



Morning Report

23 June 2022

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	1Y Chg.	YTD Chg.
ADX	9,244	-1.8%	-4%	-4%	40%	10%
DFM	3,236	-0.9%	-2%	-4%	13%	1%
TASI	11,320	-2.9%	-7%	-13%	4%	0%
BHSEASI	1,829	-0.5%	-3%	-10%	16%	2%
EGX	9,613	-0.9%	-9%	-18%	-6%	-20%
DJI	30,483	-0.2%	-4%	-11%	-10%	-16%
S&P 500	3,760	-0.1%	-5%	-16%	-11%	-21%
Nasdaq	11,053	-0.1%	-4%	-21%	-23%	-29%
FTSE	7,089	-0.9%	-6%	-5%	0%	-4%
DAX	13,144	-1.1%	-7%	-8%	-15%	-17%
CAC40	5,917	-0.8%	-7%	-10%	-10%	-17%
Nikkei225	26,121	-0.1%	-3%	-7%	-10%	-9%
HSI	21,227	1.0%	4%	-4%	-26%	-9%
MSCI EM	994	-2.3%	-4%	-13%	-27%	-19%
MSCI Asia	156	-1.5%	-5%	-14%	-24%	-19%
US Fut.	3,755	-0.2%	-5%	-16%	-11%	-21%
EU Fut.	3,432	-0.6%	-7%	-9%	-13%	-18%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,320	1,320	-
Local	83%	78%	5%
Foreign	17%	22%	-5%
Institutional	81%	81%	0%
Retail	19%	19%	0%
DFM	300	300	-
Local	52%	58%	-7%
Foreign	48%	42%	7%
Institutional	64%	46%	18%
Retail	36%	54%	-18%
Total	1,621	1,621	-
Local	77%	75%	3%
Foreign	23%	25%	-3%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	High - Low 52WL
Aldar	0.044%	4.44	5.18%	5.79	3.73
Fertiglobe	0.029%	5.07	4.54%	5.95	2.92
ADNOC Dist.	0.026%	4.02	1.74%	4.63	3.8

Upcoming Corporates Actions & Events

Date	Company	Event
23-Jun	Ekttitab	AGM
24-Jun	Taqa	BoD/General
29-Jun	Drive	BoD/General
04-Jul	Salama	GM
21-Jul	Al Firdous	AGM

KEY STORIES

Aldar Properties has announced the launch of apartments at Grove District, Saadiyat Island
Dana Gas disclosed that a small rocket landed yesterday afternoon within the Khor Mor block in the Kurdistan Region of Iraq. No damage occurred and production operations continued normally without interruption

Pure Health has committed to spend AED 10bln (USD 2.72bln) over the next 10 years on procuring products locally and supporting the country's economy

UAE picks Expo City Dubai as venue for 2023 COP28 summit

UAE on Jun 22 announced 1,592 new Covid-19 cases and 1,361 recoveries. The tally takes total cases in UAE to 932,067 with 912,587 recoveries and 2,309 deaths

Saudi's ACWA Power unit Suez Wind Energy Project Company has signed a power purchase agreement worth USD 1.50bln with the EETC

Saudi Networkers Services Company plans to list 1.50mln ordinary shares, accounting for 25% of its total shares on the Parallel Market

Bahrain's Alba is considering a secondary listing on Saudi Arabia's Tadawul stock market

Oman has announced a tender offer to purchase for cash up to a total of USD 1.75 billion of several of its outstanding bonds, excluding accrued interest

Oman's general budget has achieved an increase in actual revenue by more than 25 per cent to reach more than OMR 11bln by the end of 2021

Egypt Emaar Misr shareholders has approved a partnership with Eagle Hills in developing a residential, tourist, and commercial project in the North Coast region

Key Global Trends/ Market Clues

Asian shares wobbled while commodity prices fell on Thursday as mounting worries about the risks of a global recession amid aggressive rate hikes by the Federal Reserve kept broad investor sentiment fragile. MSCI's broadest index of Asia-Pacific shares outside Japan reversed earlier gains to be mostly flat in Asia trade. Stocks in South Korea were off, while Japan's Nikkei was broadly unchanged. Hong Kong's Hang Seng Index climbed 0.6%, following the news that Chinese President Xi Jinping chaired a top-level meeting on Wednesday that approved a plan for the healthy development of China's large payment firms and fintech sector. Overnight, the dollar fell alongside U.S. Treasury yields after Fed Chair Jerome Powell, in testimony to the U.S. Senate Banking Committee, acknowledged a recession was "certainly a possibility", but the Fed is not trying to engineer one. U.S. stocks reversed earlier gains and ended the session slightly down. The Dow Jones Industrial Average fell 0.15%, the S&P 500 lost 0.13%, and the Nasdaq Composite dropped 0.15%. Investors are continuing to assess the risks of central banks pushing the world economy into recession as they attempt to curb inflation with interest rate increases.

Oil prices fell 2% in early trade on Thursday, extending losses from the previous day, as investors worried that aggressive U.S. interest rate hikes could trigger a recession and dent fuel demand. U.S. West Texas Intermediate (WTI) crude futures fell USD 2.39, or 2.3%, to USD 103.80 a barrel by 0031 GMT. Brent crude futures dropped USD 2.24, or 2.0%, to USD 109.50 a barrel. Both benchmarks tumbled around 3% on Wednesday to hit their lowest levels since mid-May. Investors are continuing to assess how worried they need to be about central banks potentially pushing the world economy into recession as they attempt to curb inflation with interest rate increases. The Federal Reserve is not trying to engineer a recession to stop inflation but is fully committed to bringing prices under control even if doing so risks an economic downturn, U.S. central bank chief Jerome Powell said on Wednesday. U.S. President Joe Biden, meanwhile, called on Congress to pass a three-month suspension of the federal gasoline tax to help combat record pump prices and provide temporary relief for American families this summer.

UAE Stories

Aldar Properties has announced the launch of apartments at Grove District, Saadiyat Island. Grove District sits within Aldar's flagship Saadiyat Grove development, and its apartments boast partial views of the sea, as well as the island's three iconic landmarks: Zayed National Museum, Louvre Abu Dhabi, and Guggenheim Abu Dhabi. The development, when completed, will comprise 612 units in five residential buildings across luxury, lifestyle, and urban themed districts. Available for buyers of all nationalities, Grove District will be launched in phases, with 102 studios, one- and two-bedroom units available in the first building (Grove Museum Views), which is located in the lifestyle themed district. Sales will start on 25 June, with units competitively priced and starting from AED 905,000 for a studio, AED1.4m for one-bedroom apartment, and AED 2.4m for a two-bedroom unit.

Dana Gas disclosed that a small rocket landed yesterday afternoon within the Khor Mor block in the Kurdistan Region of Iraq. No damage occurred and production operations continued normally without interruption. Two contractor staff were treated for minor injuries related to the blast but have returned to work. The company is cooperating with local security services who are conducting a full investigation and the KRG has enhanced measures and security forces in the area.

Pure Health has committed to spend AED 10bn (USD 2.72bn) over the next 10 years on procuring products locally and supporting the country's economy. In January, Abu Dhabi holding company ADQ signed a deal to merge its healthcare subsidiaries, including Abu Dhabi Health Services Company, better known as Seha, and the National Health Insurance Company (Daman) with Alpha Dhabi's Pure Health to create the UAE's largest healthcare provider. ADQ also merged its healthcare entities Rafed and Union71 with Pure Health last year. Pure Health owns 28 hospitals, 100 clinics and more than 160 laboratories across the UAE, Ahmed Al Bastaki, chief commercial officer of Rafed, told The National on the sidelines of the forum.

UAE President Sheikh Mohamed bin Zayed picks Expo City Dubai as venue for 2023 COP28 summit. The COP28 conference is expected to host more than 45,000 participants per day, including heads of state, government officials, international industry leaders, private sector representatives, academicians, experts, and representatives of civil society organisations.

UAE on Jun 22 announced 1,592 new Covid-19 cases, bringing the total confirmed cases in the country to 932,067. At the same time, 1,361 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 912,587, 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's ACWA Power unit Suez Wind Energy Project Company has signed a power purchase agreement (PPA) worth USD 1.50bn with the Egyptian Electricity Transmission Company (EETC). ACWA Power and EETC will team up for operating one of the largest on-shore wind farms in the world and the Middle East, according to a bourse disclosure. The 25-year contract covers the development, financing, building, and operation of the wind farm, which will be located in the Gulf of Suez and Gabal El-Zayt regions, with a production capacity of 1,100 megawatts (MW).

Saudi Networkers Services Company (SNS) plans to list 1.50m ordinary shares, accounting for 25% of its total shares on the Parallel Market (Nomu) of the Saudi Exchange (Tadawul). Aldukheil Financial Group (AFG), the financial advisor for the potential listing transaction, noted that the offering period will be during 24-28 July 2022, according to a bourse filing. Meanwhile, the offering price will be determined before the subscription period.

Saudi's Dallah Healthcare has entered into a share purchase agreement (SPA) to acquire Kun Investment Holding Company's entire shares in International Medical Center Company (IMC), increasing its equity ownership to 27.18%. Dallah Healthcare purchased the 14.23m shares of Kun Investment, representing 18.98% of IMC's capital, for SAR 711.63m, according to a bourse filing.

Bahrain's Alba is considering a secondary listing on Saudi Arabia's Tadawul stock market. In a statement to the Bahrain Stock Exchange on Wednesday, Alba said it is "exploring various opportunities, one of which is a potential secondary listing on Saudi Arabia's Stock Exchange which is currently under evaluation along with other value-creation initiatives...". Bahrain's sovereign wealth fund Mumtalakat owns a 69 percent stake in Alba.

Oman has announced a tender offer to purchase for cash up to a total of USD 1.75 billion of several of its outstanding bonds, excluding accrued interest, a bank document showed on Wednesday. Oman reserves the right to increase or decrease the aggregate tender amount and accept or reject any offers, the

document from one of the banks on the deal showed.

Oman's general budget has achieved an increase in actual revenue by more than 25 per cent to reach more than OMR 11bln by the end of 2021, the Minister of Finance said. According to Oman News Agency (ONA), the media meeting will review the performance of the final account of the state's general budget for the year 2021. It is organised by the Ministry of Finance.

Egypt Emaar Misr shareholders has approved a partnership with Eagle Hills in developing a residential, tourist, and commercial project in the North Coast region. To participate in the project, Emaar Misr will either purchase a 25% stake in Eagle Hills at a nominal value of EGP 15.62 per share or sign a partnership and management contract to share in the project and profits with 25%, according to a bourse filing on Wednesday.

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	61,990	8.91	11.30	6.65	11.35	1.21	4.2%	(8.3)	(14.5)	5.1	30.6
ADIB	27,966	7.70	10.46	5.36	12.82	1.85	4.0%	(3.3)	(17.6)	12.1	36.8
ADNIC	3,625	6.36	7.63	4.91	10.27	1.33	6.3%	1.4	(14.5)	(5.1)	25.9
ADNOC Dist.	50,250	4.02	4.63	3.80	21.88	19.18	5.2%	(2.2)	(2.9)	(5.2)	(6.3)
ADNOC Drill.*	52,000	3.25	3.92	2.77	NA	4.77	0.0%	6.2	(13.6)	NA	NA
AD Ports	25,196	4.95	5.85	3.22	NA	1.42	NA	NA	NA	NA	NA
Agthia	3,792	4.79	7.07	4.20	15.14	1.34	1.7%	(0.6)	1.5	(7.9)	(26.3)
Air Arabia	9,940	2.13	2.24	1.31	10.44	1.58	NA	10.9	34.8	43.9	56.6
Ajman Bank	1,457	0.69	0.91	0.64	12.53	0.56	0.0%	(9.2)	(12.7)	(13.3)	(12.0)
Aldar	34,910	4.44	5.79	3.73	14.32	1.22	3.4%	(12.4)	(6.9)	11.3	15.9
Alpha Dhabi	243,800	24.38	30.20	15.00	46.90	9.70	0.0%	(6.7)	(9.2)	(2.9)	NA
Amanat	2,323	0.93	1.27	0.91	8.21	0.87	6.5%	(7.1)	(17.8)	(17.1)	(4.1)
Aramex	5,564	3.80	4.80	3.50	25.73	2.08	3.4%	5.6	3.0	(6.4)	(4.5)
ASM	11,000	11.00	16.94	10.46	2.59	1.87	0.0%	(8.3)	(7.9)	NA	NA
Borouge*	87,768	2.92	3.27	2.85	15.87	4.88	5.4%	NA	NA	NA	NA
BOS	1,166	0.53	0.76	0.49	NM	0.31	0.0%	-	(1.9)	(10.9)	(9.4)
Dana Gas	7,415	1.06	1.27	0.81	5.84	0.86	7.5%	(7.0)	(10.9)	1.9	29.9
DEWA*	126,500	2.53	3.05	2.48	NA	NA		(0.8)	-	-	-
Deyaar	2,065	0.47	0.73	0.37	34.17	0.47	0.0%	(15.1)	(19.1)	(21.6)	20.4
DFM	13,680	1.71	3.05	0.98	130.37	1.75	0.0%	(22.3)	(25.7)	(28.8)	43.7
DIC	8,972	2.11	2.64	1.63	12.67	0.73	5.7%	(6.6)	(9.1)	11.1	23.4
DIB	41,562	5.74	6.63	4.72	9.53	1.38	4.4%	(2.7)	(5.1)	7.1	17.4
DU	26,291	5.80	7.28	5.78	23.13	3.15	3.6%	(1.9)	(13.4)	(12.8)	(13.7)
Easy Lease	1,083	36.10	66.85	23.74	NA	11.97	0.0%	(21.5)	(9.8)	34.2	44.3
Emaar Dev.	17,400	4.35	5.32	3.55	4.97	1.12	0.0%	(6.7)	4.1	(0.2)	13.0
Emaar Pro.	42,371	5.18	6.47	3.89	7.40	0.67	2.9%	(9.1)	(4.1)	8.8	22.5
ENBD	85,274	13.50	15.50	12.50	9.32	1.18	3.7%	7.1	(3.9)	(0.4)	(2.5)
ESG	1,750	7.00	11.80	3.65	21.60	3.41	0.0%	(4.1)	(5.1)	(9.1)	NA
Etisalat	238,291	27.40	39.06	21.98	25.24	4.87	2.9%	(8.4)	(23.9)	(11.8)	24.0
FAB	205,044	18.56	24.06	15.95	13.87	2.04	3.9%	(3.6)	(17.4)	(1.9)	13.1
Fertiglobe*	42,088	5.07	5.95	2.92	7.30	0.83	7.9%	(3.8)	(8.2)	NA	NA
GFH	3,741	0.98	1.34	0.69	10.26	1.00	3.3%	(13.6)	(15.3)	(16.8)	32.3
Ghitha	7,560	75.60	123.00	9.10	NA	8.08	0.0%	(14.3)	11.2	159.8	634.0
IHC	512,368	281.30	295.00	96.30	67.25	17.86	0.0%	0.5	52.5	84.8	189.6
Julphar	1,467	1.27	2.32	1.20	15.98	1.54	0.0%	4.1	(9.9)	(29.4)	(17.0)
Mashreq	16,049	80.00	81.00	53.10	11.67	0.79	0.0%	4.6	1.3	0.6	34.9
Multiply	20,160	1.80	2.35	1.51	NA	1.93	0.0%	(3.7)	NA	NA	NA
NMDC	20,724	25.12	33.38	8.38	19.82	3.77	0.0%	(10.2)	55.3	93.5	197.3
Palms Sports	1,800	12.00	21.48	10.50	NA	5.15	0.0%	-	2.6	1.7	4.2
RAK Bank	7,543	4.50	5.40	3.82	8.76	0.88	5.0%	(8.2)	(14.3)	2.3	9.8
RAK Pro.	1,196	0.60	0.97	0.59	6.74	0.29	0.0%	(11.7)	(23.4)	(20.8)	(7.1)
RAK Cer.	2,782	2.80	3.38	2.17	11.41	1.26	NA	-	(4.1)	(2.1)	22.3
RPM	1,636	8.18	20.00	7.05	NA	6.34	0.0%	(13.9)	2.3	NA	NA
Salama	713	0.59	0.87	0.56	26.02	0.92	NA	(1.0)	(9.9)	(23.7)	(29.4)
SIB	5,270	1.71	2.12	1.46	9.60	0.93	4.7%	(7.1)	(14.9)	(8.6)	16.3
Shuaa	1,260	0.50	0.83	0.47	NA	0.87	6.0%	(8.0)	(17.2)	(24.8)	(20.1)
Tabreed	7,824	2.75	2.92	2.27	14.97	1.34	2.1%	14.6	9.3	10.5	(0.7)
TAQA	140,543	1.25	1.53	1.13	22.67	2.16	0.9%	-	1.6	(3.8)	(9.3)
Waha	2,781	1.43	1.96	1.36	6.23	0.79	5.3%	(2.1)	(11.2)	(15.4)	1.4
Yahsat *	6,417	2.63	3.10	2.46	NA	1.94	5.6%	1.2	(7.1)	(3.3)	NA

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

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