



## Morning Report

21 November 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	10,434	0.4%	4%	4%	23%	25%
DFM	3,352	0.6%	-2%	-2%	5%	3%
TASI	11,053	-0.8%	-8%	-12%	-2%	-6%
QSI	12,111	-0.8%	-4%	-14%	4%	1%
BKM	5,683	-0.2%	5%	-2%	-3%	-7%
MSX	4,482	-0.1%	1%	-3%	9%	10%
BHSEASI	1,861	-0.2%	0%	-2%	4%	4%
EGX	12,524	0.1%	22%	24%	5%	10%
DJI	33,746	0.6%	11%	-1%	-7%	-6%
S&P 500	3,965	0.5%	7%	-7%	-17%	-16%
Nasdaq	11,146	0.0%	3%	-14%	-29%	-30%
FTSE	7,386	0.5%	6%	-2%	0%	2%
DAX	14,432	1.2%	13%	5%	-9%	-11%
CAC40	6,644	1.0%	10%	1%	-7%	-7%
Nikkei225	27,900	-0.1%	3%	-4%	-3%	-6%
HIS	17,506	-2.7%	6%	-9%	-23%	-29%
MSCI EM	943	0.1%	7%	-7%	-23%	-26%
MSCI	153	0.2%	10%	-6%	-21%	-23%
US Fut.	3,959	-0.4%	5%	-4%	-17%	-16%
EU Fut.	3,909	-0.4%	13%	8%	-9%	-10%

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>1,327</b>	<b>1,327</b>	<b>-</b>
Local	69%	78%	-9%
Foreign	31%	22%	9%
Institutional	70%	71%	-1%
Retail	30%	29%	1%
<b>DFM</b>	<b>224</b>	<b>224</b>	<b>-</b>
Local	50%	55%	-5%
Foreign	50%	45%	5%
Institutional	60%	59%	1%
Retail	40%	41%	-1%
<b>Total</b>	<b>1,551</b>	<b>1,551</b>	<b>-</b>
Local	66%	75%	-8%
Foreign	34%	25%	8%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low 52WH	High – Low 52WL
RAKPROP	0.054%	0.75	1.9	0.97	0.56
Eshraq	0.033%	0.50	(1.4)	0.88	0.43
ADPorts	0.033%	5.85	2.5	6.87	3.22

### Upcoming Corporates Actions & Events

Date	Company	Event
21-Nov	Yahsat	BoD/General
21-Nov	NBQ	BoD/General
21-Nov	DEYAAR	General Assembly
21-Nov	RPM	General Assembly/Dividend
23-Nov	DANA	BoD/General
23-Nov	ASNIC	BoD/General
23-Nov	SAWAEED	BoD/General
23-Nov	NBF	BoD/General
24-Nov	DEWA	BoD/General
24-Nov	Drive	BoD/General
1-Dec	MSCI Rebalancing	Effective Date
06-Dec	Fidelity United	General Assembly

## # KEY STORIES

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AD Ports group and Transmar International Shipping Company have launched a new container shipping service that will link Karachi

IHC offer for shares in Colombian food producer Nutresa was declared void after it failed to receive the minimum number of shares, Colombian stock exchange said

Bayanat announced the launch of the new Emergency location Transmitter (ELT) testing process

EIBANK board proposes issuance of 2.8 million new bonus shares at nominal value of AED 100 per share

National Investor company resolved to conclude an asset disposal transaction concerning a Plot of Land located in Masdar city for AED 14.6mln

Air Arabia, has been performing five flights to Moscow per week will carry out one flight per day from December 1

ADGM, has partnered with ADIB, Wio Bank, and RAKBANK to facilitate knowledge sharing on latest banking developments

EAND and Ericsson sign a three-year MoU to explore initiatives aimed at reducing energy consumption

UAE on Nov 20 announced 233 new Covid-19 cases and 219 recoveries. The tally takes total cases in UAE to 1,042,573 with 1,021,686 recoveries and 2,348 deaths

Saudi Dar Al Arkan, and the Trump Organization signed an agreement in New York to develop a signature Trump Resort

Saudi Al-Baha Investment & Development subsidiary elegant centers has signed a lease contract worth SAR 27mln for an administrative building and a warehouse

Saudi Yanbu National Petrochemicals announce the scheduled turnaround of the company's complex for preventive maintenance

Saudi Al Elm Information Security receives extension and value increase letter for the contract of operating centers with a government entity

Saudi Alinma Retail REIT Fund signs credit facilities agreement with Alinma bank valued at SAR 750mln

Egypt's Rowad Tourism assigns BDO to conduct fair value study for assets of target real estate investment

Egypt's Swarmio media signs telco distribution agreement with Westbridge Telecom, targeting MENA's 377mln gamers

Egypt's EFG Hermes Holdings concludes advisory on EGP 292.5mln third issuance in pioneers' properties for urban development's securitized bond offering

## # Key Global Trends/ Market Clues

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Global equities edged up and a key part of the Treasury yield curve inverted further, a sign the U.S. economy will stall next year, and that investors hope will lead the Federal Reserve to back off its aggressive hiking of interest rates. Surprisingly strong retail sales data this week hammered home the idea that the Fed will tighten monetary policy further even though soft consumer and producer price pressures suggested inflation has peaked and would allow for lower rates. Three top policymakers in Europe also said the European Central Bank must raise rates high enough to dampen growth as it too fights high inflation. The market sees a recession next year as the yield spread between two- and 10-year Treasuries was -71 basis points, an inversion of the yield curve that has not reached such depths since at least 2000. When yields are less on the 10-year note than the two-year, a security that reflects interest rate expectations, it suggests a slowdown or

worse and that the Fed will cut rates to spur the economy. Stocks rose on Wall Street in a choppy session. The Dow Jones Industrial Average advanced 0.6%, the S&P 500 gained 0.48% and the Nasdaq Composite crept 0.01% higher.

Oil prices hovered near two-month lows as supply fears receded while concerns over China's fuel demand and rising interest rates weighed on prices. Brent crude futures for January had slipped, 0.3%, to USD 87.34 a barrel. U.S. WTI crude futures for December were at USD 80 a barrel, down 8 cents, ahead of the contract's expiry later Monday. The more active January contract fell 21 cents to USD 79.90 a barrel. The front-month Brent crude futures spread narrowed sharply last week while WTI flipped into a contango, reflecting dwindling supply concerns. Tight crude supplies in Europe have eased as refiners have piled up stocks ahead of the Dec. 5 European Union embargo on Russian crude, putting pressure on physical crude markets across Europe, Africa and the United States. While North Sea and West African spot market indicators are far from strong, they are also not suggesting signs of distress. Demand in the world's top crude importer remains bogged down by COVID-19 restrictions while expectations of further interest rate rise elsewhere have elevated the greenback, making dollar-denominated commodities more expensive for investors.

## **# UAE Stories**

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AD Ports group and Transmar International Shipping Company (Transmar) have launched a new container shipping service that will link Karachi, Pakistan's busiest port, with the major maritime economies of the Middle East and East Africa. The new route will contribute to AD Ports Group's strategic objectives of increasing regional and global connectivity. The new route will provide weekly connections for cargo between Karachi Port and AD Ports Group's flagship Khalifa Port in Abu Dhabi, in addition to Jebel Ali Port in Dubai, Dammam and Jeddah in KSA, Aqaba in Jordan, Sokhna and Adabiya in Egypt, plus Port Sudan and Djibouti.

IHC offer for shares in Colombian food producer Nutresa was declared void after it failed to receive the minimum number of shares, Colombian stock exchange said. The Abu Dhabi-based fund had sought to buy between 25.0% and 31.25% of Nutresa in the offer for USD 15 a share. This was the fourth offer for Nutresa shares, and the second time that a takeover bid in the company was declared void.

Bayanat announced the launch of the new Emergency location Transmitter (ELT) testing process, a path breaking initiative in aviation safety as well as the first for the global aviation industry. A cloud-based solution, it offers ELT inventories linked to aircraft tail numbers. Additionally, it improves airline productivity and enhances savings. A smart technology initiative that optimizes ELT testing and sends automated reports to the regulators.

EIBANK board proposes issuance of 2.8 million new bonus shares at nominal value of AED 100 per share. The board proposes distribution of AED 280mIn dirhams distributable reserves as of Dec 31, 2021 as bonus shares.

National Investor company BoD's have resolved to conclude an asset disposal transaction concerning a Plot of Land located in Masdar city in Abu Dhabi owned by one of the Company's wholly owned subsidiaries, Fidelity Trust Owned by Al Jeyoun Limited to Reportage Prime Properties LLC. The book value of the property is AED 16.7mIn which is 5.4% of the Company's share capital, and the agreed upon gross selling price for this transaction is AED 14.6mIn certain routine transaction fees pertaining to the Abu Dhabi municipality and Masdar city services will be shared equally between the seller and the buyer. The expected sale will result to an estimated realized loss of AED 2.1mIn which is the difference between the carrying book value and the selling price, and the accounting impact will be recognized in the fiscal year 2022 consolidated financial statements of the Company.

Air Arabia to perform flights to Moscow daily. The Air Arabia Abu Dhabi air carrier, which has been performing five flights to Moscow per week since November 18, will carry out one flight per day from December 1, the UAE Embassy in Moscow said in a comment for TASS.

ADGM, has partnered with ADIB, Wio Bank, and RAKBANK to facilitate knowledge sharing on latest banking developments and support small and medium-sized enterprises (SMEs) with access to key financial services.

EAND and Ericsson partner to build more sustainable future networks. Companies sign a three-year Memorandum of Understanding to explore initiatives aimed at reducing energy consumption and building more efficient and sustainable future networks. Group to garner Ericsson's expertise and products for developing energy-efficient strategies to realize its carbon management ambitions.

UAE on Nov 20 announced 233 new Covid-19 cases, bringing the total confirmed cases in the country to 1,042,573. At the same time, 219 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 1,021,686, UAE's Ministry of Health and Prevention said. It has reported 0 death from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,348.

## # GCC/MENA

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Saudi Dar Al Arkan, and The Trump Organization signed an agreement in New York to develop a signature Trump Resort, including residential villas, a hotel, and a golf course in the AIDA project. Located in Muscat, the 100-meter-high hilltop development is one of the largest premium mixed-use real estate projects in the world, situated by the sea.

Saudi Al-Baha Investment & Development subsidiary elegant centers company ltd has signed a lease contract for an administrative building and a warehouse. The transaction is valued at SAR 27mIn, including value-added tax. The financial impact of company and its operations will appear during year 2023.

Saudi Yanbu National Petrochemicals announce the scheduled turnaround of the company's complex for preventive maintenance. Duration is 53 days starting from 10 January 2023, turnaround will contribute to enhance reliability of company's plants and improving its operational and production efficiency. Financial impact will appear during the first and second quarter of 2023.

Saudi Al Elm Information Security receives extension and value increase letter for the contract of operating centers with a government entity. The contract total value is of SAR 89.5mIn for an additional six months starting from Dec 16, 2022. The financial impact of this extension will be over the years 2022 and 2023. Approximately, 38% of the contract value was executed and recognized in 3Q22.

Saudi Alinma Retail REIT Fund signs credit facilities agreement with Alinma bank. Credit facilities value SAR 750mIn. Financing period is around 8 years. Financing profit margin will be 1.3 + SIBOR 3 months. Facilities to finance acquisition of new assets.

Egypt's Rowad Tourism assigns BDO keys financial consulting to conduct fair value study for assets of target real estate investment, intends to acquire assets owned by target real estate investment.

Egypt's Swarmio media signs telco distribution agreement with Westbridge Telecom, targeting MENA's 377mIn gamers. According to the terms of the agreement, Westbridge will distribute Swarmio's ember gaming and e-sports platform to its telco clients in the mena (middle east and

north africa) region, with subscription revenues to be split between Swarmio, Westbridge and participating telcos.

Egypt's EFG Hermes Holdings concludes advisory on EGP 292.5mln third issuance in pioneers' properties for urban development's securitized bond offering. Issuance is part of EGP 3bln program real estate developer approved in 2021 to expand operations.

*\*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	66,791	9.60	11.30	8.10	12.74	1.25	3.9%	4.1	1.6	16.5	20.5
ADIB	33,741	9.29	10.46	5.92	11.53	1.59	3.4%	0.4	1.8	39.9	54.7
ADNIC	3,363	5.90	7.63	5.70	10.02	1.30	6.8%	(1.5)	(3.8)	(7.0)	7.3
ADNOC Dist.	55,500	4.44	4.88	3.80	19.14	18.35	4.6%	1.4	(1.4)	9.1	10.9
ADNOC Drill*	54,240	3.39	3.92	2.97	20.75	5.48	4.4%	(0.6)	(6.4)	4.0	-
AD Ports	29,777	5.85	6.87	3.22	35.23	1.56	-	5.6	14.3	-	-
Agthia	3,538	4.47	5.71	4.20	NM	1.28	3.7%	2.3	(8.7)	(9.2)	(18.0)
Air Arabia	9,893	2.12	2.36	1.36	7.42	1.45	4.0%	3.4	(6.6)	54.0	46.9
Ajman Bank	1,600	0.76	0.91	0.66	11.54	0.64	-	4.4	2.9	(6.4)	(9.8)
Aldar	34,910	4.44	5.79	3.92	12.43	1.19	3.4%	0.9	(7.9)	14.5	10.4
Alpha Dhabi	275,000	27.50	30.50	23.78	NA	NA	-	11.6	13.9	0.7	7.3
Amanat	2,075	0.83	1.22	0.82	32.78	0.77	7.2%	(8.8)	(12.1)	(24.0)	(25.3)
Aramex	5,344	3.65	4.45	3.52	30.55	2.10	3.6%	(2.4)	(5.7)	(8.6)	(10.4)
ASM	10,200	10.20	15.04	8.89	NM	1.50	-	5.7	4.6	(26.6)	(29.0)
Borouge*	81,156	2.70	3.27	2.63	14.5	4.45	-	(1.5)	(9.9)	-	-
BOS	1,100	0.50	0.64	0.45	-	-	-	-	-	(19.4)	(15.3)
Dana Gas	6,429	0.92	1.26	0.91	8.80	0.74	8.7%	(0.6)	(1.4)	(5.7)	(4.3)
DEWA*	119,000	2.38	3.05	2.34	19.43	1.31	5.2%	(4.8)	(5.5)	-	-
Deyaar	2,297	0.53	0.73	0.44	17.71	0.51	-	(0.4)	(7.1)	(18.5)	(23.5)
DFM	12,480	1.56	2.95	1.36	NM	1.58	1.9%	8.3	(14.3)	(45.0)	(42.0)
DIC	9,610	2.26	2.64	1.80	5.81	0.76	5.3%	0.9	(4.2)	26.4	23.8
DIB	42,286	5.84	6.63	5.02	8.53	1.04	4.3%	(4.1)	(0.7)	13.4	10.7
DU	25,702	5.67	7.28	5.63	20.50	3.04	3.7%	(2.1)	(9.0)	(11.9)	(6.3)
Easy Lease	1,095	36.50	61.90	24.00	24.75	9.60	-	(3.2)	(6.9)	25.9	5.0
Emaar Dev.	17,880	4.47	5.32	4.02	4.83	1.03	-	(2.6)	(3.5)	2.3	(0.7)
Emaar Pro.	50,469	6.17	6.60	4.45	7.11	0.78	2.4%	0.2	5.6	30.6	24.5
ENBD	83,063	13.15	15.50	11.80	7.85	0.94	3.8%	0.4	(4.0)	(0.1)	(4.4)
ESG	1,640	6.56	8.90	5.30	NM	2.61	-	14.5	4.6	(18.0)	(25.8)
Etisalat	221,419	25.46	39.06	22.66	23.72	5.41	3.1%	4.8	(5.4)	(17.6)	(9.3)
FAB	195,101	17.66	24.06	17.02	14.03	1.73	2.8%	(1.0)	(10.5)	(3.0)	(6.0)
Fertiglobe*	39,182	4.72	6.11	3.40	7.39	5.72	8.4%	(8.9)	(11.3)	47.7	-
GFH	3,660	0.98	1.34	0.88	9.87	0.95	4.5%	8.2	(11.7)	(13.3)	(12.5)
Ghitha	17,045	70.55	123.00	24.00	NA	8.24	-	(1.6)	(19.0)	156.5	136.0
IHC	728,754	400.10	410.00	149.00	54.22	17.38	-	2.9	16.6	163.2	164.6
Invictus	4,614	4.12	6.50	3.50	-	-	-	17.0	-	-	-
Julphar	1,363	1.18	1.91	1.14	-	1.41	-	(6.3)	(9.2)	(35.9)	(35.2)
Mashreq	20,061	100.00	119.00	62.10	6.05	0.91	1.0%	(3.4)	30.5	25.8	50.7
Multiply	53,760	4.80	4.94	1.51	NA	2.72	-	35.2	135.3	160.9	NA
NMDC	20,642	25.02	34.96	12.36	17.14	3.44	-	(3.2)	(19.5)	91.9	92.2
Palms Sports	1,611	10.74	14.94	8.64	13.13	3.94	-	(2.2)	(0.6)	(12.1)	(10.5)
RAK Bank	7,795	4.65	5.40	4.19	7.03	0.90	4.8%	(3.1)	(3.1)	3.3	2.2
RAK Pro.	1,490	0.75	0.97	0.56	47.91	0.36	-	1.2	0.5	(3.4)	(4.4)
RAK Cer.	2,753	2.77	3.38	2.68	NM	1.30	7.2%	(4.5)	(8.0)	4.0	2.9
RPM	1,150	5.75	12.68	5.69	15.73	4.35	-	(10.9)	(28.6)	(40.4)	NA
SIB	6,132	1.99	2.12	1.65	9.82	0.80	4.0%	(0.5)	5.9	6.2	14.4
Shuaa	1,052	0.42	0.83	0.35	-	0.86	-	3.0	(15.3)	(39.4)	(45.5)
Tabreed	8,707	3.06	3.52	2.27	14.48	1.39	2.0%	(10.0)	6.3	26.9	21.2
TAQA	421,628	3.75	4.17	1.13	53.53	6.10	1.3%	49.0	200.5	194.5	213.5
Waha	2,664	1.37	1.81	1.24	10.19	0.77	5.5%	(1.4)	5.4	(13.9)	(15.9)
Yahsat *	6,417	2.63	2.92	2.51	28.35	2.14	6.1%	1.2	1.5	1.8	(2.8)

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

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