



Morning Report

23 November 2021

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,345	0.1%	6%	9%	65%	69%
DFM	3,172	-2.6%	11%	11%	27%	36%
TASI	11,172	-2.7%	-6%	1%	29%	30%
BHSEASI	1,787	-0.4%	4%	8%	20%	23%
EGX	11,359	0.8%	2%	6%	5%	5%
DJI	35,619	0.0%	0%	1%	16%	22%
S&P 500	4,683	-0.3%	3%	5%	25%	32%
Nasdaq	15,855	-1.3%	5%	8%	23%	34%
FTSE	7,255	0.4%	1%	2%	12%	14%
DAX	16,116	-0.3%	4%	2%	17%	23%
CAC40	7,105	-0.1%	6%	7%	28%	29%
Nikkei225	29,774	0.1%	3%	10%	8%	17%
HIS	24,778	-0.4%	-4%	0%	-8%	-6%
MSCI EM	1,262	-0.6%	-2%	3%	-2%	4%
MSCI Asia	198	-0.5%	-1%	4%	-1%	5%
US Fut.	4,680	0.0%	3%	4%	25%	31%
EU Fut.	4,323	-0.4%	4%	4%	22%	25%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,871	1,871	-
Local	62%	78%	-16%
Foreign	38%	22%	16%
Institutional	83%	66%	17%
Retail	17%	34%	-17%
DFM	906	906	-
Local	61%	58%	3%
Foreign	39%	42%	-3%
Institutional	36%	36%	0%
Retail	64%	64%	0%
Total	2,777	2,777	-
Local	62%	72%	-10%
Foreign	38%	28%	10%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low 52WH	52WL
Manazel	0.171%	0.59	(1.3)	0.64	0.33
RAK Ceramics	0.038%	2.89	0.3	3.08	1.36
Eshraq	0.035%	0.41	(1.0)	0.48	0.29

Upcoming Corporates Actions & Events

Date	Company	Event
01-Dec	MSCI 4Q EM Index	Effective Date
08-Dec	Etisalat	GM
09-Dec	Dana Gas	GM/Dividend
09-Dec	UPP	AGM

KEY STORIES

OCI N.V. enters into strategic alliance with ADQ and Alpha Dhabi Holding through placement of 15% of Methanol Group for a total consideration of USD 375mIn

Egypt's FRA approves mandatory purchase offer by a consortium (Aldar Ventures International Holdings and Gamma Forge Limited) for upto 90% stake in SODIC at cash price of EGP 20 per share, with minimum transaction limit of 51%

Yahsat's Mobility Arm estimates USD 80mIn of revenues from new broadband distribution agreement with Cobham SATCOM

Shuaa Capital is considering IPO of two of its portfolio companies. The company in talks with the DFM about listing Stanford Marine Group and NCM Investment - Sources

Emaar Properties announces completion of merger between Emaar Properties and Emaar Malls

Mashreq signs strategic MoU with Dubai South to support SMEs

Dubai's CPI went down 0.56% YoY in October 2021. On a monthly basis, it inched up 0.68%

Mubadala expects no change in its investment strategy and themes in 2022 - CEO

UAE on Nov 22 announced 67 new Covid-19 cases and 84 recoveries. The tally takes total cases in UAE to 741,500 with 736,247 recoveries and 2,144 deaths

Saudi tourism fund invests over USD 500mIn since last year

Saudi Tadawul Group IPO books are covered - Bookrunner

Saudi's Ma'aden has opened a fertilizer terminal in the African state of Malawi through its subsidiary, the Meridian Group

Oman's OQ signed a MoU with the Korean Gas Technology Corporation to explore opportunities in green hydrogen

Oman's Asyad has invited local and international companies to send offers of interest in expanding Suwaiq port on the Gulf of Oman

Egypt's Paints and Chemical Industries posted FY net profit EGP 52.8mIn versus EGP 4.6mIn year ago. FY net sales EGP 849.4mIn versus EGP 784.7mIn year ago

Egypt's Nile City Investments shareholders approve to split share nominal value to EGP 10 from EGP 100

Key Global Trends/ Market Clues

Asia stocks were mostly lower on Tuesday, tracking a retreat on Wall Street after President Joe Biden picked Federal Reserve Chair Jerome Powell to lead the central bank for a second term, reinforcing expectations the U.S. will taper its stimulus soon. MSCI's gauge of Asia Pacific stocks outside Japan fell 0.49%, while China's benchmark CSI300 Index opened 0.2% lower. Riskier assets have been shaken up again over recent sessions amid surging COVID-19 cases in Europe and renewed curbs, dousing investor hopes of a quicker recovery in consumption and growth worldwide. Overnight on Wall Street, the S&P 500 and Nasdaq Composite retreated from all-time highs.

Oil prices dropped on Tuesday, reversing gains in the previous session, on growing talk the United States, Japan and India will release crude reserves to tame prices despite the threat of demand faltering as COVID-19 cases flare up in Europe. The U.S. Department of Energy is expected to announce a loan of oil from the Strategic Petroleum Reserve on Tuesday, and will be coordinated with other countries, a Biden

administration source familiar with the situation said. U.S. West Texas Intermediate (WTI) crude futures fell 43 cents, or 0.6%, to USD 76.32 a barrel at 0128 GMT. Brent crude futures fell 30 cents, or 0.4%, to USD 79.40 a barrel. Brent and WTI both rose 1% on Monday on reports that the OPEC+, could adjust their plan to raise oil production if large consuming countries release crude from their reserves or if the pandemic dampens demand.

UAE Stories

OCI announces a strategic alliance ADQ and Alpha Dhabi Holding, positioning OCI methanol group to pursue future growth initiatives. A 15% stake of the OCI methanol group will be placed for a total consideration of USD 375mIn. As part of the alliance, OCI Methanol Group will be incorporated as an ADGM company in Abu Dhabi. Strategic platform will focus on clean methanol as a fuel for the future with hydrogen as the primary feedstock.

Egypt's Financial Regulatory Authority approves mandatory purchase offer by a consortium for up to 90% stake in SODIC at cash price of EGP 20 per share, with minimum transaction limit of 51%. Consortium of Aldar Ventures International Holdings and Gamma Forge Limited offered to buy stake in SODIC.

Yahsat's unit Thuraya has entered into a long-term agreement with Cobham Satcom for distribution of next generation broadband products for land, aeronautical and maritime users. Yahsat's mobility arm estimates USD 80mIn of revenues from new broadband distribution agreement. Cobham Satcom to be appointed as main distributor for Thuraya next generation broadband products for a minimum term of five years.

Shuaa Capital is considering initial public offerings of two of its portfolio companies as Dubai's efforts to revive its stock market gain traction among private businesses, according to people familiar with the matter. The investment bank and asset manager has been in talks with the Dubai Financial Market about listing Stanford Marine Group and NCM Investment, the people said, asking not to be named because the information is confidential. Shuaa is targeting early next year to list the two businesses and is in talks to hire investment banks as bookrunners, the people said. Combined, the two assets have a value of about AED 2bIn, they said. Stanford Marine Group, or SMG, operates a fleet of offshore supply vessels to the oil and gas industry. It also owns Grandweld, a shipyard serving marine clients, according to its website. Shuaa restructured the company at the start of this year by completing an AED 1.13bIn debt buyout. The second IPO candidate, NCM Investment is an online trading platform based in Kuwait that's expanding in South and East Asia. It is a subsidiary of Kuwait-listed Amwal International Investment Company KSCP, which itself is owned by Shuaa.

Emaar Properties announces completion of merger between Emaar Properties and Emaar Malls.

Mashreq entered into a strategic partnership with Dubai's largest single urban master development, Dubai South. Partnership to build banking and financial solutions for Dubai South's aviation and logistics ecosystem. Partnership sets out to develop and deploy digitally advanced financial platforms and infrastructures to support the SME ecosystem and value chains across the development.

Dubai's Consumer Price Index (CPI) went down 0.56% to 102.46 points in October 2021, when compared to the same month of 2020. On a monthly basis, Dubai's CPI inched up 0.68% in October 2021.

Mubadala expects no change in its investment strategy and themes in 2022, its group chief executive Khaldoon Khalifa Al Mubarak said on Monday. Areas such as renewables, technology and life sciences will continue to remain themes for the state investor, Al Mubarak said at a conference.

UAE on Nov 22 announced 67 new Covid-19 cases, bringing the total confirmed cases in the country to 741,500. At the same time, 84 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 736,247, UAE's Ministry of Health and Prevention said. It has reported no deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,144.

GCC/MENA

Saudi's Tourism Development Fund said it had deployed SAR 2bln on tourism projects worth a total of around 6 billion riyals from its establishment last year until the end of September this year. The remaining SAR 4bln for the projects have come from the private sector, the fund said in a statement.

Saudi Tadawul Group IPO books are covered - Bookrunner

Saudi's Ma'aden has opened a fertilizer terminal in the African state of Malawi through its subsidiary, the Meridian Group. The Liwonde Terminal is located on the rail line connecting Malawi to the deep-sea port of Nacala in Zambia, allowing for easy distribution of Ma'aden's fertilizer products across central and southern Africa.

Oman's OQ signed a MoU with the Korean Gas Technology Corporation (KOGAS-Tech) to explore opportunities in green hydrogen.

Oman logistics group Asyad has invited local and international companies to send offers of interest in expanding Suwaiq port on the Gulf of Oman, the state news agency reported on Monday. The project also includes the construction of multi-purpose berths with a depth of 14 meters to accommodate large ships.

Egypt's Paints and Chemical Industries posted FY net profit EGP 52.8mln versus EGP 4.6mln year ago. FY net sales EGP 849.4mln versus EGP 784.7mln year ago.

Egypt's Nile City Investments shareholders approve to split share nominal value to EGP 10 from EGP 100.

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	57,259	8.23	8.45	5.97	11.70	1.00	3.3%	(0.2)	9.7	38.6	40.4
ADIB	22,155	6.10	6.45	4.58	12.20	1.11	3.4%	6.5	10.5	35.2	36.1
ADNIC	3,306	5.80	5.93	4.50	7.84	1.22	6.0%	7.8	5.3	21.9	38.2
ADNOC Dist.	52,875	4.23	5.01	3.46	19.77	15.63	4.9%	1.0	(5.0)	18.3	25.3
ADNOC Drill.*	52,800	3.30	3.51	2.77	26.25	5.08	4.5%	NA	NA	NA	NA
Agthia	4,512	5.70	7.32	4.03	NM	1.70	2.9%	(3.2)	(4.3)	39.5	36.3
Air Arabia	7,000	1.50	1.58	1.17	NM	1.26	0.0%	11.9	6.4	17.2	27.1
Ajman Bank	1,724	0.82	0.91	0.64	19.95	0.66	0.0%	20.2	9.2	5.3	18.0
Aldar	32,158	4.09	4.38	2.90	14.54	1.26	3.5%	1.0	(1.0)	34.9	44.1
Alpha Dhabi	278,000	27.80	30.20	15.00	NA	NA	NA	0.1	(4.1)	NA	NA
Amanat	2,900	1.16	1.27	0.78	9.80	1.04	1.9%	(1.7)	1.8	41.5	40.4
Aramex	6,017	4.11	4.80	3.50	35.55	2.17	3.2%	(6.4)	7.3	(3.0)	6.4
ASM	14,700	14.70	16.94	13.00	NM	3.98	NA	(3.8)	NA	NA	NA
BOS	1,276	0.58	0.76	0.50	NA	0.34	0.0%	5.5	10.3	(3.6)	(9.3)
Dana Gas	7,555	1.08	1.27	0.67	7.35	0.89	5.1%	3.8	17.1	62.0	72.6
Deyaar	2,733	0.47	0.55	0.25	NA	0.63	0.0%	59.8	62.5	68.3	68.9
DFM	19,600	2.45	3.05	0.85	NM	2.50	0.0%	133.3	122.7	163.4	184.6
DIC	8,291	1.95	2.08	1.21	21.53	0.70	NA	13.4	4.8	41.4	66.7
DIB	39,172	5.41	5.59	4.30	14.43	1.03	3.7%	6.5	5.9	22.5	30.1
DU	27,469	6.06	7.22	5.56	33.15	3.34	4.1%	(4.7)	(7.5)	9.2	13.0
Easy Lease	939	31.30	66.85	10.00	29.98	15.31	NA	(32.7)	(27.2)	77.8	-
Emaar Dev.	18,000	4.50	4.75	2.45	6.71	1.32	0.0%	14.2	16.0	63.6	75.1
Emaar Pro.	40,163	4.91	5.33	3.09	12.74	0.62	2.0%	22.4	18.9	42.7	62.5
ENBD	86,222	13.65	14.35	10.25	10.81	1.01	2.9%	(1.1)	(0.0)	37.3	34.7
ESG	2,040	8.16	11.80	3.01	NM	5.87	NA	(12.9)	119.9	NA	NA
Eshraq	956	0.41	0.48	0.29	NA	0.70	NA	31.3	32.6	29.2	27.6
Etisalat	253,599	29.16	29.18	16.74	27.54	5.38	4.1%	14.4	19.0	82.2	80.7
FAB	208,572	19.10	20.02	12.52	18.95	1.97	3.9%	6.2	12.4	55.8	55.8
Fertiglobe*	30,383	3.66	4.02	2.92	21.70	4.97	4.8%	-	-	-	-
GFH	4,271	1.11	1.33	0.56	12.40	1.19	1.5%	45.9	48.0	92.5	99.4
IHC	274,971	151.00	165.00	39.70	58.42	17.24	NA	3.4	3.4	259.5	272.8
Julphar	2,079	1.80	2.32	1.20	NA	2.09	NA	(12.6)	(1.1)	35.3	32.4
Mashreq	13,315	66.37	70.80	53.10	NA	0.69	0.0%	3.4	25.0	10.5	16.2
Palms Sports	1,770	11.80	21.48	4.30	21.94	6.56	NA	(15.6)	(11.9)	(10.6)	NA
RAK Bank	7,626	4.55	4.72	3.60	12.71	0.94	3.3%	16.7	17.3	16.7	26.4
RAK Pro.	1,540	0.77	0.81	0.42	5.69	0.38	5.2%	9.7	7.4	60.4	81.6
RAK Cer.	2,872	2.89	3.08	1.36	NM	1.29	2.6%	5.9	0.8	108.6	128.4
RPM	2,216	11.08	20.00	10.10	55.21	9.89	NA	NA	NA	NA	NA
Salama	972	0.80	0.97	0.73	15.79	1.24	10.3%	7.8	(0.9)	4.5	11.9
SIB	5,547	1.80	1.89	1.18	10.87	0.72	4.4%	(1.6)	0.6	44.5	60.3
Shuaa	1,864	0.74	0.82	0.59	10.29	1.20	4.1%	9.4	2.7	13.3	26.9
Tabreed	7,295	2.63	3.15	2.39	15.31	1.34	2.2%	(6.1)	(8.0)	3.5	4.3
TAQA	134,921	1.20	1.59	1.18	27.71	1.90	2.1%	(3.6)	(4.3)	(15.0)	(17.0)
Waha	3,364	1.73	1.96	1.05	6.78	0.99	3.5%	(3.4)	(7.0)	51.6	71.6
Yahsat *	6,905	2.83	3.10	2.46	31.10	2.31	5.6%	6.8	NA	NA	NA
Zee Store	2,810	28.10	53.00	7.95	NM	13.59	NA	(27.0)	80.8	167.6	NA

(Source Bloomberg) ^ Current dividend yield based on latest dividend declaration. * Expected 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 20200000017. International Securities is a member of the Abu Dhabi Securities Exchange, Dubai Financial Market and NASDAQ Dubai.