	0.74	5.5%	(5.6)	0.9	1.4	(0.2)
DIB	39,747	5.49	6.57	5.35	7.86	0.96	4.6%	(4.0)	(3.3)	(3.7)	(8.2)
DU	22,571	4.98	6.79	4.95	18.51	2.57	4.2%	(4.2)	(11.9)	(14.1)	(23.0)
Easy Lease	870	29.00	61.90	28.00	19.73	6.83	-	(6.1)	(14.5)	(16.7)	(24.0)
Emaar Dev.	21,198	5.30	5.78	4.02	5.73	1.22	-	6.2	27.4	20.2	16.7
Emaar Pro.	45,957	5.20	6.60	4.87	6.23	0.65	2.9%	(8.5)	(11.0)	(11.3)	0.6
Empower	15,998	1.60	1.71	1.31	15.99	5.28	5.3%	6.0	18.5	12.7	17.6
ENBD	80,844	12.80	15.30	11.80	6.47	0.87	3.9%	(0.1)	1.4	(1.5)	(9.3)
ESG	1,272	5.09	8.90	4.73	NM	1.86	-	(24.0)	(33.8)	(34.4)	(29.5)
Etisalat	201,744	23.20	39.06	22.66	20.46	4.77	3.4%	(13.9)	(3.3)	1.5	(32.0)
FAB	143,382	12.98	24.06	12.96	10.99	1.25	5.4%	(3.9)	(21.3)	(24.1)	(38.0)
Fertiglobe*	32,206	3.88	6.11	3.66	6.07	4.70	12.4%	(3.7)	(11.8)	(8.3)	-
GFH	3,504	0.91	1.25	0.87	9.40	0.87	4.8%	(2.7)	(0.1)	2.7	(16.4)
Ghitha	19,326	80.00	123.00	56.90	NA	7.65	-	13.6	16.3	9.6	26.8
IHC	866,354	395.00	410.10	182.30	57.50	12.44	-	0.0	(3.3)	(3.7)	110.6
Invictus	3,528	3.15	6.50	3.00	-	-	-	(4.8)	-	(17.5)	-
Mashreq	23,068	115.00	135.00	67.50	6.22	0.98	0.9%	(1.4)	26.4	17.9	56.1
Multiply	36,620	3.27	5.08	1.60	NA	1.28	-	(19.7)	(34.1)	(29.5)	NA
NMDC	30,109	36.50	41.90	13.90	23.10	4.61	-	7.3	54.0	49.1	159.6
Palms Sports	1,462	9.75	14.94	8.47	10.98	3.14	-	(0.5)	(2.5)	(0.5)	(18.1)
RAK Bank	8,548	5.10	5.40	4.19	7.30	0.95	4.4%	2.4	9.9	8.5	(2.9)
RAK Pro.	1,176	0.59	0.83	0.55	38.18	0.29	-	5.2	(12.4)	(13.5)	(25.1)
RAK Cer.	2,852	2.87	3.05	2.67	NM	1.32	7.0%	(1.0)	5.1	1.4	3.8
RPM	930	4.65	12.68	4.50	12.72	3.52	-	(7.0)	(16.9)	(24.9)	NA
SIB	6,179	1.91	2.15	1.57	9.49	0.81	4.2%	(2.1)	8.5	2.8	2.2
Salik	20,773	2.77	2.97	2.19	13.46	65.55	5.1%	2.6	12.1	11.7	24.8
Tabreed	8,137	2.86	3.52	2.27	13.54	1.26	2.1%	(3.4)	2.1	(3.4)	14.6
TAQA	350,757	3.12	4.17	1.19	45.04	4.98	1.5%	(5.5)	(9.6)	(9.0)	160.8
Waha	2,508	1.29	1.65	1.16	8.15	0.69	5.9%	(3.0)	(5.1)	(5.1)	(12.8)
Yahsat *	6,172	2.53	2.92	2.47	25.63	1.97	6.4%	(3.8)	(3.1)	1.2	(5.2)

Source: Bloomberg ^ Current dividend yield based on latest dividend declaration. \* Expected dividend. \*\* Including dividend

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