



Morning Report

21 June 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,354	-1.1%	-6%	-3%	10%	41%
DFM	3,210	-1.6%	-5%	-4%	0%	13%
TASI	11,362	0.6%	-9%	-12%	1%	5%
BHSEASI	1,831	-0.1%	-5%	-7%	2%	17%
EGX	9,680	-0.5%	-8%	-12%	-19%	-1%
DJI	29,889	0.0%	-4%	-14%	-18%	-10%
S&P 500	3,675	0.0%	-6%	-18%	-23%	-12%
Nasdaq	10,798	0.0%	-5%	-22%	-31%	-23%
FTSE	7,122	1.5%	-4%	-4%	-4%	1%
DAX	13,266	1.1%	-5%	-8%	-16%	-14%
CAC40	5,920	0.6%	-6%	-11%	-17%	-10%
Nikkei225	25,771	-0.7%	-4%	-4%	-10%	-11%
HSI	21,422	0.4%	2%	-1%	-10%	-27%
MSCI EM	1,000	-0.4%	-3%	-11%	-19%	-27%
MSCI Asia	156	-0.3%	-5%	-12%	-19%	-25%
US Fut.	3,738	1.7%	-4%	-17%	-21%	-11%
EU Fut.	3,472	0.6%	-5%	-10%	-20%	-16%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,315	1,316	-
Local	82%	74%	7%
Foreign	18%	26%	-7%
Institutional	81%	81%	0%
Retail	19%	19%	0%
DFM	321	320	-
Local	63%	49%	14%
Foreign	37%	51%	-14%
Institutional	63%	49%	14%
Retail	37%	51%	-14%
Total	1,636	1,635	-
Local	78%	69%	9%
Foreign	22%	31%	-9%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	High - Low 52WL
Aldar	0.032%	4.55	(2.4)	5.79	3.73
ADCB	0.023%	9.15	(1.3)	11.30	6.65
Agthia	0.019%	4.78	(0.4)	7.07	4.20

Upcoming Corporates Actions & Events

Date	Company	Event
21-Jun	NBF	BoD/General
21-Jun	DSI	BoD/General
23-Jun	Ekttitab	AGM
04-Jul	Salama	GM
21-Jul	Al Firdous	AGM

KEY STORIES

Al Seer Marine has acquired two Very Large Crude Carriers (VLCC) for its growing fleet, valued at AED 404.0mln

UAE has raised AED 1.5bln in its second local currency-denominated bond auction. The auction was the second of several planned for this year

UAE to build Red Sea port in Sudan as part of a USD 6.0bln investment package. The USD 4.0bln port, a joint project between DAL group and Abu Dhabi Ports

Etisalat UAE partners with Huawei to launch and test a 5G telecom network slicing service

Emirates NBD and Daman launch new 'Early Payment Scheme' aiming to benefit 2,000 UAE medical facilities covering AED 4.0bln of claims payment

ADIA along with an arm of Kotak Mahindra Bank will invest USD 590mln in Indian office spaces

BHM Capital Financial Services acquires a new SCA license in fund management, the license allows company to establish, manage and promote investment funds

Majid Al Futtaim has hired banks to refinance its outstanding USD 500mln perpetual bonds

UAE on Jun 20 announced 1,532 new Covid-19 cases and 1,591 recoveries. The tally takes total cases in UAE to 928,919 with 909,736 recoveries and 2,309 deaths

Saudi Aramco and EIG extend energy partnership

Saudi ACWA Power signed a water purchase agreement for Shuaibah 3 IWP project, a 600,000 M3/D Plant L for a contract value of SAR 3.0bln

Saudi mall developer ACC, NHC sign pact to build a USD 160.0mln mall in Riyadh

Saudi CMA approves Red Sea International, Al Jouf Cement's capital cut to offset accumulated losses

Saudi Al Hassan Ghazi Ibrahim Shaker Co. has signed an agreement to acquire 40% stake in Cashew Payments, a UAE-based fintech platform

Egypt's new FY's budget exceeds EGP 3.0trn

Egypt's ENGAS and U.S. Chevron Corp signed a preliminary agreement to explore sending natural gas from offshore Mediterranean fields to Egypt for processing and export

Key Global Trends/ Market Clues

Asian stocks and U.S. share futures turned higher on Tuesday as the market took stock after a recent steep selloff, but concerns remain that aggressive central bank rate hikes to curtail inflation could spark a global recession. MSCI's broadest index of Asia-Pacific shares outside Japan rose 0.85% in early trading, edging up from a more than five-week low hit the previous day. Japan's benchmark Nikkei average opened up 1.16%, and Nasdaq and S&P500 e-mini share futures each rose nearly 1.5%. In bond markets the yield on U.S. benchmark 10-year treasury notes was 3.2976%, up a little from last Friday's close. Last week's peak of 3.495% was the 10-year yield's highest since 2011 and came the same day the Fed raised interest rates by a massive 75 basis points.

Oil prices rose 1% in early trade on Tuesday, clawing back more of last week's losses as the focus returned to tight supply of crude and fuel products versus concerns about a recession hitting demand down the track. Brent crude futures rose USD 1.32, or 1.2%, to USD 115.45 a barrel at, adding to a 0.9% gain on Monday. The benchmark contract fell 7.3% last week in its first weekly fall in five. U.S. WTI crude futures rose to USD 111.51 a barrel, up USD 1.95, or 1.8%, from Friday's close. There was no settlement on Monday, which was a U.S. public holiday. Supply concerns are buoying the market, as Western sanctions on Russian oil bite and questions linger over how Russian output might fall due to sanctions on equipment needed for production. The push and pull between supply concerns and uncertainty over global growth in the face of inflation and rising interest rates are likely to play out for some time.

UAE Stories

Al Seer Marine has acquired two Very Large Crude Carriers (VLCC) for its growing fleet. valued at AED 404mln. With a total value of AED 404.0mln, the crude oil tankers, MV Twin Castor and MV Twin Pollux, each have a carrying capacity in the upper range of 320,000 deadweight tonnage (DWT), allowing for crude oil cargo, provisions, lubricant and fuel. The acquisition is on target with Al Seer Marine's strategic expansion plans to become major global player, acquiring up to 15 ships in 2022. Tankers expected to provide IRR of more than 20%.

UAE has raised AED 1.5.0bln in its second local currency-denominated bond auction. The sale of the two-year and three-year tranches, each at AED 750.0mln, attracted AED 9.7bln in offers combined. The auction was the second of several planned for this year.

UAE to build Red Sea port in Sudan as part of a USD 6.0bln investment package. The USD 4.0bln port, a joint project between DAL group and Abu Dhabi Ports, would be able to handle all kinds of commodities and compete with the country's main national port, Port Sudan, Abdellatif said. Located about 200 km (124 miles) north of Port Sudan, it would also include a free trade and industrial zone modelled after Dubai's Jebel Ali, as well as a small international airport.

Etisalat UAE partners with Huawei to launch and test a 5G telecom network slicing service. The slicing architecture is an integral service with architecture that is more advanced in 5G private networks to enable fast rollout and flexible resource isolation and handle different kinds of enterprise requests, according to a press release on Monday.

Emirates NBD and Daman launch new 'Early Payment Scheme' aiming to benefit 2,000 UAE medical facilities covering AED 4.0bln of claims payment. Designed to support businesses operating in the United Arab Emirate's vital healthcare sector, the National Health Insurance Company Daman, and Emirates NBD, a leading banking group in the Middle East, North Africa and Turkey (MENAT) region have announced the launch of a new financing initiative providing an Early Payment Scheme to Daman's extensive UAE medical network.

ADIA along with an arm of Kotak Mahindra Bank will invest USD 590.0mln in Indian office spaces. Kotak Investment Advisors said it has closed its 12th real estate fund by forming the USD 590.0mln platform with a wholly-owned subsidiary of ADIA, as per an official statement. The fund, which will be domiciled in the GIFT City, will invest in office spaces in the country, it said. Kotak Realty Fund's chief executive Vikas Chimakurthy said it has raised around USD 1bln to invest in the realty sector in the last one year. Kotak Investment Advisors has raised, managed or advised more than USD 2.8bln under its real estate fund series till now, as per the statement.

BHM Capital Financial Services acquires a new SCA license in fund management, the license allows company to establish, manage and promote investment funds.

Majid Al Futtaim has hired banks to refinance its outstanding USD 500.0mln perpetual bonds. Citi, HSBC - the sole green structuring agent - and Standard Chartered were hired as joint global coordinators.

UAE on Jun 20 announced 1,532 new Covid-19 cases, bringing the total confirmed cases in the country to 928,919. At the same time, 1,591 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 909,736, UAE's Ministry of Health and Prevention said. It has reported no death from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,309.

GCC/MENA

Saudi Aramco and EIG extend energy partnership. According to the memorandum of understanding (MoU), the two parties will explore opportunities to invest in projects that focus on advancing shared sustainability goals. The firms will also invest in new and existing technologies related to alternative fuels, carbon capture, hydrogen and natural gas, transportation, and energy storage.

Saudi ACWA Power signed a water purchase agreement for Shuaibah 3 IWP project, a 600,000 M3/D Plant L for a contract value of SAR 3.0bln. The project is part of the conversion of the existing Shuaibah 3 IWPP plant into seawater reverse osmosis plant. The contract duration is 25 years and is expected to achieve project commercial operating in 2Q25.

Saudi mall developer ACC, NHC sign pact to build a USD 160mln mall in Riyadh. ACC said in a stock exchange statement that the two parties have agreed to establish an equally owned project company with a paid-up capital of SAR 130mln which will develop and operate the project for a 25-year period. NHC would lease approximately 180,000 square metres (sqm) of land in Murcia to the project company for a

total leasing fee of approximately SAR 340.0mln, which would be paid in annual payments, the statement said.

Saudi CMA approves Red Sea International, Al Jouf Cement's capital cut to offset accumulated losses. Red Sea International will reduce its capital from SAR 600.0mln to SAR 302.34mln, while Al Jouf Cement will cut its capital from SAR 1.43bln to SAR 1.08bln, according to recent bourse disclosures. Last May, Al Jouf Cement submitted the capital reduction request to the CMA in order to amortise accumulated losses of SAR 343.0mln.

Saudi Al Hassan Ghazi Ibrahim Shaker Co. has signed an agreement to acquire 40% stake in Cashew Payments, a UAE-based fintech platform.

Egypt's new FY's budget exceeds EGP 3.0trn, the Minister of Finance Mohamed Maait said in a statement. He said that the total expenditures, according to estimates, are about EGP 2.71trn, while the total estimated revenues are EGP 1.18trn and EGP 18bln. He pointed out that the total spending of the state's general budget and the budgets of public economic bodies amounts to EGP 5.7 trillion, as the volume of expenditures by economic authorities is EGP 2.6trn for 59 economic authorities, excluding the National Authority for Military Production.

Egypt's ENGAS and U.S Chevron Corp on Monday signed a preliminary agreement to explore sending natural gas from offshore Mediterranean fields to Egypt for processing and export. The memorandum of understanding signed by EGAS and Chevron will consider transport, import, liquefaction and export of natural gas from the eastern Mediterranean, the ministry said.

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	63,655	9.15	11.30	6.65	12.15	1.19	4.0%	(7.8)	(12.9)	11.1	37.9
ADIB	28,690	7.90	10.46	5.36	13.15	1.44	3.9%	(2.0)	(12.3)	19.0	46.5
ADNIC	3,619	6.35	7.63	4.91	10.26	1.33	6.3%	0.2	(7.0)	0.1	28.8
ADNOC Dist.	50,246	4.02	4.63	3.80	21.92	19.18	5.1%	(2.2)	0.0	(3.5)	(2.3)
ADNOC Drill.*	52,956	3.31	3.92	2.77	21.57	4.86	4.5%	3.4	(10.6)	(0.6)	-
AD Ports	25,193	4.95	5.85	3.22	29.81	1.42	-	(1.6)	46.0	-	-
Agthia	3,783	4.78	7.07	4.20	NM	1.34	3.5%	(5.9)	11.1	(5.5)	(22.8)
Air Arabia	9,566	2.05	2.24	1.31	9.79	1.52	4.1%	3.5	28.9	48.9	60.0
Ajman Bank	1,508	0.72	0.91	0.64	12.70	0.58	-	(7.5)	(10.8)	(12.9)	(9.1)
Aldar	35,772	4.55	5.79	3.73	14.66	1.25	3.3%	(13.3)	0.3	17.4	22.9
Alpha Dhabi	247,980	24.80	30.20	15.00	NA	NA	-	(6.3)	(9.2)	(9.2)	NA
Amanat	2,350	0.94	1.27	0.91	8.35	0.88	6.4%	(6.0)	(12.3)	(13.8)	4.6
Aramex	5,578	3.81	4.80	3.50	30.13	2.08	3.4%	3.5	5.4	(4.1)	(0.5)
ASM	10,999	11.00	16.94	10.46	NM	1.87	-	(11.3)	(6.8)	(20.9)	NA
Borouge*	88,964	2.96	3.27	2.85	15.87	4.88	5.4%	-	-	-	-
BOS	1,166	0.53	0.76	0.49	NA	0.31	-	NaN	(1.7)	(14.5)	(7.7)
Dana Gas	7,414	1.06	1.27	0.81	5.85	0.86	7.5%	(8.6)	(4.3)	3.8	40.3
DEWA*	127,490	2.55	3.05	2.48	20.82	1.37	4.9%	(1.5)	-	-	-
Deyaar	2,026	0.46	0.73	0.37	25.23	0.35	-	(18.5)	(19.2)	(27.7)	19.7
DFM	13,999	1.75	3.05	0.98	NM	1.79	1.7%	(22.6)	(23.3)	(37.6)	50.2
DIC	8,801	2.07	2.64	1.63	12.61	0.72	5.8%	(11.5)	(4.0)	12.4	26.8
DIB	40,834	5.64	6.63	4.72	9.22	1.07	4.4%	(5.8)	(6.2)	9.2	20.3
DU	26,334	5.81	7.28	5.80	22.81	3.16	3.6%	(3.0)	(12.0)	(10.8)	(11.0)
Easy Lease	1,101	36.70	66.85	23.74	30.09	12.17	-	(25.9)	1.8	26.6	46.7
Emaar Dev.	17,039	4.26	5.32	3.55	4.85	1.10	-	(10.7)	(3.4)	(2.5)	11.8
Emaar Pro.	42,286	5.17	6.47	3.89	6.97	0.67	2.9%	(12.4)	(2.0)	8.2	28.4
ENBD	84,004	13.30	15.50	12.50	9.16	1.03	3.8%	0.4	(3.6)	1.4	(1.1)
ESG	1,740	6.96	11.80	3.65	NM	3.39	-	(10.8)	(3.1)	(13.0)	86.1
Etisalat	233,577	26.86	39.06	21.98	24.85	4.77	3.0%	(13.4)	(23.4)	(14.3)	24.5
FAB	207,899	18.82	24.06	15.95	14.02	1.87	2.6%	(6.0)	(12.1)	3.3	18.6
Fertiglobe*	43,827	5.28	5.95	2.92	12.25	5.40	7.5%	(0.4)	(1.5)	55.8	NA
GFH	4,012	0.99	1.34	0.69	10.89	0.97	4.5%	(12.1)	(11.4)	(12.8)	43.1
Ghitha	18,384	76.10	123.00	9.00	NA	8.14	-	(15.0)	28.1	176.7	745.6
IHC	511,295	280.80	295.00	96.30	67.24	17.83	-	0.3	49.2	84.7	191.4
Julphar	1,502	1.30	2.32	1.20	23.54	1.58	-	5.7	(9.1)	(29.3)	(15.0)
Mashreq	16,047	80.00	81.00	53.10	10.25	0.79	1.3%	8.8	1.3	0.6	34.9
Multiply	20,382	1.82	2.35	1.51	NA	1.95	-	(5.2)	11.7	(1.1)	NA
NMDC	21,861	26.50	33.38	8.35	21.00	3.98	-	(11.3)	89.0	103.2	215.9
Palms Sports	1,800	12.00	21.48	10.50	18.57	5.15	-	(3.7)	7.0	(1.8)	(0.5)
RAK Bank	8,061	4.81	5.40	3.82	9.34	0.94	4.7%	0.2	(8.4)	6.9	17.6
RAK Pro.	1,218	0.61	0.97	0.61	7.26	0.29	-	(13.1)	(22.8)	(21.0)	(4.8)
RAK Cer.	2,772	2.79	3.38	2.17	NM	1.26	7.2%	(0.0)	(0.8)	1.3	30.0
RPM	1,680	8.40	20.00	7.05	20.91	6.51	-	(15.9)	1.6	(13.0)	NA
Salama	711	0.59	0.87	0.56	25.17	0.92	-	(4.2)	(8.4)	(20.5)	(27.6)
SIB	5,269	1.71	2.12	1.46	9.81	0.70	4.7%	(8.1)	(15.3)	(8.8)	21.0
Shuaa	1,260	0.50	0.83	0.47	NULL	0.87	-	(10.9)	(15.8)	(27.4)	(19.2)
Tabreed	7,653	2.69	2.92	2.27	14.75	1.31	2.2%	14.5	9.8	11.6	(1.6)
TAQA	142,780	1.27	1.53	1.13	21.98	2.20	3.7%	(2.3)	4.7	(0.9)	(5.7)
Waha	2,761	1.42	1.91	1.33	6.31	0.81	5.3%	(3.4)	(5.8)	(10.8)	9.0
Yahsat *	6,343	2.60	3.10	2.46	23.35	1.92	6.1%	(1.1)	(6.8)	(2.4)	NA

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

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