



## Morning Report

22 November 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	10,366	-0.6%	3%	3%	23%	25%
DFM	3,339	-0.4%	-2%	-2%	4%	3%
TASI	10,931	-1.1%	-9%	-13%	-3%	-5%
QSI	11,853	-2.1%	-6%	-15%	2%	-1%
BKM	5,672	-0.2%	5%	-3%	-4%	-7%
MSX	4,501	0.4%	1%	-2%	9%	11%
BHSEASI	1,863	0.1%	0%	-2%	4%	4%
EGX	12,450	-0.6%	21%	20%	4%	10%
DJI	33,700	-0.1%	8%	0%	-7%	-5%
S&P 500	3,950	-0.4%	5%	-7%	-17%	-16%
Nasdaq	11,025	-1.1%	2%	-13%	-30%	-31%
FTSE	7,377	-0.1%	6%	-2%	0%	2%
DAX	14,380	-0.4%	13%	6%	-9%	-11%
CAC40	6,634	-0.2%	10%	2%	-7%	-7%
Nikkei225	27,945	0.2%	4%	-3%	-3%	-6%
HIS	17,420	-1.3%	9%	-11%	-25%	-30%
MSCI EM	931	-1.3%	8%	-7%	-24%	-27%
MSCI	151	-0.7%	11%	-6%	-22%	-24%
US Fut.	3,961	0.1%	5%	-4%	-17%	-15%
EU Fut.	3,920	0.2%	13%	7%	-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>1,298</b>	<b>1,298</b>	<b>-</b>
Local	74%	71%	4%
Foreign	26%	29%	-4%
Institutional	73%	73%	0%
Retail	27%	27%	0%
<b>DFM</b>	<b>253</b>	<b>253</b>	<b>-</b>
Local	47%	52%	-4%
Foreign	53%	48%	4%
Institutional	56%	65%	-9%
Retail	44%	35%	9%
<b>Total</b>	<b>1,550</b>	<b>1,550</b>	<b>-</b>
Local	70%	68%	2%
Foreign	30%	32%	-2%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low 52WH	52WL
Manazel	0.054%	0.43	8.4	0.60	0.36
Eshraq	0.033%	0.50	1.0	0.88	0.43
Bayanat	0.033%	5.59	(2.8)	6.24	3.17

### Upcoming Corporates Actions & Events

Date	Company	Event
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
24-Nov	BOS	BoD/General
1-Dec	MSCI Rebalancing	Effective Date
06-Dec	Fidelity United	General Assembly
19-Dec	FTSE Rebalancing	Effective Date

## # KEY STORIES

---

ADNOC Drilling signed an agreement to acquire an additional three high-specification offshore jack-up drilling units for USD 320mln

Aldar sells out 'Yas Park Gate' and launches villas at 'Yas Park Views' with over AED 1.1bln in sales recorded at Yas Park Gates

AD Ports group and TotalEnergies explore collaboration opportunity to focus on mapping the full potential for solarisation across KEZAD Group's built assets

Yahsat in its BoD meeting approved the entry into the AED 909mln managed services agreement with the UAE government

RPM approved its dividend distribution policy in the general assembly meeting held on 21st November

EasyLease incorporates Easy Lease Limousine Luxury Motor Vehicle Services LLC to offer passenger transport services using luxury motor vehicles

Ajman Bank appoints BHM Capital as a liquidity provider for its shares

DFM launched a new general index following a comprehensive transformation of its index's methodology

UAE on Nov 21 announced 206 new Covid-19 cases and 213 recoveries. The tally takes total cases in UAE to 1,042,779 with 1,021,899 recoveries and 2,348 deaths

Saudi Naba Alsaha Medical Services announces contract sign off with Salalam Al-Jazeera building and contracting company worth SAR 4.5mln

Saudi Arabian Contracting Services becomes exclusive agent for advertisements in clock towers centre in Makkah for a period of 5 years

Saudi Salama Cooperative Insurance receives Saudi Central bank approval to increase capital by offering primary rights shares

Saudi Sumou Real Estate announces signing of development agreement with national housing company with cost of SAR 377mln

Saudi Knowledge Tower Trading reported HY sales of SAR 20.9mln versus SAR 19mln year ago

Kuwait's Al Safat Investment says CPA approves economic concentration for merger with Cap Corp

Kuwait's Boubyan Petrochemical gets CMA approval to reduce capital to KWD 52.4mln from KWD 53.5mln dinars by cancelling 10.7mln treasury shares

Oman's Al Ahlia Insurance receives acquisition offer for 47.5% of issued share capital of AAIC by NLGIC

Egypt's Dice Sports and Casual Wear reported 3Q22 consolidated net profit attributable of EGP 39.4mln versus EGP 12.6mln in the same period last year

## # Key Global Trends/ Market Clues

---

Global stocks and oil prices slipped as a spike in COVID-19 cases and newly recorded deaths in China prompted authorities in the world's second-largest economy to reinstate lockdowns, triggering worries over the economy. Beijing's most populous district urged residents to stay at home as the city's COVID case numbers rose, while at least one district in Guangzhou was locked down for five days. MSCI's broadest index of world shares fell 0.72%, while European stocks were steady. On Wall Street, all three major indexes were trading lower, led by a selloff in technology, energy, communication services and consumer discretionary stocks. The Dow Jones Industrial Average fell 0.13% the S&P 500 lost 0.39% and the Nasdaq Composite dropped 1.09%. The U.S. dollar advanced against most major currencies, recouping recent losses, as traders shunned riskier currencies over concerns about the global economic outlook from the COVID curbs in

China. The dollar index rose 0.851%, with the euro 0.82% to USD1.0239. Benchmark 10-year notes rebounded from earlier losses and was at 3.8419%, while the yield on 2-year notes was up at 4.5651%. The yields on long-duration 30-year bonds were still lower at 3.9066%.

Oil prices rebounded from early losses after Saudi Arabia denied a report it was discussing an increase in oil supply with OPEC and its allies. Brent crude futures for January settled at USD 87.45, shedding 17 cents. U.S. West Texas Intermediate crude futures for December settled at USD 79.73 a barrel. The more active January contract was down 7 cents at USD 80.04 a barrel. Both benchmarks had plunged by more than USD 5 a barrel early, hitting 10-month lows, after the Wall Street Journal reported an increase of up to 500,000 barrels per day will be considered at the OPEC+ meeting on Dec. 4. Oil then retraced its losses after Saudi Arabian energy minister said the kingdom is sticking with output cuts and not discussing a potential oil output increase with other OPEC oil producers. Expectations of further increases to interest rates have buoyed the greenback, making dollar-denominated commodities like crude more expensive for investors. New COVID case numbers in China remained close to April peaks as the country battles outbreaks nationwide. The front-month Brent crude futures spread narrowed sharply last week while WTI flipped into contango, reflecting dwindling supply concerns.

## # UAE Stories

---

ADNOC Drilling announced that it has signed an agreement to acquire an additional three brand new high-specification offshore jack-up drilling units for USD 320mln. The cost of the acquisition is part of the company's three-year guidance on capital expenditure and its strategic growth plans. The capital investment for the acquisition will be recorded in 2022 and 2023, with the financial benefits included thereafter.

Aldar sells out 'Yas Park Gate' and launches exclusive standalone villas at 'Yas Park View'. Over AED 1.1bln in sales recorded at Yas Park gate. Construction of Yas park views is due to begin in 2Q23 and Yas park views handovers expected to commence in 2Q26. Almost 10% of sales came from non-resident buyers, demonstrating Abu Dhabi's appeal to international customers. Expatriate residents of the UAE accounted for 5%, with Emirati customers purchasing the remaining 85%.

AD Ports group and TotalEnergies explore collaboration opportunity to focus on mapping the full potential for solarisation across KEZAD Group's built assets, which today cover over 400,000 square metres. Under agreement, each partner will contribute its best-in-class expertise and technologies to conduct a series of feasibility studies for distributed solar generation at Kezad.

Yahsat in its BoD meeting approved the entry into the AED 909mln managed services agreement with the UAE government.

RPM approved its dividend distribution policy in the general assembly meeting held on 21st November.

EasyLease incorporates Easy Lease Limousine Luxury Motor Vehicle Services LLC, in the Emirates of Dubai, to offer passenger transport services using luxury motor vehicles.

Ajman Bank appoints BHM Capital as a liquidity provider for its shares. BHM Capital will independently trade Ajman Bank shares within defined parameters and following regulatory approvals in accordance with their requirements.

DFM launched a new general index following a comprehensive transformation of its index's methodology. The new index provides a series of enhancements for investors, including 10 per cent threshold caps, quarterly rebalancing, independent methodology oversight and index

calculation based on actual free-float. The transformation also includes eight sectoral indices as well as the DFM Sharia Index.

UAE on Nov 21 announced 206 new Covid-19 cases, bringing the total confirmed cases in the country to 1,042,779. At the same time, 213 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 1,021,899, 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

---

Saudi Naba Alsaha Medical Services announces contract sign off with Salalam Al-Jazeera building and contracting company. The contract duration is six months with a value of SAR 4.5mln including VAT.

Saudi Arabian Contracting Services signs agreement to become exclusive agent for advertisements in clock towers centre in Makkah for a period of 5 years. Financial impact resulting from this agreement will be reflected on company's results starting from 3Q23.

Saudi Salama Cooperative Insurance receives Saudi Central bank approval to increase capital by offering primary rights shares.

Saudi Sumou Real Estate announces signing of development agreement with national housing company. The project cost is SAR 377mln agreement to build villas on lands allocated to company in Makkah gate project. The project will be financed based on off-plan sales and partially on equity expected completion date of project is 42 months from effective date.

Saudi Knowledge Tower Trading reported HY sales of SAR 20.9mln versus SAR 19mln year ago. During the period, company saw increase in the discount rate and availability in stock. HY net profit after tax and zakat recorded SAR 6.1mln versus SAR 4.6mln in the same period last year.

Kuwait's Al Safat Investment says CPA approves economic concentration for merger with Cap Corp. The company will be merging entity and cap corp will be merged entity.

Kuwait's Boubyan Petrochemical gets CMA approval to reduce capital to KWD 52.4mln from KWD 53.5mln dinars by cancelling 10.7mln treasury shares. The capital reduction is aimed to execute merger by amalgamation between co and educational holding. The company gets CMA approval to increase capital by way of in kind increase to 53.5 million dinars from 52.4 million dinars through issuing 10.7mln shares. New shares will be allocated to shareholders of educational holding at swap ratio of 3.01 share of co's share for every one share of EDU.

Oman's Al Ahlia Insurance receives acquisition offer for 47.5% of issued share capital of AAIC by NLGIC. Board confirms receipt of offer notice and it is not seeking another person to make a competing takeover offer. Post deal, co's shares will be delisted from regular market and converted into a closed joint stock company and there may be a restructuring exercise for both entities. Offer for a cash only offer of OMR 0.466 per AAIC share.

Egypt's Dice Sports and Casual Wear reported 3Q22 consolidated net profit attributable of EGP 39.4mln versus EGP 12.6mln in the same period last year. 3Q22 consolidated net sales recorded EGP 557.4mln versus EGP 447.1mln year ago.

*\*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	66,165	9.51	11.30	8.10	12.62	1.24	3.9%	4.3	0.6	15.4	19.7
ADIB	33,233	9.15	10.46	5.92	11.35	1.57	3.4%	(0.2)	0.2	37.8	55.2
ADNIC	3,363	5.90	7.63	5.70	10.02	1.30	6.8%	(1.2)	(3.8)	(7.0)	7.5
ADNOC Dist.	55,125	4.41	4.88	3.80	19.01	18.23	4.7%	0.2	(2.1)	8.4	9.4
ADNOC Drill*	54,400	3.40	3.92	2.97	20.81	5.49	4.4%	0.9	(6.1)	4.3	-
AD Ports	29,522	5.80	6.87	3.22	34.93	1.55	-	3.0	13.3	-	-
Agthia	3,499	4.42	5.71	4.20	NM	1.26	3.7%	2.1	(9.8)	(10.2)	(18.9)
Air Arabia	9,660	2.07	2.36	1.36	7.24	1.42	4.1%	1.5	(8.8)	50.4	45.4
Ajman Bank	1,663	0.79	0.87	0.66	12.00	0.66	-	8.5	6.9	(2.7)	(2.3)
Aldar	34,596	4.40	5.79	3.92	12.32	1.18	3.4%	(0.0)	(8.7)	13.5	10.7
Alpha Dhabi	275,000	27.50	30.50	23.78	NA	NA	-	13.2	13.9	0.7	(1.1)
Amanat	2,048	0.82	1.21	0.81	32.35	0.76	7.3%	(9.9)	(13.2)	(25.0)	(25.6)
Aramex	5,329	3.64	4.45	3.52	30.47	2.09	3.6%	(1.4)	(5.9)	(8.9)	(9.1)
ASM	10,000	10.00	15.00	8.89	NM	1.47	-	6.7	2.6	(28.1)	(32.0)
Borouge*	80,855	2.69	3.27	2.63	14.4	4.43	-	(1.1)	(10.3)	-	-
BOS	1,078	0.49	0.64	0.45	-	-	-	-	-	(21.0)	(15.5)
Dana Gas	6,352	0.91	1.26	0.90	8.69	0.73	8.8%	(1.5)	(2.5)	(6.8)	(5.5)
DEWA*	118,500	2.37	3.05	2.34	19.35	1.30	5.2%	(4.4)	(5.9)	-	-
Deyaar	2,315	0.53	0.70	0.44	17.85	0.52	-	2.7	(6.4)	(17.9)	(15.8)
DFM	12,560	1.57	2.95	1.36	NM	1.59	1.9%	8.3	(13.8)	(44.7)	(35.9)
DIC	9,652	2.27	2.64	1.80	5.84	0.76	5.3%	1.3	(3.7)	27.0	25.7
DIB	41,996	5.80	6.63	5.02	8.47	1.04	4.3%	(4.8)	(1.4)	12.6	12.0
DU	25,792	5.69	7.28	5.63	20.57	3.05	3.7%	(1.7)	(8.7)	(11.6)	(3.5)
Easy Lease	1,161	38.70	61.90	24.00	26.24	10.18	-	1.8	(1.3)	33.4	23.6
Emaar Dev.	17,800	4.45	5.32	4.02	4.81	1.03	-	(2.6)	(3.9)	1.8	(1.1)
Emaar Pro.	50,060	6.12	6.60	4.45	7.05	0.77	2.5%	(1.9)	4.7	29.5	29.0
ENBD	83,063	13.15	15.50	11.80	7.85	0.94	3.8%	0.8	(4.0)	(0.1)	(0.8)
ESG	1,720	6.88	8.90	5.30	NM	2.74	-	18.0	9.7	(14.0)	(15.7)
Etisalat	219,158	25.20	39.06	22.66	23.47	5.36	3.2%	3.3	(6.3)	(18.5)	(11.4)
FAB	192,891	17.46	24.06	17.02	13.87	1.71	2.8%	(2.5)	(11.6)	(4.1)	(5.4)
Fertiglobe*	38,684	4.66	6.11	3.40	7.29	5.65	8.5%	(9.5)	(12.4)	45.8	-
GFH	3,660	0.97	1.34	0.88	9.87	0.95	4.5%	7.3	(12.3)	(13.9)	(7.7)
Ghitha	17,250	71.40	123.00	24.00	NA	8.34	-	2.0	(18.0)	159.6	154.1
IHC	726,932	399.10	410.00	149.00	54.09	17.34	-	3.1	16.4	162.6	164.3
Invictus	4,603	4.11	6.50	3.50	-	-	-	17.1	-	-	-
Julphar	1,352	1.17	1.91	1.14	-	1.40	-	(6.4)	(10.0)	(36.4)	(35.0)
Mashreq	20,061	100.00	119.00	62.10	6.05	0.91	1.0%	(3.4)	30.5	25.8	50.7
Multiply	53,984	4.82	4.94	1.51	NA	2.73	-	35.8	136.3	162.0	NA
NMDC	20,658	25.04	34.96	12.36	17.15	3.44	-	(4.6)	(19.5)	92.0	92.0
Palms Sports	1,578	10.52	14.94	8.64	12.86	3.86	-	(4.2)	(2.6)	(13.9)	(10.8)
RAK Bank	7,929	4.73	5.40	4.19	7.16	0.92	4.8%	(1.5)	(1.5)	5.1	4.0
RAK Pro.	1,480	0.74	0.97	0.56	47.59	0.36	-	0.3	(0.1)	(4.0)	(3.9)
RAK Cer.	2,733	2.75	3.38	2.68	NM	1.29	7.3%	(5.2)	(8.6)	3.3	1.8
RPM	1,152	5.76	12.68	5.69	15.75	4.36	-	(10.0)	(28.4)	(40.3)	NA
SIB	6,102	1.98	2.12	1.65	9.77	0.80	4.0%	0.5	5.3	5.6	14.4
Shuaa	1,055	0.42	0.83	0.35	-	0.87	-	3.2	(15.1)	(39.3)	(43.4)
Tabreed	8,678	3.05	3.52	2.27	14.43	1.38	2.0%	(9.0)	5.9	26.5	21.7
TAQA	418,255	3.72	4.17	1.13	53.10	6.06	1.3%	42.8	198.1	192.2	221.4
Waha	2,625	1.35	1.81	1.24	10.04	0.76	5.6%	(2.2)	3.8	(15.2)	(16.1)
Yahsat *	6,392	2.62	2.92	2.51	28.24	2.13	6.2%	-	1.1	1.4	(1.8)

(Source Bloomberg) ^ Current dividend yield based on latest dividend declaration. \* Expected dividend. \*\* Including 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 2020000017. International Securities is a member of the Abu Dhabi Securities Exchange, Dubai Financial Market and NASDAQ Dubai.