



# International Securities

an IHC company

## Morning Report

19 September 2023

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,817	-0.6%	0%	4%	-4%	-4%
DFM	4,048	0.1%	0%	7%	21%	16%
TASI	11,036	-0.6%	-4%	-4%	5%	-5%
QSI	10,272	0.2%	-3%	0%	-4%	-21%
BKM	5,762	-0.1%	-1%	5%	3%	0%
MSX	4,711	0.0%	-2%	1%	-3%	5%
BHSEASI	1,922	-0.1%	-2%	-2%	1%	-1%
EGX	19,752	0.0%	10%	10%	35%	102%
DJI	34,624	0.0%	0%	1%	4%	12%
S&P 500	4,454	0.1%	2%	1%	16%	15%
Nasdaq	13,710	0.0%	3%	0%	31%	20%
FTSE	7,653	-0.8%	5%	0%	3%	6%
DAX	15,727	-1.0%	1%	-4%	13%	23%
CAC40	7,276	-1.4%	2%	-2%	12%	20%
Nikkei22	33,533	1.1%	4%	0%	29%	20%
HIS	17,957	0.2%	0%	-11%	-9%	-4%
MSCI EM	976	-0.9%	1%	-5%	2%	3%
MSCI	163	-0.6%	3%	-4%	5%	8%
US Fut.	4,503	0.0%	3%	2%	17%	15%
EU Fut.	4,278	0.2%	1%	-2%	13%	22%

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>1,106</b>	<b>1,106</b>	<b>-</b>
Local	75%	75%	1%
Foreign	25%	25%	-1%
Institutional	75%	75%	0%
Retail	25%	25%	0%
<b>DFM</b>	<b>306</b>	<b>306</b>	<b>-</b>
Local	53%	50%	3%
Foreign	47%	50%	-3%
Institutional	50%	58%	-8%
Retail	50%	42%	8%
<b>Total</b>	<b>1,412</b>	<b>1,412</b>	<b>-</b>
Local	70%	69%	1%
Foreign	30%	31%	-1%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	52WL
Manazel	0.106%	0.41	3.5	0.57	0.33
RAKProperties	0.054%	1.13	-	1.29	0.55
Burjeel	0.034%	3.16	3.3	3.27	2.00

### Upcoming Corporates Actions & Events

Date	Company	Event
20-Sep	DIC	BOD/General
20-Sep	Al Yahsat	BOD/General
20-Sep	Gulf Nav	BOD/General
20-Sep	Agthia	Dividend last entitlement date
20-Sep	Empower	BOD/General
21-Sep	Al Salam Bank	BOD/General
21-Sep	Palm Sports	BOD/General
21-Sep	NBQ	BOD/General
21-Sep	ESHRAQ	BOD/General
21-Sep	NCTH	BOD/General
25-Sep	MASQ	BOD/General
27-Sep	Sudatel	General Assembly
27-Sep	Mazaya	General Assembly

## # KEY STORIES

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Burjeel awards Oracle Health AED125mn contract to implement state-of-the-art Electronic Medical Record Ecosystem

Palms Sports board to approve share capital increase to AED165mn from AED150mn, the issuance of new shares will be at AED13.33 per share

Fertiglobe signed a non-binding MoU with ADPorts Group to explore logistics and supply chain opportunities for storing and shipping urea and ammonia at ports in Egypt and the UAE

Waha capital informed about the end of term for the engagement of Al Ramz Capital LLC as liquidity provider on 19 September 2023

Salik relocated to a new eco-friendly office at Festival Tower, underscoring its unwavering commitment to environmental stewardship and sustainability

UAE's USD1.5bn 10 year dollar-denominated bond saw an oversubscription of 5 times and attracted bids of over USD7.4bn. The bond was issued with a yield of 4.917% a spread of 60 bps over UST

Saudi Exchange has launched four new indices, marking a significant step forward in the development of the Kingdom's capital market

Saudi Capital Market Authority approves Arabian shield Cooperative Insurance Capital Increase to merge Alinma Tokio Marine into company through securities exchange offer

Saudi Umm Al Qura Cement updates on major technical failure occurred to a primary component of cement mill no. (1). The company announces restart of cement mill no. (1) on Monday

Omani energy firm OQ SAOC is seeking to raise as much as OMR297mn (USD771mn) from the IPO of its gas pipelines unit in what's set to be the country's biggest listing on record

Egypt's EDITA Food Industries signs two medium-term loan agreements with maturity of 7 years. First loan is an acquisition finance with amount of EGP190mn and second loan amounts to EGP200mn

## # Key Global Trends/ Market Clues

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Asian shares sank on Tuesday, as worries about the Chinese property sector weighed on markets from Hong Kong to Australia, while Japanese investors sold chip stocks on their return from a holiday-extended weekend. Benchmark U.S. Treasury yields hovered near 16-year peaks and the dollar held close to six-month highs as traders braced for a Federal Reserve rate decision on Wednesday, in a week that also sees policy decisions from the Bank of Japan and Bank of England, among others. Crude oil continued its rally amid tighter supply, stoking worries about stagflation. Japan's Nikkei tumbled 1.1% under the weight of big losses for chip-related stocks. Hong Kong's Hang Seng declined 0.3%, with a subindex of tech stocks sliding 0.7%. Chinese property stocks were volatile, with a subindex of Hang Seng developers dropping as much as 1.2% at one point, although it was last off 0.2%.

Oil prices rose on Tuesday for the fourth consecutive session, as weak shale output in the U.S. spurred further concerns about a supply deficit stemming from extended production cuts by Saudi Arabia and Russia. U.S. West Texas Intermediate crude futures rose 99 cents, or 1.1%, to USD92.47, while global oil benchmark Brent crude futures rose 58 cents, or 0.61%, to USD95.01 a barrel. Prices have gained for three consecutive weeks, and are now around 10-month highs for both benchmarks. U.S. oil output from top shale-producing regions is on track to fall to 9.393mn bpd in October, the lowest level since May 2023. Those estimates come after Saudi Arabia and Russia this month extended a combined 1.3mn bpd of supply cuts to the end of the year.

## # UAE Stories

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Burjeel awards Oracle Health AED125mn contract to implement state-of-the-art Electronic Medical Record Ecosystem. Oracle Health's Electronic Medical Record (EMR) solution set to introduce clinical, commercial and operational efficiencies across Burjeel's growing healthcare network. Board of Directors approves contract award resolution, cementing Burjeel's commitment to providing efficient, accessible, and affordable healthcare across MENA region. The board also approved the cancellation of the Clinical and Medical Advisory Committee, as an advisory committee to the Board of Directors.

Palms Sports board to approve share capital increase to AED165mn from AED150mn, the issuance of new shares will be at AED13.33 per share. The board will also approve entry of ICE Holding RSC Ltd as owner of 9.09% of shares in the company and the subscriber will be contributing with cash amount of AED200mn consideration for its subscription for capital increase shares.

Fertiglobe signed a non-binding MoU with ADPorts Group to explore logistics and supply chain opportunities for storing and shipping urea and ammonia at ports in Egypt and the UAE. The two companies will explore opportunities to leverage AD Ports Group's state-of-the-art cargo handling and storage infrastructure, as Fertiglobe strengthens its urea and ammonia storage and shipping capabilities, reduces its greenhouse gas (GHG) footprint, enhances operational efficiency and further automates its logistical activities.

Waha capital informed that following the end of term for the engagement of Al Ramz Capital LLC as liquidity provider on 19 September 2023, the Company's Board of Directors will continue to monitor the liquidity of the Company's shares in order to determine whether the re-appointment of a Liquidity Provider by the Company is required. We refer to the Company's announcement dated 16 September 2022 under which the Company appointed Al Ramz Capital LLC as its Liquidity Provider (the Appointment). The Appointment commenced on 19 September 2022 and had a term of 12 months. Accordingly, the Appointment will, in accordance with its terms, end on 19 September 2023.

Salik relocated to a new eco-friendly office at Festival Tower, underscoring its unwavering commitment to environmental stewardship and sustainability. Salik's new office, in a LEED Gold certified building, features motion sensor lighting, advanced technology integrated energy efficient HVAC systems, 5-star energy rated appliances underpinning its commitment to harness technology to achieve its sustainability objectives.

UAE's USD1.5bn 10 year dollar-denominated bond saw an oversubscription of 5 times and attracted bids of over USD7.4bn. The bond was issued with a yield of 4.917% a spread of 60 bps over UST. The bond will be listed on the London Stock Exchange (LSE) and Nasdaq Dubai. It will mature in September 2033.

## # GCC/MENA

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Saudi Exchange has launched four new indices, marking a significant step forward in the development of the Kingdom's capital market. These indices, based on company size and IPO performance, provide investors with a broad range of investment benchmarks while enabling institutions to offer new products to meet growing investor strategies. The Size Indices introduced by the Saudi Exchange reflect the market's composition, with Tadawul Large companies accounting for 70 per cent of the free float market cap, Tadawul Medium-sized companies accounting for 20 per cent, and Tadawul Small companies comprising the remaining 10 per cent

Saudi Capital Market Authority approves Arabian shield Cooperative Insurance Capital Increase to merge Alinma Tokio Marine into company through securities exchange offer

Saudi Umm Al Qura Cement updates on major technical failure occurred to a primary component of cement mill no. (1). The company announces restart of cement mill no. (1) on Monday

Oman energy firm OQ SAOC is seeking to raise as much as OMR297mn (USD771mn) from the IPO of its gas pipelines unit in what's set to be the country's biggest listing on record. OQ set the price range for the IPO of OQ Gas Networks SAOG at 131 Baisas to 140 Baisas per share, according to a statement on the market regulator's website. The state-run firm is selling 2.12bn shares, or a 49% stake, in OQGN through Oman Energy Trading Company Limited and Oman Oil Services Limited.

Egypt's EDITA Food Industries signs two medium-term loan agreements with maturity of 7 years. First loan is an acquisition finance with amount of EGP190mn second loan amounts to EGP200mn to finance investment for new unit. The first loan to finance 50% of acquisition amount related to Fancy foods.

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

## # UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	PRICE RETURNS			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
IHC	885,508	403.70	415.00	355.00	52.29	11.51	-	0.8	2.2	(1.5)	13.6
TAQA	394,633	3.51	4.17	1.90	22.94	4.89	1.5%	4.2	12.7	2.3	76.5
ADNOCGAS*	264,018	3.44	3.71	2.77	17.23	3.35	4.5%	(5.0)	12.4	-	22.4
Alpha Dhabi	201,595	20.16	30.50	17.52	20.25	4.81	-	0.2	12.1	(25.6)	(22.5)
Etisalat	177,062	20.36	27.30	18.50	17.97	4.24	3.9%	(4.4)	(7.8)	(10.9)	(15.1)
FAB	151,569	13.72	19.36	12.56	11.63	1.30	3.8%	(1.6)	2.4	(19.8)	(25.5)
DEWA	125,497	2.51	2.74	2.24	17.31	1.44	7.9%	(3.8)	(4.6)	9.6	6.3
ENBD	109,274	17.30	17.60	12.40	5.62	1.11	3.5%	2.4	16.1	33.1	38.7
Borouge	80,853	2.69	3.04	2.45	22.6	4.76	4.4%	0.7	6.9	6.3	(1.2)
ADCB	65,365	8.93	9.31	7.63	9.33	1.03	6.2%	2.1	9.3	4.4	3.4
Emaar Pro.	62,312	7.05	7.15	5.08	7.89	0.88	3.5%	4.0	7.0	20.3	14.9
ADNOC Drill.	62,238	3.89	4.33	2.90	19.50	5.58	4.0%	(4.7)	3.5	30.5	10.9
ADNOC Dist.	47,124	3.77	4.72	3.69	20.71	14.52	5.5%	(2.6)	(5.3)	(14.5)	(8.0)
Multiply	45,135	4.03	5.08	2.82	2.46	1.56	-	13.2	26.3	(13.1)	27.9
Aldar	42,850	5.45	5.55	4.14	12.62	1.40	2.9%	6.4	6.7	23.0	21.6
DIB	40,909	5.65	6.20	5.10	7.52	0.98	5.3%	0.0	2.7	(0.9)	(1.6)
ADIB	38,062	10.48	11.90	8.75	9.35	1.69	4.7%	(2.8)	0.4	15.0	11.5
Americana	35,884	4.26	4.54	2.66	34.55	29.98	1.1%	4.2	2.7	43.4	52.8
AD Ports	31,812	6.25	6.95	5.05	24.47	1.64	-	(2.5)	(1.9)	8.9	20.2
Mashreq	30,091	150.00	170.00	95.00	5.17	1.19	6.0%	5.3	7.1	53.8	60.8
Fertiglobe	29,303	3.53	6.11	3.11	11.76	5.05	18.1%	(0.8)	8.3	(16.5)	(28.5)
Emaar Dev.	26,279	6.57	6.78	4.12	6.93	1.43	7.9%	4.8	18.2	49.0	48.0
ADNOCLS	25,968	3.51	3.87	2.90	14.25	1.50	3.7%	(6.9)	14.0	-	12.1
Qholding	24,817	3.62	4.54	2.15	55.82	1.84	-	(2.9)	54.0	(9.5)	(14.0)
Salik	24,749	3.30	3.50	2.19	22.99	37.48	4.2%	(0.9)	6.4	33.1	55.4
DU	24,114	5.32	6.00	4.95	17.56	2.70	4.5%	(0.7)	4.8	(8.3)	(6.8)
NMDC	20,690	25.08	41.90	17.92	11.62	2.82	-	20.1	34.0	2.5	(2.8)
Empower	18,799	1.88	2.02	1.31	19.35	6.23	4.5%	1.1	2.2	32.4	41.7
Presight	16,713	2.98	3.85	2.80	39.27	6.59	-	(9.1)	(9.1)	-	-
Burjeel	16,448	3.16	3.27	2.00	41.63	12.63	-	22.0	44.7	39.2	37.8
Air Arabia	13,160	2.82	2.99	2.00	8.37	1.90	5.3%	0.7	15.1	31.2	41.9
DFM	12,560	1.57	1.75	1.16	64.06	1.59	1.1%	(3.1)	5.4	4.0	(5.9)
Ghitha	10,848	44.90	90.95	33.80	60.33	4.00	-	4.4	16.3	(38.5)	(44.2)
Bayanat	10,620	4.13	6.24	3.17	52.50	9.82	-	(2.8)	2.7	(15.7)	0.7
DIC	10,332	2.43	2.60	2.12	5.66	0.80	8.2%	(0.0)	7.0	12.0	4.0
Tabreed	9,958	3.50	3.93	2.67	13.33	1.57	3.9%	6.1	21.1	18.2	12.8
ASM	8,680	8.68	11.40	7.00	-	1.41	-	9.0	11.3	(7.9)	(10.8)
SIB	7,830	2.42	2.53	1.81	9.99	1.01	3.9%	(0.4)	13.1	30.3	34.7
Yahsat	6,294	2.58	2.92	2.39	26.16	2.03	6.2%	0.4	2.8	3.2	(0.4)
Ajman Bank	6,209	2.28	2.46	0.59	29.19	2.11	-	(5.4)	13.7	125.4	261.8
Dana Gas	6,156	0.88	1.07	0.75	10.88	0.73	10.2%	(5.6)	7.2	(4.3)	(1.2)
Agthia	3,982	5.03	5.31	3.87	15.68	1.40	3.3%	(1.6)	2.9	26.4	4.6
GFH	3,674	0.96	1.20	0.87	8.76	0.94	6.1%	(5.4)	(9.0)	7.4	(5.9)
ADNIC	3,431	6.02	6.40	5.55	8.68	1.26	6.6%	2.4	4.7	(2.9)	7.1
Aramex	3,206	2.19	3.95	2.16	28.20	1.35	4.4%	(18.6)	(21.5)	(37.8)	(42.2)
Invictus	3,024	2.70	4.80	2.66	9.55	3.05	5.8%	(9.4)	(1.5)	(29.3)	(26.4)
RAK Cer.	2,603	2.62	3.00	2.50	8.74	1.19	7.6%	2.7	0.5	(7.4)	(3.4)
Palms Sports	1,611	10.74	12.34	8.47	13.90	3.25	-	6.5	10.8	9.6	2.3
ESG	1,567	6.27	8.70	4.28	10.58	2.29	-	2.8	28.7	(19.2)	8.1
Easy Lease	1,035	34.50	44.00	25.58	27.69	7.30	-	4.6	3.0	(0.9)	(12.0)
RPM	876	4.38	8.99	3.65	24.23	3.95	5.7%	(4.8)	13.8	(29.2)	(43.9)

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

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