



Morning Report

22 June 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,470	1.2%	-5%	-1%	12%	43%
DFM	3,264	1.7%	-4%	-3%	2%	15%
TASI	11,660	2.6%	-6%	-9%	3%	7%
BHSEASI	1,838	0.4%	-4%	-7%	2%	17%
EGX	9,698	0.2%	-8%	-16%	-19%	-4%
DJI	30,530	2.1%	-2%	-12%	-16%	-10%
S&P 500	3,765	2.4%	-4%	-16%	-21%	-11%
Nasdaq	11,069	2.5%	-3%	-20%	-29%	-22%
FTSE	7,152	0.4%	-3%	-4%	-3%	1%
DAX	13,292	0.2%	-5%	-7%	-16%	-15%
CAC40	5,965	0.8%	-5%	-9%	-17%	-10%
Nikkei225	26,246	1.8%	-2%	-2%	-9%	-6%
HSI	21,272	1.9%	4%	2%	-8%	-24%
MSCI EM	1,017	1.7%	-2%	-9%	-17%	-25%
MSCI Asia	159	1.5%	-4%	-10%	-18%	-22%
US Fut.	3,735	-0.9%	-6%	-16%	-21%	-12%
EU Fut.	3,435	-1.2%	-6%	-8%	-19%	-16%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,316	1,317	-
Local	75%	86%	-12%
Foreign	25%	14%	12%
Institutional	88%	88%	0%
Retail	12%	12%	0%
DFM	223	223	-
Local	56%	55%	1%
Foreign	44%	45%	-1%
Institutional	64%	36%	28%
Retail	36%	64%	-28%
Total	1,539	1,540	-
Local	72%	82%	-10%
Foreign	28%	18%	10%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH 52WL
Aldar	0.039%	4.67	2.6	5.79 3.73
ADNOC Dist.	0.026%	4.09	1.7	4.63 3.80
Eshraq	0.019%	0.37	1.7	0.55 0.29

Upcoming Corporates Actions & Events

Date	Company	Event
23-Jun	Ekttitab	AGM
04-Jul	Salama	GM
21-Jul	Al Firdous	AGM

KEY STORIES

Alpha Dhabi Holding to invest in SpaceX through subsidiary Alpha Dhabi partners holding for a value of USD 25mln.

IHC decided to increase the investment in SpaceX through IHC West Investment with a deal value of USD 25mln

ADNOC looks to acquire \$19bln products as it expands operations

AD Ports Group's MICCO Logistics signs agreement with Deal DWC to serve the regional retail & FMCG sector.

AD Ports Group has not signed any agreements in relation to a joint project to build a port in Sudan, there are preliminary discussions taking place with the relevant authorities in Sudan

TAQA, ADNOC & Mubadala enter binding agreements for acquisition of Masdar stake for a value of about AED 7bln

Aldar Properties is investing in Taronga Ventures, which operates across APAC region, to further diversify its business and tap into the global proptech sector.

ADX launches FADX 15 Futures, its first index derivatives.

UAE on Jun 21 announced 1,556 new Covid-19 cases and 1,490 recoveries. The tally takes total cases in UAE to 930,475 with 911,226 recoveries and 2,309 deaths

Saudi ACWA Power-led consortium to develop USD 1.5bn wind project in Egypt

Egypt, Saudi Arabia ink deals worth USD 7.7bln on crown prince's visit

Bahrain wealth fund eyes possible McLaren IPO in 2-3 years

Key Global Trends/ Market Clues

Asian stocks slipped in volatile trade on Wednesday, failing to extend Wall Street's rally as persistent worries about interest rates and inflation remained a key focus for investors, while the Japanese yen hit a fresh 24-year low against the dollar. MSCI's broadest index of Asia-Pacific shares outside Japan fell 1%, but was still up 1.39% on the more than five-week low it hit on Monday. Tokyo's Nikkei gave up early gains and was flat. Investors are continuing to assess how worried they need to be about central banks pushing the world economy into recession as they attempt to curtail red hot inflation with interest rate increases. The main U.S. share benchmarks rose 2% overnight on the possibility the economic outlook might not be as dire as thought during trade last week when the S&P 500 logged its biggest weekly percentage decline since March 2020. Chinese blue chips lost 0.4%, Hong Kong's Hang Seng Index fell 0.9% and Korea's was down 1.78%

Oil prices skidded in early trade on Wednesday amid a push by U.S. President Joe Biden to bring down soaring fuel costs, including pressure on major U.S. firms to help ease the pain for drivers during the country's peak summer demand. U.S. WTI crude futures fell USD 1.34, or 1.2%, to USD 108.18 a barrel at, while Brent crude futures dropped USD 1.33, or 1.2%, to USD 113.32 a barrel. As the United States struggles to tackle soaring gasoline prices and inflation, U.S. President Joe Biden is expected on Wednesday to call for temporarily suspending the 18.4-cents a gallon federal tax on gasoline, a source briefed on the plan told Reuters. Biden had disclosed on Monday he was considering whether to call for a pause in the tax.

UAE Stories

Alpha Dhabi Holding to invest in SpaceX through subsidiary Alpha Dhabi partners holding for a value of USD 25mln.

IHC decided to increase the investment in SpaceX through IHC West Investment with a deal value of USD 25mln

ADNOC looks to acquire \$19bln products as it expands operations. ADNOC has urged the UAE's private sector to take advantage of manufacturing opportunities in its procurement pipeline that could be worth

billions of dollars. The oil giant on Tuesday confirmed that there are AED 70bln worth of products in its procurement needs that could be manufactured locally. Out of this value, ADNOC said it has just signed agreements for local manufacturing opportunities worth AED 21bln with UAE and international companies at the “Make it in the Emirates” forum that is currently taking place in Abu Dhabi.

AD Ports Group’s MICCO Logistics signs agreement with Deal DWC to serve the regional retail & FMCG sector. The agreement to facilitate delivery of a full suite of integrated end-to-end supply chain services and under terms of agreement, two organisations will leverage their extensive capabilities to offer a full suite of holistic end-to-end supply chain services.

AD Ports Group has not signed any agreements in relation to a joint project to build a port in Sudan, there are preliminary discussions taking place with the relevant authorities in Sudan.

TAQA, ADNOC & Mubadala enter binding agreements for acquisition of Masdar stake. New Masdar will support delivery of the UAE’s net zero by 2050 strategic initiative and will be a global champion for clean energy. The transaction puts a value for the new Masdar joint ventures at approximately AED 7bln. The binding agreements will see TAQA acquire a 43% controlling stake in Masdar’s renewables business with Mubadala retaining a 33% interest, and ADNOC owning the remaining 24% interest. ADNOC will hold a 43% controlling stake in Masdar’s new green hydrogen joint venture. Mubadala will retain a 33% interest and TAQA will hold a 24% effective stake.

Aldar Properties is investing in Taronga Ventures, which operates across APAC region, to further diversify its business and tap into the global proptech sector. The investment of undisclosed amount is Aldar’s fifth in a real estate technology fund, but first in the APAC region. Taronga Ventures is a real estate technology investor with focus in APAC. It targets technology companies that have positive ESG impacts. The partnership is expected to help Aldar to gain access to technology co-investment opportunities that will boost its revenue streams.

ADX launches FADX 15 Futures, its first index derivatives. The futures, based on the FTSE ADX 15 (FADX 15) Index, are the first index derivatives to be listed on the ADX. FADX 15 futures are cash-settled contracts that will replicate the price performance of the benchmark FADX 15 index, which comprises the most liquid and the largest 15 companies listed on the ADX main market. Each FADX 15 Index futures contract is equivalent to the dirham (AED) value of the FADX 15 index.

UAE on Jun 21 announced 1,556 new Covid-19 cases, bringing the total confirmed cases in the country to 930,475. At the same time, 1,490 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 911,226, 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 ACWA Power-led consortium to develop USD 1.5bn wind project in Egypt. The consortium, comprising Egypt-based Hassan Allam Holding, will work together during the development phase of the project to complete the site studies and secure financing, the Riyadh-based utility developer on Tuesday. Located in the Gulf of Suez and Gabal el Zeit area, the wind project will be the largest in the Middle East and one of the largest onshore wind farms in the world, it said.

Egypt, Saudi Arabia ink deals worth USD 7.7bln on crown prince's visit. Egypt and Saudi Arabia signalled their intention to strengthen economic ties on Tuesday during a visit to Cairo by Saudi de facto ruler Crown Prince Mohammed bin Salman, announcing deals worth USD 7.7bln. Saudi Arabia has already provided billions in support since Egypt’s President Abdel Fattah al-Sisi came to power in 2014, and Cairo is struggling with the economic knock-on effects of the Ukraine war.

Bahrain wealth fund eyes possible McLaren IPO in 2-3 years

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	64,982	9.34	11.30	6.65	12.40	1.22	4.0%	(5.8)	(9.9)	13.4	40.4
ADIB	28,693	7.90	10.46	5.36	13.15	1.44	3.9%	(2.0)	(9.9)	19.0	46.5
ADNIC	3,625	6.36	7.63	4.91	10.27	1.33	6.3%	0.3	(9.3)	0.3	30.0
ADNOC Dist.	51,125	4.09	4.63	3.80	22.30	19.52	5.0%	(0.5)	2.5	(1.8)	(0.8)
ADNOC Drill.*	53,120	3.32	3.92	2.77	21.64	4.87	4.5%	3.8	(10.1)	(0.3)	-
AD Ports	25,450	5.00	5.85	3.22	30.11	1.44	-	(0.6)	47.5	-	-
Agthia	3,839	4.85	7.07	4.20	NM	1.36	3.4%	(4.5)	12.2	(4.1)	(23.5)
Air Arabia	9,800	2.10	2.24	1.31	10.03	1.56	4.0%	6.1	32.1	52.6	63.9
Ajman Bank	1,514	0.72	0.91	0.64	12.75	0.58	-	(7.1)	(11.0)	(12.5)	(7.6)
Aldar	36,718	4.67	5.79	3.73	15.04	1.28	3.2%	(11.0)	3.1	20.5	25.8
Alpha Dhabi	248,800	24.88	30.20	15.00	NA	NA	-	(6.0)	(8.2)	(8.9)	NA
Amanat	2,330	0.93	1.27	0.91	8.28	0.87	6.4%	(6.8)	(13.8)	(14.5)	2.4
Aramex	5,695	3.89	4.80	3.50	30.76	2.13	3.3%	5.7	9.1	(2.1)	2.4
ASM	11,260	11.26	16.94	10.46	NM	1.92	-	(9.2)	(4.7)	(19.0)	NA
Borouge*	89,271	2.97	3.27	2.85	15.9	4.90	5.4%	-	-	-	-
BOS	1,166	0.53	0.76	0.49	NA	0.31	-	NaN	(1.7)	(14.5)	(9.4)
Dana Gas	7,555	1.08	1.27	0.81	5.96	0.88	7.4%	(6.9)	(5.0)	5.8	42.4
DEWA*	127,500	2.55	3.05	2.48	20.82	1.37	4.9%	(1.5)	-	-	-
Deyaar	2,092	0.48	0.73	0.37	26.05	0.36	-	(15.8)	(16.8)	(25.4)	22.7
DFM	14,400	1.80	3.05	0.98	NM	1.84	1.7%	(20.4)	(20.8)	(35.8)	53.1
DIC	8,972	2.11	2.64	1.63	12.85	0.73	5.7%	(9.8)	(4.3)	14.5	30.0
DIB	41,779	5.77	6.63	4.72	9.43	1.09	4.3%	(3.7)	(3.8)	11.7	22.9
DU	26,608	5.87	7.28	5.78	23.04	3.19	3.6%	(2.0)	(12.1)	(9.8)	(10.0)
Easy Lease	1,130	37.66	66.85	23.74	30.87	12.49	-	(23.9)	(2.2)	29.9	50.5
Emaar Dev.	17,480	4.37	5.32	3.55	4.97	1.12	-	(8.4)	1.9	0.0	13.2
Emaar Pro.	43,189	5.28	6.47	3.89	7.12	0.68	2.8%	(10.5)	1.0	10.5	29.6
ENBD	85,590	13.55	15.50	12.50	9.34	1.05	3.7%	2.3	(3.9)	3.3	0.7
ESG	1,790	7.16	11.80	3.65	NM	3.49	-	(8.2)	(2.1)	(10.5)	93.5
Etisalat	242,815	27.92	39.06	21.98	25.83	4.96	2.9%	(10.0)	(19.5)	(11.0)	29.1
FAB	210,347	19.04	24.06	15.95	14.18	1.89	2.6%	(4.9)	(11.4)	4.5	18.8
Fertiglobe*	43,997	5.30	5.95	2.92	12.30	5.42	7.5%	0.0	(1.1)	56.4	NA
GFH	4,012	1.00	1.34	0.69	10.89	0.97	4.4%	(10.8)	(10.1)	(11.6)	42.2
Ghitha	18,603	77.00	123.00	9.00	NA	8.23	-	(14.0)	27.3	180.0	710.5
IHC	511,519	280.90	295.00	96.30	67.27	17.83	-	0.4	50.6	84.8	189.3
Julphar	1,513	1.31	2.32	1.20	23.72	1.59	-	6.5	(8.4)	(28.8)	(13.2)
Mashreq	16,049	80.00	81.00	53.10	10.25	0.79	1.3%	8.8	1.3	0.6	34.9
Multiply	20,272	1.81	2.35	1.51	NA	1.94	-	(5.7)	11.7	(1.6)	NA
NMDC	22,110	26.80	33.38	8.38	21.24	4.03	-	(10.2)	90.1	105.5	217.2
Palms Sports	1,800	12.00	21.48	10.50	18.57	5.15	-	(3.7)	6.0	(1.8)	(0.8)
RAK Bank	7,542	4.50	5.40	3.82	8.73	0.88	5.0%	(6.2)	(14.3)	0.0	10.6
RAK Pro.	1,234	0.62	0.97	0.61	7.35	0.30	-	(12.0)	(20.9)	(20.0)	(4.0)
RAK Cer.	2,802	2.82	3.38	2.17	NM	1.27	7.1%	1.1	(1.4)	2.4	31.4
RPM	1,660	8.30	20.00	7.05	20.66	6.44	-	(16.9)	3.6	(14.0)	NA
Salama	714	0.59	0.87	0.56	25.26	0.92	-	(3.9)	(8.8)	(20.2)	(27.2)
SIB	5,362	1.74	2.12	1.46	9.99	0.71	4.6%	(6.5)	(14.3)	(7.2)	23.1
Shuaa	1,275	0.50	0.83	0.47	NULL	0.88	-	(9.9)	(13.3)	(26.6)	(18.3)
Tabreed	8,024	2.82	2.92	2.27	15.46	1.38	2.1%	20.0	13.8	17.0	3.8
TAQA	143,916	1.28	1.53	1.13	22.15	2.21	3.7%	(1.5)	3.0	(0.1)	(5.0)
Waha	2,800	1.44	1.91	1.33	6.40	0.82	5.2%	(2.0)	(5.1)	(9.5)	9.8
Yahsat *	6,392	2.62	3.10	2.46	23.53	1.93	6.0%	(0.4)	(5.1)	(1.6)	NA

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

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