



Morning Report

23 May 2023

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,527	0.5%	-1%	-4%	-7%	-4%
DFM	3,549	0.1%	2%	4%	6%	5%
TASI	11,329	-0.1%	1%	10%	8%	-8%
QSI	10,637	-0.1%	7%	0%	0%	-17%
BKM	5,409	-0.2%	-3%	-2%	-3%	-10%
MSX	4,703	-0.2%	-1%	1%	-3%	14%
BHSEASI	1,950	0.1%	3%	1%	3%	2%
EGX	16,764	0.0%	-4%	0%	15%	60%
DJI	33,287	-0.4%	-2%	1%	0%	6%
S&P 500	4,193	0.0%	1%	5%	9%	7%
Nasdaq	12,721	0.5%	5%	11%	22%	12%
FTSE	7,771	0.2%	-2%	-2%	4%	5%
DAX	16,224	-0.3%	2%	5%	17%	16%
CAC40	7,478	-0.2%	-1%	2%	16%	19%
Nikkei225	31,087	0.9%	9%	15%	19%	16%
HIS	19,608	-0.4%	-2%	-4%	-1%	-5%
MSCI EM	983	0.6%	0%	0%	3%	-5%
MSCI	163	0.6%	1%	2%	5%	-1%
US Fut.	4,212	0.2%	1%	5%	9%	6%
EU Fut.	4,394	0.1%	1%	3%	16%	19%

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

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,328	1,328	-
Local	79%	65%	13%
Foreign	21%	35%	-13%
Institutional	74%	67%	7%
Retail	26%	33%	-7%
DFM	413	413	-
Local	63%	76%	-
Foreign	37%	24%	12%
Institutional	58%	63%	-5%
Retail	42%	37%	5%
Total	1,741	1,741	-
Local	75%	68%	7%
Foreign	25%	32%	-7%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low 52WH	52WL
RAKPROP	0.226%	0.74	3.4	0.81	0.55
AMR	0.022%	3.90	-	4.14	2.66
Dana	0.015%	0.81	0.6	1.16	0.75

Upcoming Corporates Actions & Events

Date	Company	Event
24-May	Presight	BoD/General
24-May	EKTTIAB	General Assembly
24-May	NIH	General Assembly
24-May	United Foods	BoD/General
24-May	DFM	BoD/General
25-May	Fujairah Cement	General Assembly
29-May	NIND	Last Div. Entitlement date
30-May	IFA	General Assembly
30-May	Agility	General Assembly
01-Jun	MSCI Rebalancing	Effective Date
14-Jun	RAKBANK	General Assembly
14-Jun	DRC	General Assembly
19-Jun	FTSE Rebalancing	Effective Date

KEY STORIES

ADNOC announces increase in the shares offered for the IPO of ADNOC L&S, new offering size is 1.41bn shares set by ADNOC and implies an offering of 19% of ADNOC L&S' total issued share capital

Burjeel Holdings announced the launch of the Advanced Gynecology Institute, fostering the provision of complex care solutions for women's healthcare in the region

GulfNav shareholders approved capital reduction through the cancellation of 637,695,625 (shares in the Company with the nominal value of AED 1 on a pro rata basis

GFH informed that it has acquired 4,543,000 of its shares (treasury shares) increasing the total holding of treasury shares to 311,928,846 representing 8.14% of total issued shares as of 22nd May 2023

Saudi's NEOM Green Hydrogen signed financial documents with 23 local, regional and international banks and investment firms on a green hydrogen production facility at an investment value of USD 8.4bn

Saudi Arabian Mining Company reported 1Q23 net profit after tax and zakat of SAR 419.4mn, down 80.7% YoY

Saudi's Banque Saudi Fransi has mandated banks ahead of a potential issue of US dollar-denominated certificates under its trust certificates programme

Saudi Naqi Water reported 1Q23 net profit after tax and zakat of SAR 11.2 mn, up 13.1% YoY. The company recorded 1Q23 sales of SAR 59.3mn, down 1.5%

Kuwait's Advanced Technology signs credit facilities agreement with a local bank worth a value of KWD 43.3mn

Egypt's Vertika for Industry & Trade reported 1Q23 net profit after tax of EGP 176,865, up 42.8% YoY. The company recorded 1Q23 revenue of EGP 2.7mn, down 18.2%

Key Global Trends/ Market Clues

Asian stocks crept to two-week highs in cautious trade Tuesday, helped by hints of progress toward avoiding a U.S. default and by resilience in Japan's economy, with industrial sector surveys in Europe and the United States in focus later in the day. Japan's Nikkei extended its winning streak into a ninth session and rose 0.6%. S&P 500 futures advanced 0.2% and European futures rose 0.16%. President Joe Biden and House Speaker Kevin McCarthy could not reach an agreement Monday on how to raise the U.S. government's USD 31.4tr debt ceiling with just 10 days before a possible default, but vowed to keep talking. Purchasing Managers Index surveys are due in Europe, Britain and the United States later in the day and strong services growth is expected to hold the composite readings in expansionary territory.

Oil prices continued to climb on Tuesday with investors expecting a tighter market led by a seasonal rise in gasoline demand and supply cuts from OPEC+ producers, though concerns over the risk of a U.S. debt default capped gains. Brent crude futures rose 28 cents, or 0.37%, to USD 76.27 a barrel while U.S. West Texas Intermediate crude was at USD 72.36 a barrel. It was the second day of gains after Brent rose 0.5% on Monday. WTI gained 0.6%, amid a 2.8% increase in U.S. gasoline futures ahead of the Memorial Day holiday on May 29 that traditionally marks the start of the peak summer fuel demand season. Voluntary production cuts by OPEC+, that went into effect this month are also expected to keep oil markets tight.

Source: Reuters

UAE Stories

ADNOC announces increase in the shares offered for the IPO of ADNOC L&S, new offering size is 1.41bn shares set by ADNOC and implies an offering of 19% of ADNOC L&S' total issued share capital. Decision to increase the size of the IPO is based on significant investor demand across all tranches. ADNOC L&S size of the first tranche has been increased from 9% to 12% of the offering. Assuming all of the shares in the offering are sold, the size of the offering will be approximately USD 762mn to USD 769mn

Burjeel Holdings announced the launch of the Advanced Gynecology Institute, fostering the provision of complex care solutions for women's healthcare in the region. Located at Burjeel's flagship 1.2 million square feet hospital, Burjeel Medical City, the Advanced Gynecology Institute is designed to offer timely, sophisticated, and multidisciplinary healthcare solutions to women of all ages. The launch of the institute comes just months after the hospital joined hands with the globally renowned Franco-European Multidisciplinary Institute of Endometriosis Academy (IFEM Endo).

GulfNav shareholders approved capital reduction through the cancellation of 637,695,625 (shares in the Company with the nominal value of AED 1 on a pro rata basis and fully using the legal or optional reserves to absorb the accumulated losses amounting to AED 637,695,625, we would like to notify the shareholders that the Company has successfully completed the requirements and procedures to reduce the Capital and activated the capital reduction on Dubai Financial Market. Capital before reduction is AED 1,275,391,250 and capital after reduction will be AED 637,695,625 (50% decrease)

GFH Group informed that it has acquired 4,543,000 of its shares (treasury shares) increasing the total holding of treasury shares from 307,385,846 representing 8.02% of the total issued shares to 311,928,846 representing 8.14% of total issued shares as of 22nd May 2023.

GCC/MENA

Saudi Arabia's NEOM Green Hydrogen Company has signed financial documents with 23 local, regional and international banks and investment firms on a green hydrogen production facility at a total investment value of USD 8.4bn. The company also said it concluded a USD 6.7bn agreement with Air Products for the plant's engineering, procurement and construction (EPC).

Saudi Arabian Mining Company reported 1Q23 net profit after tax and zakat of SAR 419.4mn, down 80.7% YoY. The company recorded 1Q23 sales of SAR 8.05bn, down 9.7% YoY. The quarter saw lower average realized sales prices of all products except gold and the quarter also witnessed higher cost of sales by 28%.

Saudi's Banque Saudi Fransi has mandated banks ahead of a potential issue of US dollar-denominated certificates under its trust certificates programme, the company said in a bourse statement on Monday. The issuance, subject to market conditions, and for use towards the bank's Islamic finance business, will be through a special purpose vehicle, and eligible to both Saudi and international investors. Banque Saudi Fransi has mandated Citigroup Global Markets, First Abu Dhabi Bank, Goldman Sachs, HSBC, Mizuho International and Saudi Fransi Capital as joint lead managers.

Saudi Naqi Water reported 1Q23 net profit after tax and zakat of SAR 11.2 mn, up 13.1% YoY. The company recorded 1Q23 sales of SAR 59.3mn, down 1.5%. The quarter saw decrease in the cost of goods sold of 8%.

Kuwait's Advanced Technology signs credit facilities agreement with a local bank worth a value of KWD 43.3mn

Egypt's Vertika for Industry & Trade reported 1Q23 net profit after tax of EGP 176,865, up 42.8% YoY. The company recorded 1Q23 revenue of EGP 2.7mn, down 18.2%

**Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian business*

UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	PRICE RETURNS			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
IHC	866,401	395.00	410.10	272.20	55.00	11.96	-	(0.6)	0.0	(3.7)	41.1
TAQA	349,651	3.11	4.17	1.19	20.11	4.43	1.6%	(2.0)	(6.3)	(9.3)	153.4
ADNOCGAS*	246,359	3.21	3.51	2.77	16.08	3.28	4.8%	4.9	-	-	-
Etisalat	198,624	22.84	31.12	22.00	20.51	4.44	3.5%	(2.3)	(10.4)	(0.1)	(21.3)
Alpha Dhabi	197,989	19.80	30.50	18.52	16.57	4.96	-	(9.8)	(10.2)	(26.9)	(24.3)
FAB	147,809	13.38	21.66	12.80	12.60	1.32	3.9%	0.3	(1.6)	(21.8)	(28.0)
DEWA	124,493	2.49	2.56	2.24	16.10	1.39	8.0%	4.6	9.3	8.8	5.9
ENBD	87,480	13.85	14.20	11.80	5.23	0.91	4.3%	4.9	6.5	6.5	15.0
Borouge	79,649	2.65	3.27	2.45	37.0	4.93	4.5%	0.8	6.3	4.7	(7.7)
ADCB	61,338	8.38	9.68	7.63	9.23	0.99	6.6%	(3.9)	3.1	(2.0)	(7.4)
ADNOC Drill.	61,117	3.82	4.33	2.90	19.67	5.28	4.1%	(2.1)	14.0	28.2	30.2
Emaar Pro.	52,588	5.95	6.60	4.87	6.27	0.74	4.2%	3.4	12.8	1.5	8.8
ADNOC Dist.	51,997	4.16	4.88	3.92	19.88	19.30	5.0%	(3.5)	(1.3)	(5.7)	6.2
Aldar	40,962	5.21	5.54	4.12	13.64	1.39	3.1%	(2.3)	18.5	17.6	6.4
ADIB	38,860	10.70	11.90	7.03	10.60	1.82	4.6%	(1.7)	8.5	17.5	41.4
DIB	38,591	5.33	6.20	5.10	7.41	0.95	5.6%	0.2	(1.6)	(6.5)	(4.5)
Multiply	36,734	3.28	5.08	1.72	2.03	1.29	-	3.1	(16.3)	(29.3)	75.4
AD Ports	33,490	6.58	6.95	4.60	25.53	1.73	-	3.5	7.0	14.6	33.5
Americana	32,850	3.90	4.14	2.66	36.45	38.00	1.2%	1.8	8.4	31.3	39.9
Fertiglobe	26,231	3.16	6.11	3.11	6.94	3.24	20.3%	(17.5)	(11.5)	(25.3)	(31.3)
Mashreq	24,272	121.00	135.00	72.90	5.15	1.04	7.4%	0.8	3.8	24.1	69.6
DU	22,709	5.01	6.45	4.95	17.76	2.66	4.8%	0.2	(1.2)	(13.6)	(11.5)
Salik	22,349	2.98	3.10	2.19	16.86	25.42	4.7%	4.6	15.0	20.2	37.3
Emaar Dev.	20,839	5.21	6.04	4.02	5.46	1.08	10.0%	(3.0)	16.2	18.1	22.4
Presight	19,012	3.39	3.85	2.80	44.68	7.70	-	-	-	-	-
Empower	17,699	1.77	1.82	1.31	17.94	6.38	4.8%	5.4	18.6	24.6	33.4
NMDC	15,707	19.04	41.90	18.20	10.19	2.33	-	(13.8)	(50.5)	(22.2)	(31.9)
Burjeel	11,399	2.19	2.68	2.00	31.27	9.44	-	0.5	7.9	(3.5)	(5.2)
DFM	11,359	1.42	2.28	1.16	73.12	1.46	1.2%	(6.0)	1.3	(6.0)	(34.6)
Bayanat	11,082	4.31	6.24	3.17	54.79	10.25	-	7.5	12.2	(12.0)	5.1
Air Arabia	10,826	2.32	2.41	1.82	8.51	1.65	6.5%	7.9	8.6	7.9	29.5
Ghitha	9,755	40.38	96.00	33.80	33.22	3.86	-	(0.7)	(52.7)	(44.7)	(54.2)
DIC	9,439	2.22	2.60	2.04	5.49	0.72	9.0%	(2.5)	2.7	2.3	6.7
RAK Bank	8,716	5.20	5.34	4.19	6.22	0.93	6.5%	(0.0)	10.8	10.6	13.1
Tabreed	8,251	2.90	3.52	2.29	11.01	1.34	4.7%	2.5	5.1	(2.0)	26.5
ASM	7,650	7.65	12.40	7.00	8.09	1.10	-	(3.7)	(0.5)	(18.8)	(36.3)
SIB	6,439	1.99	2.15	1.57	9.24	0.86	4.8%	4.2	2.0	7.2	19.2
Yahsat	6,172	2.53	2.92	2.39	23.17	1.93	6.4%	(0.8)	1.9	1.2	3.4
Dana Gas	5,680	0.81	1.16	0.75	8.69	0.66	11.1%	(0.4)	11.0	(11.7)	(21.3)
Aramex	4,524	3.09	4.45	3.01	32.59	1.80	3.1%	(3.9)	(8.8)	(12.2)	(12.1)
Ajman Bank	4,086	1.88	1.97	0.64	23.05	1.59	-	15.1	70.7	64.9	154.7
GFH	3,659	0.95	1.18	0.87	9.31	0.92	6.1%	1.9	10.3	6.6	(10.7)
Agthia	3,562	4.50	5.48	3.87	14.17	1.24	3.7%	5.6	15.1	13.1	(2.4)
ADNIC	3,215	5.64	6.47	5.55	8.18	1.23	7.1%	(1.1)	(3.6)	(9.0)	(4.0)
Invictus	3,203	2.86	6.50	2.80	8.52	2.86	5.5%	(7.1)	(6.8)	(25.1)	(25.5)
RAK Cer.	2,603	2.62	3.03	2.50	8.15	1.23	7.6%	2.7	(8.0)	(7.4)	0.2
Amanat	2,550	1.02	1.07	0.81	20.78	0.92	3.9%	14.4	16.7	20.0	6.5
Palms Sports	1,483	9.89	13.00	8.47	12.19	3.13	-	0.9	1.4	0.9	(17.6)
ESG	1,172	4.69	8.70	4.28	7.91	1.71	-	(6.2)	(32.9)	(39.6)	(35.8)
Easy Lease	888	29.60	50.80	25.58	21.44	6.73	-	(3.0)	(9.8)	(14.9)	(35.6)
RPM	866	4.33	10.20	3.87	28.69	3.88	5.8%	(1.8)	(10.0)	(30.0)	(51.7)

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

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