



Morning Report

23 June 2021

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	6,651	0.5%	2%	16%	32%	53%
DFM	2,856	0.3%	4%	12%	15%	37%
TASI	10,892	0.3%	5%	14%	25%	50%
BHSEASI	1,572	0.2%	2%	7%	6%	23%
EGX	10,206	1.4%	-5%	-3%	-6%	-5%
DJI	33,946	0.2%	-1%	4%	11%	30%
S&P 500	4,246	0.5%	2%	8%	13%	36%
Nasdaq	14,253	0.8%	6%	7%	11%	42%
FTSE	7,090	0.4%	1%	5%	10%	14%
DAX	15,636	0.2%	1%	7%	14%	28%
CAC40	6,612	0.1%	4%	11%	19%	34%
Nikkei225	28,884	3.1%	2%	-1%	5%	29%
HIS	28,621	-0.6%	-1%	-2%	4%	15%
MSCI EM	1,347	-0.3%	1%	1%	4%	35%
MSCI Asia	206	0.8%	1%	-1%	3%	29%
US Fut.	4,244	0.2%	1%	9%	13%	36%
Eur Fut.	4,110	0.0%	2%	9%	16%	25%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,235	1,235	-
Local	71%	75%	-4%
Foreign	29%	25%	4%
Institutional	86%	90%	-4%
Retail	14%	10%	4%
DFM	213	213	-
Local	39%	59%	-
Foreign	61%	41%	20%
Institutional	45%	28%	16%
Retail	55%	72%	-
Total	1,448	1,448	-
Local	66%	72%	-6%
Foreign	34%	28%	6%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
ADCB	(100,000)	2.7%	3.7	25.5
Etisalat	(88,468)	5.3%	1.7	36.9
Dana	(5,000)	0.0%	12.4	10.1

Upcoming Corporates Actions & Events

Date	Company	Event
23-Jun	Arkan	BoD/Merger
23-Jun	NBF	BoD/General
23-Jun	Damac	BoD/General
24-Jun	RAK Ceramics	BoD/General
30-Jun	InvestBank	AGM

KEY STORIES

The UAE's financial system is stable and economic data points to a post-pandemic recovery - UAE Central Bank Governor

Investment Corporation of Dubai posted FY consolidated attributable loss AED 18.92bln versus profit of AED 17.99bln year ago

TAQA is very well placed to access green financing having observed growing demand and appetite for more sustainable financing, its CEO said

Abu Dhabi is offering tourists free COVID-19 vaccinations

Mubadala-owned semiconductor maker GlobalFoundries will build a new USD 4bln fabrication plant in Singapore

Mubadala and Trafigura to launch sale of Spanish copper miner Minsa on Friday, June 25 in deal that could fetch up to USD 2bln

Dubai has repaid the USD 500mln fixed-rate note issued on 22 June 2011

Abu Dhabi has announced the resumption of cruise liners in Abu Dhabi starting from September 1st 2021

UAE on Jun 22 announced 2,167 new Covid-19 cases and 2,102 recoveries. The tally takes total cases in UAE to 616,160 with 595,086 recoveries and 1,767 deaths

Saudi Central Bank is extending a deferred payment programme by another period of three months, starting July 1

Saudi's Public Investment Funds considering divesting part of its stake in Saudi Telecom, sources close to the matter told Reuters

Saudi Arabia's cabinet has given approval to the kingdom's finance minister to issue license for the country's first digital banks

Saudi's Sabic board proposes SAR 1.75 per share H1 dividend

Saudi's Arabian Centres posted FY net profit after zakat and tax SAR 486.7mln versus SAR 642.6mln year ago. FY sales SAR 1,856.4mln versus SAR 2,197.3mln year ago

Saudi's Herfy Food Services has appointed Sam Mohamed Bader as its new CEO. He will replace acting CEO Khaled Ahmed Al Saeed

Qatar May M2 money supply +4.92% YoY and total credit +14.63% YoY - C.Bank

Qatar will tap the debt market only on an "opportunistic" basis - Minister

Kuwait's parliament approved a state budget for the fiscal year 2021-2022, with a deficit of KWD 12.1bln

Key Global Trends/ Market Clues

Stocks found a footing and swinging bond markets calmed down on Wednesday, with testimony from U.S. Federal Reserve chair Jerome Powell providing investors with reassurance that the central bank has an eye on inflation but is not hastening to hike rates. The rates-sensitive Nasdaq index closed at a record high on Tuesday, while tech stocks were bid in Asia - notably in Taiwan where chipmakers helped the benchmark index rise 1%. MSCI's broadest index of Asia-Pacific shares outside Japan.

Oil prices rose on Wednesday after industry data showed U.S. crude inventories fell more than expected, reinforcing views of a tightening supply-demand balance with road and air travel picking up in Europe and

North America. U.S. West Texas Intermediate crude futures jumped 33 cents, or 0.5%, to USD 73.18 a barrel at 0217 GMT, after falling 60 cents on Tuesday. Brent crude futures jumped 42 cents, or 0.6%, to USD 75.23 a barrel, after giving up 9 cents on Tuesday.

OPEC+ is discussing a further easing of oil output cuts from August as oil prices rise on demand recovery, but no decision had been taken yet on the exact volume to bring back to the market, two OPEC+ sources said on Tuesday. The Organization of the Petroleum Exporting Countries and allies, known as OPEC+, is returning 2.1mln barrels per day (bpd) to the market from May through July as part of a plan to gradually unwind last year's record oil output curbs. OPEC+ meets next on July 1.

UAE Stories

The UAE's financial system is stable and economic data points to a post-pandemic recovery. However, banks should support the recovery by ensuring flow of credit to the economy, UAE Central Bank Governor Khaled Mohamed Balama said. Liquidity and capital buffers of banks remain adequate, supported by stable deposit volumes and growth in capital market funding, he said during a meeting on Tuesday with all banks operating within the country.

Investment Corporation of Dubai posted FY consolidated attributable loss AED 18.92bln versus profit of AED 17.99bln year ago. FY consolidated revenue AED 136.11bln versus AED 228.01bln year ago.

TAQA is very well placed to access green financing having observed growing demand and appetite for more sustainable financing, its CEO said. CEO Jasim Hussain Thabet said that as part of the company's growth agenda it is likely to seek such financing for some of its projects in due course but declined to disclose details of any future issuances.

Abu Dhabi is offering tourists free COVID-19 vaccinations that were previously restricted to UAE citizens and residency visa holders.

Mubadala-owned semiconductor maker GlobalFoundries will build a new USD 4bln fabrication plant in Singapore to meet the global shortage of chips. The new facility will be set up in partnership with the Singapore Economic Development Board and with investments from committed customers, the US-based GlobalFoundries said in a statement.

Mubadala and Trafigura to launch sale of Spanish copper miner Mtsa on Friday, June 25 in deal that could fetch up to USD 2bln. –sources

The Dubai government, acting through the Department of Finance (DOF), has repaid the USD 500mln fixed-rate note issued on 22 June 2011 under its euro medium-term note programme, according to the Dubai media office. The bond certificates reached their maturity on 22 June 2021.

Abu Dhabi has announced the resumption of cruise liners in Abu Dhabi starting from September 1st 2021, after months of closure in 2020 as a result of the strict COVID-19 precautionary measures.

The United Arab Emirates on Jun 22 announced 2,167 new Covid-19 cases, bringing the total confirmed cases in the country to 616,160. At the same time, 2,102 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 595,086. UAE's ministry of health and prevention said. It has reported 4 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 1,767.

GCC/MENA

The Saudi central bank said on Tuesday it is extending a deferred payment programme in favour of small and medium enterprises by another period of three months, starting July 1. The programme, meant to support SMEs during the COVID-19 pandemic, was launched in March 2020, the central bank said in a statement.

Saudi's Public Investment Funds considering divesting part of its stake in Saudi Telecom, sources close to the matter told Reuters, as the sovereign wealth fund seeks to monetise some of its assets.

Saudi Arabia's cabinet has given approval to the kingdom's finance minister to issue license for the country's first digital banks, state news agency reported on Tuesday. "The finance minister will issue the necessary licenses for STC Bank and Saudi Digital Bank, both under establishment," the Saudi Press Agency added.

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Saudi's Herfy Food Services has appointed Sam Mohamed Bader as its new CEO. He will replace acting CEO Khaled Ahmed Al Saeed.

Qatar May M2 money supply +4.92% YoY and total credit +14.63% YoY - C.Bank

Qatar will tap the debt market only on an "opportunistic" basis this year after a surge in energy prices reduced the budget financing needs of the gas-rich Gulf state, the acting minister of finance said.

Kuwait's parliament on Tuesday approved a state budget for the fiscal year 2021-2022, parliament speaker Marzouq al-Ghanim said. The budget, proposed by the government in January, envisages KWD 23.05bln (USD 76.65bln) in expenditure for the fiscal year that started on April 1, and a deficit of KWD 12.1bln.

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	47,936	6.89	7.57	4.95	10.16	0.86	3.9%	5.2	16.4	16.0	41.1
ADIB	20,267	5.58	5.68	3.58	12.22	1.02	3.7%	2.2	20.1	23.7	53.4
ADNIC	2,947	5.17	5.93	3.15	7.71	1.19	6.8%	8.2	7.0	8.7	76.0
ADNOC Dist	54,125	4.33	5.01	2.95	22.26	15.57	4.8%	(10.5)	1.9	18.2	54.9
Agthia	4,716	6.55	7.32	2.70	79.96	1.97	2.5%	(6.0)	3.3	58.0	145.1
Air Arabia	6,300	1.35	1.42	1.07	NA	1.29	0.0%	0.7	8.0	5.5	11.6
Ajman Bank	1,638	0.78	0.83	0.57	20.76	0.65	0.0%	8.6	8.3	0.0	32.2
Al Waha	2,742	1.41	1.47	0.63	4.08	0.86	4.3%	5.2	23.6	23.6	124.7
Aldar	30,035	3.82	3.90	1.68	15.54	1.17	3.8%	6.4	6.7	26.0	121.7
Amanat	2,400	0.96	0.98	0.75	66.81	0.94	2.3%	(0.1)	12.9	17.1	9.3
Amlak	362	0.24	0.38	0.20	NA	1.47	0.0%	(6.2)	9.5	(4.7)	(26.3)
Aramex	5,739	3.92	4.49	3.20	26.32	2.10	3.3%	(6.7)	6.0	(7.5)	20.9
BOS	1,229	0.59	0.77	0.50	NA	0.37	0.0%	5.0	(3.9)	(7.1)	(4.9)
DAMAC	7,744	1.28	1.75	0.67	NA	0.60	NA	(5.2)	18.5	(1.5)	86.3
Dana Gas	5,694	0.81	0.84	0.64	39.51	0.71	6.8%	1.4	16.2	22.1	33.9
Deyaar	1,705	0.30	0.33	0.25	NA	0.39	0.0%	2.1	12.6	5.0	(0.0)
DFM	9,520	1.19	1.29	0.75	75.17	1.22	0.0%	4.4	12.3	28.0	45.1
Dubai Inv.	7,228	1.70	1.76	1.11	15.12	0.61	NA	4.3	10.3	23.3	51.5
DIB	35,407	4.89	5.15	3.75	14.30	0.98	4.1%	4.7	6.3	10.7	29.2
Easy Lease	751	25.02	27.00	10.00	30.54	15.80	NA	(3.7)	4.8	42.2	-
Emaar Dev	15,440	3.86	3.94	2.05	8.63	1.28	0.0%	10.3	48.5	40.4	77.9
Emaar Malls	26,940	2.07	2.09	1.28	41.87	1.39	0.0%	3.5	21.1	13.1	42.8
Emaar Pro.	29,856	4.17	4.22	2.54	12.11	0.54	2.4%	3.5	21.2	21.2	50.7
DU	30,506	6.73	7.22	5.00	22.68	3.74	4.2%	3.9	(3.2)	19.5	37.7
ENBD	87,801	13.90	14.00	8.39	13.42	1.06	2.9%	8.2	24.1	39.8	58.3
Eshraq	802	0.35	0.46	0.22	NA	0.60	NA	4.9	(0.0)	8.5	46.2
Etisalat	193,243	22.22	22.24	16.40	21.21	4.33	5.4%	0.8	9.9	36.5	38.3
FAB	181,054	16.58	17.14	10.36	17.04	1.68	4.5%	1.0	13.3	35.2	54.9
GFH	2,857	0.74	0.75	0.53	12.57	0.78	2.3%	9.6	25.9	28.4	34.3
Gulf Nav.	311	0.31	0.55	0.30	NA	0.79	0.0%	(5.6)	(9.0)	(26.5)	(29.4)
IHC	176,819	97.10	100.00	28.50	35.47	18.37	NA	3.3	94.2	131.2	228.0
Julphar	1,744	1.51	1.77	1.02	NA	1.99	0.0%	0.7	21.8	13.5	20.8
Mashreq	11,895	67.00	71.00	60.00	NA	0.63	6.0%	3.1	3.1	(1.3)	0.1
NBF	9,536	4.98	NA	NA	NA	NA	1.9%	NA	NA	NA	NA
Tabreed	7,911	2.85	3.15	1.83	14.58	1.53	2.0%	(1.0)	8.5	12.2	55.6
RAK Bank	6,821	4.07	4.24	3.36	14.70	0.86	3.7%	7.1	7.1	4.4	13.1
RAK Pro.	1,286	0.64	0.66	0.35	7.76	0.32	6.2%	9.0	20.9	34.0	78.6
RAK Cer.	2,286	2.30	2.45	1.24	NA	1.07	3.3%	15.6	35.1	60.3	78.1
SALAMA	1,009	0.83	0.97	0.49	6.51	1.19	9.9%	(0.2)	7.6	8.5	84.3
SIB	4,530	1.47	1.48	1.08	10.88	0.60	5.4%	5.0	12.2	18.0	42.9
SHUAA	1,562	0.62	0.77	0.50	3.68	1.03	4.9%	(0.6)	(2.2)	(5.1)	16.5
Tak. E. Ins.	261	1.74	1.77	1.20	NA	2.39	4.7%	(1.7)	24.3	8.8	27.0
TAQA	157,408	1.40	1.78	0.65	34.68	2.50	1.8%	0.7	1.9	(1.7)	116.8
Union Pro.	1,154	0.27	0.36	0.25	3.51	0.40	0.0%	(3.9)	1.1	(3.9)	(14.3)
UAB	1,541	0.75	0.89	0.59	NA	1.07	0.0%	NA	(15.6)	(12.0)	(16.4)

(Source: Bloomberg) ^ current dividend yield based on latest dividend declaration

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