



## Morning Report

23 March 2023

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,604	0.6%	-3%	-7%	-6%	0%
DFM	3,393	0.3%	-1%	2%	2%	1%
TASI	10,351	-0.1%	1%	1%	-1%	-20%
QSI	9,980	1.0%	-6%	-9%	-7%	-26%
BKM	5,502	1.0%	0%	-1%	-2%	-11%
MSX	4,896	0.8%	6%	1%	1%	13%
BHSEASI	1,902	0.1%	-2%	3%	0%	-5%
EGX	15,253	-0.5%	-9%	5%	4%	31%
DJI	32,030	-1.6%	-3%	-3%	-3%	-8%
S&P 500	3,937	-1.6%	-1%	3%	3%	-13%
Nasdaq	11,670	-1.6%	1%	11%	11%	-17%
FTSE	7,567	0.4%	-5%	1%	2%	1%
DAX	15,216	0.1%	-1%	9%	9%	5%
CAC40	7,131	0.3%	-2%	9%	10%	7%
Nikkei225	27,467	1.9%	1%	4%	5%	1%
HIS	19,725	0.2%	-4%	0%	-1%	-10%
MSCI EM	961	0.9%	-2%	0%	1%	-15%
MSCI	158	1.3%	-1%	1%	2%	-12%
US Fut.	3,989	0.5%	0%	4%	3%	-10%
EU Fut.	4,117	-0.6%	-3%	8%	9%	10%

### UAE Trading Summary

AEDm	Buy	Sell	Net
<b>ADX</b>	<b>1,208</b>	<b>1,208</b>	<b>-</b>
Local	68%	59%	9%
Foreign	32%	41%	-9%
Institutional	83%	76%	7%
Retail	17%	24%	-7%
<b>DFM</b>	<b>322</b>	<b>322</b>	<b>-</b>
Local	42%	58%	-16%
Foreign	58%	42%	16%
Institutional	51%	45%	7%
Retail	49%	55%	-7%
<b>Total</b>	<b>1,530</b>	<b>1,530</b>	<b>-</b>
Local	63%	59%	4%
Foreign	37%	41%	-4%

Notes: TASI (KSA), QSI (Qatar), BKM (Kuwait), MSX(Oman), BHSEASI (Bahrain), EGX (Egypt), HSI (Hong Kong).

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	High - Low 52WL
Eshraq	0.140%	0.47	5.6	0.88	0.42
Waha	0.050%	1.34	1.5	1.65	1.16
Manazel	0.038%	0.34	1.8	0.52	0.33

### Upcoming Corporates Actions & Events

Date	Company	Event
24-Mar	EIBANK	General Assembly
24-Mar	Finance House	General Assembly
24-Mar	RPM	BoD/General
26-Mar	GFH	General Assembly
27-Mar	Bayanat	BoD/General
27-Mar	Al Wathba	BoD/General
27-Mar	OIC	General Assembly
31-Mar	Alpha Dhabi	General Assembly
03-Apr	ADNOC DRILL	General Assembly
05-Apr	Yahsat	General Assembly
07-Apr	Invictus	General Assembly
11-Apr	Fertiglobe	General Assembly
12-Apr	Apex Investment	General Assembly
13-Apr	Julphar	General Assembly
14-Apr	Orient Takaful	General Assembly
17-Apr	Agthia	General Assembly
19-Apr	IHC	General Assembly

## # KEY STORIES

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Central Bank of the UAE decided to raise the base rate applicable to the Overnight Deposit Facility (ODF) by 25 basis points from 4.65% to 4.90%, effective from Thursday, 23 March 2023

ADAVIATION board proposes FY22 cash dividend at 25% of capital amounting to AED 0.25/sh, implying a dividend yield of 3.16%

ADNIC shareholder approved FY22 cash dividend of AED 0.40/sh, implying a dividend yield of 6.6%

NGI shareholders ratified board's recommendation concerning a cash dividend of AED 0.25/sh for FY22, implying a dividend yield of 7.76%

GFH informed that it has acquired 3,131,675 shares increasing the total holding of treasury shares to 216,498,195 representing 5.65% of total issued shares as at 22nd March 2023

Central banks across the Gulf raised their benchmark borrowing rates after FED hike in US

Saudi Dar Global, the global unit of Saudi Arabia's biggest developer Dar Al Arkan, aims to expand globally with a pipeline of close to USD 2.5bln worth of projects planned in the next two to three years

Saudi Arabian Centres updates on sale of a land in Riyadh, confirms transaction completion. The Land deed was exchanged and sale proceeds of SAR 644.5mln received by the company

Saudi Airlines Catering Company reported FY22 net profit after zakat and tax of SAR 257.1mln versus SAR 14.1mln year ago.

Saudi Tabuk Cement reported FY22 net profit after zakat and tax of SAR 20.97mln versus SAR 17.76mln year ago

Egypt to get USD7bln in funding as World Bank approves new development framework

## # Key Global Trends/ Market Clues

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Asian shares inched higher on Thursday after the Federal Reserve hinted it could pause interest rate hikes following turmoil in the banking sector, though it also reiterated its commitment to fighting sticky inflation. In a widely expected move, the Fed raised interest rates by 25 basis points but recast its outlook to a more cautious stance as a result of the banking stress. Wall Street ended sharply lower as investors digested the Fed's policy statement and comments from Fed Chair Jerome Powell's press conference. China's blue-chip CSI 300 Index and the Shanghai Composite Index SSEC both fell 0.3%, while Hong Kong's Hang Seng Index was up 0.22%. The Fed's statement suggested it was on the verge of pausing interest rate rises, but Powell in his press conference said the central bank would do "enough" to tame inflation and raised the prospect of further increasing rates if it needed to.

Oil prices fell on Thursday following three sessions of gains, after U.S. Federal Reserve Chair Jerome Powell re-stated his commitment to curbing inflation, including the possibility of more interest rate rises. Brent crude futures fell 80 cents, or 1%, to USD 75.89 a barrel, while U.S. West Texas Intermediate crude (WTI) dropped 84 cents, or 1.2%, to USD 70.06. Both crude benchmarks had settled on Wednesday at their highest close since March 14. Powell also said on Wednesday that banking industry stress could trigger a credit crunch with "significant" implications for an economy that U.S. central bank officials projected would slow even more this year than previously thought. The bank crises have caused volatile trade in riskier assets like oil over the last week as investors awaited the Fed's decision on rate hikes on Wednesday.

## # UAE Stories

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ADAVIATION board proposes FY22 cash dividend at 25% of capital amounting to AED 0.25/sh, implying a dividend yield of 3.16%. ADAVIATION board recommends the shareholder to approve the offer received from ADQ Aviation LLC whereby ADQ aviation would transfer its entire ownership in AMMROC (100%), Etihad Airways engineering (100%) and Global Aerospace Logistics (50%) to Abu Dhabi Aviation in consideration for issuance by ADA to ADQ aviation of a mandatory convertible instrument, convertible into ordinary shares in the capital of ADA.

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## GCC/MENA

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Central banks across the Gulf raised their benchmark borrowing rates after FED hike in US. The Saudi Central Bank raised the rate of Repurchase Agreement (Repo) by 25 basis points to 5.5% percent, and the rate of Reverse Repurchase Agreement (Reverse Repo) by 25 basis points to 5%. In Bahrain, the one-week deposit facility rate increased to 5.75% from 5.5% and the overnight deposit rate was raised to 5.5% from 5.25%, Bahrain's Central Bank tweeted. The Central Bank of Qatar likewise raised its interest rates by 25 basis points effective on Thursday, hiking deposit, lending and repo rates by 25 bps to 5.25%, 5.75% and 5.5%, respectively. The Fed raised interest rates by a quarter of a percentage point, but indicated it was on the verge of pausing further increases in borrowing costs amid recent turmoil in financial markets.

Saudi Dar Global, the global unit of Saudi Arabia's biggest developer Dar Al Arkan, aims to expand globally with a pipeline of close to USD 2.5bln worth of projects planned in the next two to three years. The company, which currently has USD 5bln worth of projects under development in the UAE, Oman, Qatar, Spain, Bosnia and the UK, is planning new projects with the Trump Organisation as well as other partners as part of its growth strategy, Ziad El Chaar, chief executive of Dar Global, told The National in an interview. The new projects will be designed for "the international market, for the international buyers, projects that we can take to our big database of international buyers, to our 4,000 brokers across the globe. They will be mainly in the form of second homes or vacation homes", he said.

Saudi Arabian Centres updates on sale of a land in Riyadh, confirms transaction completion. The Land deed was exchanged and sale proceeds of SAR 644.5mln received by the company.

Saudi Airlines Catering Company reported FY22 net profit after zakat and tax of SAR 257.1mln versus SAR 14.1mln year ago. The company recorded FY22 sales of SAR 1.82 bln versus SAR 1.21bln year ago

Saudi Tabuk Cement reported FY22 net profit after zakat and tax of SAR 20.97mln versus SAR 17.76mln year ago. The company recorded FY22 sales of SAR 297.55mln versus SAR 228.53mln year ago. During FY22 the company saw increase in average selling price and increase in the quantity and value of sales.

Egypt to get USD7bln in funding as World Bank approves new development framework. Egypt is expected to obtain billions of US dollars in funding assistance as the World Bank has just approved a new framework for the country's development. The World Bank Group Board of Executive Directors approved on Tuesday a Country Partnership Framework (CPF) for Egypt, which will provide USD 7bln in lending to the country during the financial years 2023-2027, the lender said in a statement on Wednesday. The financial envelope will be around USD 1bln per year from the International Bank for Reconstruction and Development (IBRD) and about USD 2bln during the entire CPF period from the International Finance Corporation (IFC).

*\*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	59,067	8.49	10.96	8.03	11.27	1.11	4.4%	(2.7)	(5.7)	(5.7)	(18.5)
ADIB	35,012	9.64	10.86	7.03	10.54	1.56	3.2%	(2.3)	12.4	5.8	12.2
ADNIC	3,426	6.01	7.50	5.73	9.07	1.27	6.7%	(3.7)	2.4	(3.1)	(14.7)
ADNOC Dist.	53,999	4.32	4.88	3.80	19.65	15.68	4.8%	(0.0)	(4.0)	(2.0)	9.5
ADNOC Drill.*	60,318	3.77	3.83	2.90	20.49	5.60	4.0%	10.2	25.7	26.5	-
AD Ports	31,608	6.21	6.87	3.28	37.40	1.64	-	1.0	7.4	8.2	-
Agthia	3,166	4.00	5.48	3.87	NM	1.13	4.1%	0.5	1.0	0.5	(11.4)
Air Arabia	10,500	2.25	2.41	1.53	8.59	1.50	3.8%	(1.7)	5.1	4.7	42.4
Ajman Bank	2,604	1.24	1.27	0.66	16.07	1.04	-	8.8	6.0	5.1	57.9
Aldar	37,740	4.80	5.79	4.12	12.82	1.25	3.1%	5.5	6.9	8.4	3.6
Alpha Dhabi	224,394	22.44	30.50	19.80	NA	NA	-	1.7	(17.1)	(17.1)	(16.5)
Amanat	2,300	0.92	1.18	0.81	20.05	0.84	NA	0.8	9.4	8.2	(14.2)
Americana	30,998	3.68	3.94	2.66	32.56	29.66	-	1.1	22.7	23.9	30.5
Aramex	4,949	3.38	4.45	3.30	30.73	1.97	3.8%	(3.2)	(5.3)	(4.0)	(6.0)
ASM	8,000	8.00	13.96	7.34	NM	1.15	-	4.0	(16.2)	(15.1)	(33.0)
Bayanat	8,845	3.44	6.24	3.17	46.52	21.98	-	(10.4)	(32.4)	(29.8)	(16.1)
Borouge*	76,344	2.54	3.27	2.45	13.6	4.19	6.2%	1.9	3.1	0.4	-
Burjeel	11,451	2.20	2.68	2.00	34.66	10.52	-	8.4	(3.1)	(3.1)	(4.8)
Dana Gas	5,701	0.82	1.26	0.75	8.53	0.67	9.8%	5.7	(11.1)	(11.4)	(25.5)
DEWA*	119,997	2.40	3.00	2.27	15.54	1.34	6.9%	1.3	4.8	3.4	-
DFM	9,840	1.23	2.95	1.16	NM	1.24	2.4%	(13.4)	(19.6)	(18.5)	(46.5)
DIC	9,864	2.32	2.64	2.04	6.13	0.77	5.2%	1.8	7.4	6.9	7.9
DIB	40,040	5.53	6.57	5.35	7.92	0.97	4.5%	(3.5)	(1.2)	(3.0)	(8.3)
DU	22,800	5.03	6.79	4.95	18.70	2.60	4.2%	(0.8)	(8.5)	(13.3)	(20.8)
Easy Lease	837	27.90	61.90	26.30	18.98	6.57	-	(14.9)	(18.5)	(19.8)	(30.3)
Emaar Dev.	22,199	5.55	5.78	4.02	5.83	1.21	-	13.0	27.9	25.9	32.8
Emaar Pro.	49,849	5.64	6.60	4.87	6.77	0.72	2.7%	2.5	(4.7)	(3.8)	8.1
Empower	16,400	1.64	1.71	1.31	16.39	5.41	5.2%	7.2	19.7	15.5	20.6
ENBD	81,482	12.90	15.30	11.80	6.52	0.87	3.9%	(0.8)	3.0	(0.8)	(4.3)
ESG	1,272	5.09	8.90	4.73	NM	1.86	-	(27.2)	(36.4)	(34.4)	(31.0)
Etisalat	206,978	23.80	39.06	22.66	20.99	4.90	3.4%	(8.2)	0.6	4.1	(32.2)
FAB	151,348	13.70	24.06	12.94	11.60	1.31	5.1%	0.7	(18.8)	(19.9)	(36.8)
Fertiglobe*	32,457	3.91	6.11	3.66	7.07	4.29	12.3%	1.3	(9.7)	(7.6)	-
GFH	3,589	0.92	1.25	0.87	9.62	0.89	4.8%	0.5	2.6	3.5	(17.2)
Ghitha	13,481	55.80	123.00	55.80	NA	5.34	-	(34.6)	(21.3)	(23.6)	(17.9)
IHC	868,838	396.10	410.10	182.30	57.66	12.47	-	0.3	(3.4)	(3.4)	114.8
Invictus	3,528	3.15	6.50	3.00	-	-	-	(2.2)	-	(17.5)	-
Mashreq	23,070	115.00	135.00	67.50	6.22	0.98	0.9%	(1.4)	26.4	17.9	56.1
Multiply	39,199	3.50	5.08	1.62	NA	1.37	-	(10.7)	(27.7)	(24.6)	NA
NMDC	23,924	29.00	41.90	14.10	18.36	3.66	-	(24.7)	24.4	18.5	79.2
Palms Sports	1,500	10.00	14.94	8.47	11.26	3.22	-	2.6	4.7	2.0	(14.5)
RAK Bank	7,727	4.61	5.40	4.19	6.60	0.86	4.9%	(7.8)	2.4	(1.9)	(12.2)
RAK Pro.	1,174	0.59	0.83	0.55	38.12	0.28	-	(3.8)	(14.6)	(13.7)	(24.8)
RAK Cer.	2,703	2.72	3.05	2.67	NM	1.25	7.4%	(4.5)	5.1	(3.9)	3.3
RPM	896	4.48	12.68	4.40	12.25	3.39	-	(8.4)	(17.3)	(27.6)	NA
SIB	6,277	1.94	2.15	1.57	9.64	0.82	4.1%	(0.6)	9.1	4.5	6.3
Salik	21,674	2.89	2.97	2.19	14.05	68.39	4.8%	9.1	12.0	16.5	30.2
Tabreed	8,336	2.93	3.52	2.27	13.87	1.29	2.0%	1.4	(2.3)	(1.0)	19.2
TAQA	367,650	3.27	4.17	1.19	47.21	5.22	1.5%	(2.7)	(5.8)	(4.7)	171.2
Waha	2,606	1.34	1.65	1.16	8.47	0.72	5.6%	3.1	(3.6)	(1.5)	(10.6)
Yahsat *	6,294	2.58	2.92	2.47	26.14	2.01	6.2%	0.8	0.8	3.2	(3.3)

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

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