



Morning Report

21 November 2021

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,349	0.1%	6%	9%	65%	69%
DFM	3,265	0.1%	16%	14%	31%	40%
TASI	11,710	-1.0%	0%	3%	35%	36%
BHSEASI	1,791	0.2%	5%	9%	20%	24%
EGX	11,338	-1.0%	1%	4%	5%	3%
DJI	35,602	-0.7%	0%	2%	16%	21%
S&P 500	4,698	-0.1%	4%	7%	25%	31%
Nasdaq	16,057	0.4%	6%	10%	25%	35%
FTSE	7,224	-0.4%	0%	2%	12%	14%
DAX	16,160	-0.4%	4%	3%	18%	23%
CAC40	7,112	-0.4%	7%	8%	28%	30%
Nikkei225	29,746	0.5%	2%	9%	8%	16%
HIS	25,050	-1.1%	-3%	-1%	-8%	-5%
MSCI EM	1,269	-0.4%	-2%	3%	-2%	6%
MSCI Asia	199	0.2%	0%	3%	0%	6%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,845	1,845	-
Local	73%	79%	-6%
Foreign	27%	21%	6%
Institutional	87%	85%	2%
Retail	13%	15%	-2%
DFM	824	824	-
Local	66%	63%	3%
Foreign	34%	37%	-3%
Institutional	41%	49%	-8%
Retail	59%	51%	8%
Total	2,669	2,669	-
Local	71%	74%	-3%
Foreign	29%	26%	3%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	52WL
Manazel	0.254%	0.59	2.4	0.64	0.33
Methaq	0.115%	0.81	1.3	1.20	0.71
Eshraq	0.104%	0.43	2.6	0.48	0.29

Upcoming Corporates Actions & Events

Date	Company	Event
01-Dec	MSCI 4Q EM Index	Effective Date
08-Dec	Etisalat	GM
09-Dec	Dana Gas	GM/Dividend
09-Dec	UPP	AGM

KEY STORIES

DFM allows market making service on all listed securities

Delisting of Emaar Malls and issuing new shares in Emaar Properties to shareholders of Emaar Malls after the end of the trading session today, Sunday 21st November 2021

Amanat Holdings has allocated at least AED 1.5bln for acquisitions in the healthcare and education sectors across different markets in 2022 – CEO

Fitch Ratings has affirmed ADIB at 'A+' with a Stable Outlook

ADNOC awards two EPC contracts totalling USD 1.46bln for the Dalma Gas Project to NMDC's subsidiary NPCC and a JV between Técnicas Reunidas & Target Engineering

National Marine Dredging disclosed that NPCC enters into a memorandum of understanding with CNCEC, to explore opportunities in the downstream sector

Emirates' cargo boss said that global supply chain constraints will continue to hit freight movers until at least the end of next year and could stretch beyond 2022

ADNOC L&S and AD Ports Group have signed an agreement to develop a new port and logistics facility at TA'ZIZ

Gulf Islamic Investments is nearing a USD 600mln deal to buy a 70% stake in Saudi Arabia's Almeswak Dental Clinics

Total assets of the Central Bank of the UAE rose to AED 485.87bln by the end of September 2021, compared to AED 454.54bln a year ago

UAE on Nov 20 announced 79 new Covid-19 cases and 89 recoveries. The tally takes total cases in UAE to 741,370 with 736,081 recoveries and 2,144 deaths

Saudi Arabia are preparing to launch green bonds in the coming months – Bloomberg

Saudi Arabia's crude and total oil products exports in September fell to 7.84mlnbpd from 7.90mlnbpd in August

Reliance Industries said it had decided with Saudi Aramco to re-evaluate the oil giant's proposed roughly USD 15bln investment in Reliance's oil-to-chemicals business

Saudi Tadawul Group price range for the offering has been set between SAR 95 and SAR 105 per share

Saudi Exchange announces listing of Nayifat Finance shares on main market on Nov 22

Kuwait's Warba Bank says USD 250mln sukuk has been priced with coupon rate of 4%

Remittances from Egyptians working abroad rose to USD 2.7bln in August, compared to USD 2.4bln in the same month last year – C. Bank

Egypt plans to sell additional shares in Abu Qir Fertilizers Company on the local stock exchange within one month at most - Minister

Egypt's EFG Hermes has completed its takeover of state-owned Arab Investment Bank

Key Global Trends/ Market Clues

The Nasdaq Composite Index closed at a new record high Friday, but blue-chip U.S. stocks sank amid renewed concerns about COVID-19, which also boosted safe havens like the U.S. dollar. The surge by the tech-heavy Nasdaq came as investors fretted about renewed lockdowns, after Austria announced new restrictions to deal with rising cases and fears Germany could follow suit. Banks and travel companies bore

the brunt of the losses, as investors fretted about reduced economic activity if case numbers rise and jumped to safer havens in tech stocks. The Dow Jones Industrial Average ended the week down 0.75%, closing for its fourth week down in five. The S&P 500 lost 0.14%, while the Nasdaq Composite added 0.4% and closed above 16,000 for the first time. The MSCI world equity index, which tracks shares in 45 nations, fell 0.28%.

Oil prices fell about 3% to below USD 80 a barrel on Friday as surging COVID-19 cases in Europe threatened to slow the economic recovery while investors also weighed a potential release of crude reserves by major economies to cool prices. Brent futures for January fell USD 2.35, or 2.9%, to settle at USD 78.89 a barrel. U.S. West Texas Intermediate (WTI) crude for December fell USD 2.91, or 3.6%, to USD 76.10 on its last day as the front-month. WTI for January, which will soon be the U.S. front-month, was down about USD 2.65, or 3.4%, to USD 75.78. Both benchmarks declined for the fourth consecutive week, for the first time since March 2020. Austria became the first country in western Europe to re-impose a full coronavirus lockdown this autumn to tackle a new wave of COVID-19 infections across the region. Germany, Europe's largest economy, warned it may also have to move to a full lockdown.

OPEC+ compliance with oil production cuts stood at 116% in October, up from 115% the previous month, two sources with direct knowledge of the matter said, indicating the group continues to produce under its agreed targets.

UAE Stories

DFM allows market making service on all listed securities.

Delisting of Emaar Malls and issuing new shares in Emaar Properties to shareholders of Emaar Malls after the end of the trading session today, Sunday 21st November 2021.

Amanat Holdings has allocated at least AED 1.5bn for acquisitions in the healthcare and education sectors across different markets in 2022, the company's CEO, Mohamad Hamade, told Bloomberg TV. Hamade added that some of the company's portfolio companies are selected for stock market listings, benefitting from Dubai's initiative to encourage the initial public offerings (IPO). "Markets such as the UAE, Saudi, Egypt, be it in higher education, K12 or specialized health-care is a target for us and we are currently exploring all of the above," Amanat's CEO announced.

Fitch Ratings has affirmed Abu Dhabi Islamic Bank's (ADIB) Long-Term Issuer Default Rating (IDR) at 'A+' with a Stable Outlook and Viability Rating (VR) at 'bb'.

ADNOC awards two engineering, procurement and construction (EPC) contracts (packages) totalling USD 1.46bn for the Dalma Gas Development Project to National Petroleum Construction Company (NPCC) (wholly owned by National Marine Dredging Company) and a joint venture between Técnicas Reunidas and Target Engineering.

National Marine Dredging disclosed that NPCC enters into a memorandum of understanding with CNCEC, to explore opportunities in the downstream sector.

Emirates' cargo boss said that global supply chain constraints will continue to hit freight movers until at least the end of next year and could stretch beyond 2022 as logistics companies struggle with labour shortages amid booming demand. A shortage of freight space and manpower as a result of the pandemic compounded by a rapid recovery in demand has jammed seaports and airports and led transport costs to skyrocket.

ADNOC Logistics & Services (ADNOC L&S), and AD Ports Group have signed an agreement to develop a new port and logistics facility at TA'ZIZ, the chemicals production and industrial hub currently under development at Ruwais.

Gulf Islamic Investments is nearing a USD 600mln deal to buy a 70% stake in Saudi Arabia's largest provider of dental and dermatology care, according to people familiar with the matter. Gulf Islamic is set to buy the 70% stake owned by private equity firm Jadwa Investment Company in Almeswak Dental Clinics, said the people, who asked not to be identified because the information is private.

The total assets of the Central Bank of the UAE (CBUAE) rose to AED 485.87bn by the end of September 2021, compared to AED 454.54bn in the year-ago period. The CBUAE's foreign assets amounted to AED 417.15bn by the end of September 2021, up from AED 356.61bn.

UAE on Nov 20 announced 79 new Covid-19 cases, bringing the total confirmed cases in the country to 741,370. At the same time, 89 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 736,081, UAE's Ministry of Health and Prevention said. It has reported no deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,144.

GCC/MENA

The Saudi government and the kingdom's sovereign wealth fund are preparing to launch green bonds in the coming months, according to Bloomberg. The deals may raise billions of dollars each and will help the Public Investment Fund (PIF) finance projects that will be powered entirely by renewable energy, Bloomberg reported citing people familiar with the plans.

Saudi Arabia's crude and total oil products exports in September fell to 7.84mlnbpd from 7.90mlnbpd in August, official data showed on Thursday.

Reliance Industries said it had decided with Saudi Aramco to re-evaluate the oil giant's proposed roughly USD 15bln investment in Reliance's oil-to-chemicals business. The 20% stake sale in the unit was announced in 2019, but was delayed as oil prices and demand crashed last year due to the pandemic.

Saudi Tadawul Group price range for the offering has been set between SAR 95 and SAR 105 per share. Bidding and book-building period for participating parties on Saudi Tadawul Group starts on 21 Nov and ends on 26 Nov- adviser.

Saudi Exchange announces listing of Nayifat Finance shares on main market on Nov 22.

Kuwait's Warba Bank says USD 250mln sukuk has been priced with coupon rate of 4%.

Remittances from Egyptians working abroad rose to USD 2.7bln in August, compared to USD 2.4bln in the same month last year, the central bank said on Thursday. Remittances in January-August amounted to USD 21.4bln, up by a total of USD 2bln from the same period a year prior, the bank added.

Egypt plans to sell additional shares in Abu Qir Fertilizers Company on the local stock exchange within one month at most, the minister of the public business sector told Reuters on Thursday. Minister Hesham Tawfiq added that an offering of stakes in four state-owned companies will be completed during the first half of 2022.

Egypt's EFG Hermes has completed its takeover of state-owned Arab Investment Bank, transforming itself into an Egyptian universal bank, it said on Thursday. EFG Hermes agreed to purchase a 51% stake in the bank in May, with the Sovereign Fund of Egypt also acquiring a 25% stake and the current owner, Egypt's state-owned National Investment Bank (NIB), retaining 24%. It is Egypt's first bank privatisation in more than a decade.

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	56,911	8.18	8.45	5.97	11.63	1.00	3.3%	(0.5)	7.8	37.8	40.0
ADIB	23,245	6.40	6.45	4.55	12.80	1.17	3.2%	12.1	16.6	41.9	45.3
ADNIC	3,306	5.80	5.93	4.50	7.84	1.22	6.0%	9.2	3.9	21.9	35.2
ADNOC Dist.	52,875	4.23	5.01	3.41	19.77	15.63	4.9%	0.5	(4.8)	18.3	28.6
ADNOC Drill.*	54,080	3.38	3.51	2.77	26.89	5.20	4.4%	NA	NA	NA	NA
Agthia	4,512	5.70	7.32	4.03	NM	1.70	2.9%	2.3	(4.6)	39.5	34.8
Air Arabia	7,187	1.54	1.58	1.16	NM	1.30	0.0%	14.9	10.8	20.3	32.8
Ajman Bank	1,680	0.80	0.83	0.64	19.44	0.65	0.0%	17.6	7.8	2.6	16.3
Aldar	33,023	4.20	4.38	2.84	14.93	1.29	3.5%	4.7	1.0	38.5	51.5
Alpha Dhabi	260,000	26.00	30.20	15.00	NA	NA	NA	(7.9)	(11.3)	NA	NA
Amanat	2,900	1.16	1.27	0.78	9.80	1.04	1.9%	5.5	2.7	41.5	44.6
Aramex	6,003	4.10	4.80	3.50	35.46	2.17	3.2%	9.3	7.9	(3.3)	5.9
ASM	15,040	15.04	16.94	13.00	NM	4.07	NA	3.2	NA	NA	NA
BOS	1,320	0.60	0.76	0.50	NA	0.35	0.0%	11.1	14.1	(0.2)	(1.8)
Dana Gas	7,695	1.10	1.27	0.66	7.48	0.90	5.0%	5.8	19.6	65.0	77.2
Deyaar	3,005	0.52	0.55	0.25	NA	0.69	0.0%	78.7	77.5	85.1	85.7
DFM	22,080	2.76	3.05	0.84	NM	2.82	0.0%	176.0	153.2	196.8	225.5
DIC	8,419	1.98	2.08	1.17	21.86	0.71	NA	15.1	7.6	43.6	76.4
DIB	40,114	5.54	5.59	4.24	14.78	1.05	3.6%	10.4	10.1	25.4	35.7
DU	28,240	6.23	7.22	5.50	34.08	3.44	4.0%	(5.0)	(5.6)	12.3	16.3
Easy Lease	1,058	35.26	66.85	10.00	33.78	17.24	NA	(22.8)	(6.0)	100.3	-
Emaar Dev.	18,480	4.62	4.75	2.45	6.89	1.36	0.0%	18.8	17.9	68.0	87.0
Emaar Malls	33,837	2.60	2.63	1.62	28.49	1.68	0.0%	32.7	29.4	42.1	45.3
Emaar Pro.	36,658	5.12	5.33	3.02	13.29	0.64	2.0%	29.3	24.3	48.8	72.3
ENBD	89,696	14.20	14.35	10.25	11.24	1.05	2.8%	2.9	2.5	42.8	42.8
ESG	2,248	8.99	11.80	3.01	NM	6.47	NA	(7.3)	138.5	NA	NA
Eshraq	997	0.43	0.48	0.29	NA	0.73	NA	37.5	35.3	34.9	29.2
Etisalat	243,336	27.98	28.60	16.64	26.42	5.16	4.3%	11.4	13.0	74.8	74.2
FAB	215,124	19.70	20.02	12.52	19.55	2.03	3.8%	8.0	15.6	60.7	63.7
Fertiglobe*	31,130	3.75	4.02	2.92	22.23	5.09	4.7%	-	-	-	-
GFH	4,632	1.23	1.33	0.55	13.45	1.29	1.4%	62.3	60.8	113.4	127.6
IHC	275,335	151.20	165.00	39.52	58.50	17.27	NA	2.9	4.1	260.0	279.9
Julphar	2,103	1.82	2.32	1.20	NA	2.11	NA	(2.7)	(0.0)	36.8	28.2
Mashreq	13,315	66.37	70.80	53.10	NA	0.69	0.0%	3.4	25.0	10.5	16.2
Palms Sports	1,812	12.08	21.48	4.30	22.46	6.71	NA	(16.1)	2.9	(8.5)	NA
RAK Bank	7,911	4.72	4.72	3.55	13.18	0.98	3.2%	21.0	18.0	21.0	33.0
RAK Pro.	1,564	0.78	0.81	0.42	5.78	0.38	5.1%	10.1	7.9	62.9	81.9
RAK Cer.	2,842	2.86	3.08	1.35	NM	1.27	2.6%	3.6	(1.3)	106.5	126.0
RPM	2,356	11.78	20.00	10.10	58.69	10.51	NA	NA	NA	NA	NA
Salama	980	0.81	0.97	0.73	15.93	1.25	10.2%	8.0	(1.5)	5.4	13.6
SIB	5,609	1.82	1.89	1.18	10.99	0.73	4.4%	(1.6)	3.4	46.1	63.4
Shuaa	1,960	0.77	0.82	0.59	10.82	1.26	3.9%	14.5	5.7	19.1	26.0
Tabreed	7,351	2.65	3.15	2.39	15.43	1.35	2.2%	2.3	(8.6)	4.3	7.1
TAQA	141,667	1.26	1.59	1.18	29.10	1.99	2.0%	1.2	1.7	(10.7)	(14.0)
Waha	3,422	1.76	1.96	1.05	6.90	1.01	3.4%	(0.0)	(0.6)	54.3	76.3
Yahsat *	6,929	2.84	3.10	2.46	31.21	2.32	5.6%	5.2	NA	NA	NA
Zee Store	3,278	32.78	53.00	7.95	NM	15.85	NA	(19.0)	137.9	212.2	NA

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

Disclaimer

This report has been issued by International Securities for informational purposes only. This report is not and should not be construed as an offer or the solicitation of an offer to purchase or subscribe or sell any investment or subscribe to any investment management or advisory service. Recipients should not base their investment decisions on this report and should make their own investigations, and obtain independent advice, as appropriate. International Securities has based this document on information obtained from publicly available information, and sources it believes to be reliable without being independently verified for their accuracy or completeness. It makes no guarantee, representation or warranty as to its accuracy or completeness and accepts no responsibility or liability in respect thereof or for any reliance placed by any person on such information. All opinions expressed herein are subject to change without notice. This report may not be reproduced or circulated without the prior written consent of International Securities. International Securities owns the intellectual property rights and any other material contained in this report. International Securities is regulated by the United Arab Emirates Securities and Commodities Authority under license number 20200000017. International Securities is a member of the Abu Dhabi Securities Exchange, Dubai Financial Market and NASDAQ Dubai.