



## Morning Report

24 November 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	10,508	1.3%	4%	5%	24%	25%
DFM	3,326	-0.1%	-2%	-2%	4%	6%
TASI	10,965	0.0%	-8%	-13%	-3%	-2%
QSI	11,897	0.6%	-6%	-12%	2%	1%
BKM	5,659	0.1%	4%	-4%	-4%	-6%
MSX	4,544	0.9%	3%	-1%	10%	12%
BHSEASI	1,864	0.0%	0%	-2%	4%	4%
EGX	12,600	-0.2%	23%	24%	5%	11%
DJI	34,194	0.3%	10%	3%	-6%	-4%
S&P 500	4,027	0.6%	7%	-3%	-16%	-15%
Nasdaq	11,285	1.0%	3%	-10%	-29%	-30%
FTSE	7,465	0.2%	7%	0%	1%	3%
DAX	14,428	0.0%	13%	9%	-9%	-9%
CAC40	6,679	0.3%	11%	5%	-7%	-5%
Nikkei225	28,116	0.6%	5%	-2%	-2%	-6%
HIS	17,569	0.3%	8%	-10%	-25%	-29%
MSCI EM	932	0.5%	7%	-7%	-25%	-26%
MSCI	152	0.9%	11%	-5%	-22%	-24%
US Fut.	4,043	0.3%	5%	0%	-15%	-14%
EU Fut.	3,952	0.1%	10%	8%	-8%	-8%

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

### UAE Trading Summary

AEDm	Buy	Sell	Net
<b>ADX</b>	<b>3,090</b>	<b>3,090</b>	<b>-</b>
Local	87%	86%	1%
Foreign	13%	14%	-1%
Institutional	40%	36%	4%
Retail	60%	64%	-4%
<b>DFM</b>	<b>248</b>	<b>248</b>	<b>-</b>
Local	49%	57%	-7%
Foreign	51%	43%	7%
Institutional	47%	55%	-8%
Retail	53%	45%	8%
<b>Total</b>	<b>3,338</b>	<b>3,338</b>	<b>-</b>
Local	84%	84%	0%
Foreign	16%	16%	0%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low 52WH	High – Low 52WL
Dana	0.035%	0.93	1.9	1.26	0.90
Eshraq	0.031%	0.50	(0.4)	0.88	0.43
Aldar	0.023%	4.55	2.0	5.79	3.92

### Upcoming Corporates Actions & Events

Date	Company	Event
24-Nov	DEWA	BoD/General
24-Nov	Drive	BoD/General
24-Nov	BOS	BoD/General
28-Nov	Salik	BoD/General
28-Nov	Union Coop	BoD/General
29-Nov	Orient	BoD/General
1-Dec	MSCI Rebalancing	Effective Date
06-Dec	Fidelity United	General Assembly
12-Dec	DEWA	General Assembly
15-Dec	AAN	General Assembly
19-Dec	FTSE Rebalancing	Effective Date

## # KEY STORIES

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Aldar has entered a strategic collaboration with the ADGMA, the knowledge arm of ADGM, to develop a range of talent development programmes for Emirati graduates

KEZAD Group breaks ground on the UAE's largest e-commerce fulfilment centre for noon.com to support anchor investments in the ecommerce space

Al Salam Bank and Visa sign exclusive partnership agreement aimed to provide enhanced banking experience for existing visa cardholders

EIB and MedinCell Sign a new EUR 40mIn loan agreement to support development of innovative treatments based on long-acting injectable technology

Al Fujairah National Insurance received the revised outlook to negative from stable and was affirmed the Financial Strength Rating of B++ (Good) by AM Best

UAE employees Emiratis working in the private and banking sectors earning less than USD 8,000 to receive extra salary support

UAE on Nov 22 announced 200 new Covid-19 cases and 239 recoveries. The tally takes total cases in UAE to 1,043,166 with 1,022,349 recoveries and 2,348 deaths

Saudi Sumou Real Estate announced a SAR 377mIn development project with the National Housing Company on an area of 88,569 square metres to build residential units

Saudi Salama Cooperative Insurance Company has obtained the Central Bank of Saudi Arabia's (SAMA) approval to increase the capital by SAR 100mIn

Saudi's Arabia Insurance Cooperative EGM greenlighted the board's recommendation to increase the capital by 100% to SAR 530mIn from SAR 265mIn

Kuwait's Arkan Al Kuwait Real Estate reported 4Q22 net profit attributable of KWD 212,473 versus KWD 572,991 year ago

Kuwait Projects Company completes share swap with Qurain Petrochemical Industries shareholders

Egyptian exchange approves to list Lotus for Agricultural investments and Development shares on SME market with issued capital of EGP 56mIn

Egypt Free Shops reported 1Q FY23 consolidated net profit attributable of EGP 48.9mIn versus EGP 46.6mIn in the same period last year

Egyptian Resorts reported 3Q22 consolidated net profit attributable of EGP 12.9mIn vs EGP 7.9 mIn in the same period last year

## # Key Global Trends/ Market Clues

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World equities rose while U.S. Treasury yields retreated after minutes of the Federal Reserve's latest policy meeting showed U.S. central bankers looking to soon moderate the pace of interest rate hikes. A substantial majority of Fed policymakers agreed it would likely soon be appropriate to slow the pace of interest rate hikes, the meeting minutes showed. Traders had expected the Fed minutes would affirm officials softening stance after recent data showed a moderation in economic conditions. U.S. Labor Department data showed jobless claims increased more than expected last week. U.S. business activity contracted for a fifth month in November, according to the S&P Global flash U.S. Composite PMI Output Index. The MSCI All Country stock index was up 0.85%, while European shares rose 0.6%. U.S. Treasury yields traded lower after the Fed minutes. Benchmark 10-year notes were down to 3.6908% while the yields on two-year notes dropped to 4.4773%. On Wall Street, all three major indexes closed higher, led by gains in technology, consumer discretionary, communications, healthcare and industrial stocks. The Dow

Jones Industrial Average rose 0.28%, the S&P 500 gained 0.59% and the Nasdaq Composite added 0.99%.

Oil prices fell more than 3%, continuing a streak of volatile trading, as the Group of Seven (G7) nations considered a price cap on Russian oil above the current market level and as gasoline inventories in the United States built by more than analysts expected. Brent futures for January delivery fell USD 2.95, or 3.3%, to settle at USD 85.41 a barrel. U.S. crude fell USD 3.01, or 3.7%, to USD 77.94 per barrel. Prices were hit further by reports that the G7 price cap on Russian oil could be above the level it is trading. G7 nations are looking at a price cap on Russian seaborne oil in the range of USD 65-70/bbl, according to a European official. Meanwhile, Urals crude delivered to northwest Europe is trading around USD 62-63/bbl, although it is higher in the Mediterranean at around USD 67-68/bbl, Refinitiv data shows. Because production costs are estimated at around USD 20 per barrel, the cap would still make it profitable for Russia to sell its oil and in this way prevent a supply shortage on the global market.

## **# UAE Stories**

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Aldar has entered a strategic collaboration with the ADGMA, the knowledge arm of ADGM, to develop a range of talent development programmes for Emirati graduates amid the company's ambitious drive to create 1,000 job opportunities for UAE nationals by 2026. Since the introduction of the NAFIS programme in September 2021, Aldar has hired more than 260 Emiratis across the group.

KEZAD Group and noon.com broke ground on the UAE's largest fulfilment centre in Abu Dhabi, which will form part of an anchor investment by noon into the emirate's fast-growing e-commerce space.

Al Salam Bank and Visa sign exclusive partnership agreement which aims to provide enhanced banking experience and diversified payment methods for existing visa cardholders. This follows Al Salam Bank's acquisition of select assets from Ithamaar Holding, including the consumer banking business of its wholly owned subsidiary Ithamaar Bank.

EIB and MedinCell Sign a new EUR 40m loan agreement to support development of innovative treatments. The EUR 40m loan is intended for the development of treatments based on MedinCell's proprietary long-acting injectable technology aiming at significantly enhance patient care and quality of life. This EIB investment is guaranteed by the European Fund for Strategic Investments.

Al Fujairah National Insurance received the revised outlook to negative from stable and was affirmed the Financial Strength Rating of B++ (Good) and the Long-Term Issuer Credit Rating of "bbb" (Good) by AM Best.

UAE employees earning less than USD 8,000 to receive extra salary support. As part of the scheme all Emiratis working in the private and banking sectors who receive a salary of less than AED 30,000 will be given a financial allowance. The support is designed to boost the government's campaign to integrate Emirati employees into the private and banking sectors workforce and includes allowances, bonuses, and other monetary incentives for UAE nationals.

UAE on Nov 22 announced 200 new Covid-19 cases, bringing the total confirmed cases in the country to 1,043,166. At the same time, 239 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 1,022,349, UAE's Ministry of Health and Prevention said. It has reported 0 death from Covid-19 during the past 24 hours. The nationwide death toll stands at 2,348.

## # GCC/MENA

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Saudi Sumou Real Estate announced a SAR 377m development project with the National Housing Company on an area of 88,569 square metres. Located in Makkah, residential units will be built on the lands allocated to the Tadawul-listed firm in area no 8 within Makkah Gate project. The two parties signed the 42-month contract on 20 November 2022. Sumou Real Estate pointed out that the scheme will be financed based on off-plan sales and equity, projecting that it will reflect positively on its income statements once sales and execution of the project commence.

Saudi Salama Cooperative Insurance Company has obtained the Central Bank of Saudi Arabia's (SAMA) approval to increase the capital by SAR 100m. The insurer will offer primary rights shares to raise the capital from SAR 100m to SAR 200m, according to a bourse disclosure. Salama Cooperative will still make an announcement when submitting its capital increase application file to the Capital Market Authority (CMA) for approval.

Saudi's Arabia Insurance Cooperative EGM greenlighted the board's recommendation to increase the capital by 100% to SAR 530m from SAR 265m. The capital hike will be carried out by issuing and listing 26.50m rights shares at a nominal price of SAR 10 per share. Following the transaction, the new capital will be distributed over 53m shares.

Kuwait's Arkan al Kuwait Real Estate reported 4Q22 net profit attributable of KWD 212,473 versus KWD 572,991 year ago. 4Q22 total operating revenue recorded KWD 1.9m versus KWD 1.4m in the same period last year. The board also proposes 6 fils per share FY cash dividend.

Kuwait Projects Company completes share swap with Qurain Petrochemical Industries shareholders. The merger is completed by way of amalgamation between KIPCO and QPIC/

Egyptian exchange listing committee approves to list Lotus for Agricultural investments and Development shares on SME market. Initial listing with issued capital of EGP 56m, distributed over 560m shares, with nominal value of EGP 0.10 per share.

Egypt Free Shops reported 1Q FY23 consolidated net profit attributable of EGP 48.9m versus EGP 46.6m in the same period last year. 1Q FY23 consolidated total revenue recorded EGP 232.8m versus EGP 237m in the same period last year.

Egyptian Resorts reported 3Q22 consolidated net profit attributable of EGP 12.9m vs EGP 7.9m in the same period last year. Egyptian resorts recorded 3Q22 consolidated total revenue of EGP 33.4m vs EGP 61.9m in the same period last year.

*\*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	64,425	9.26	11.30	8.10	12.29	1.21	4.0%	1.5	0.3	12.4	16.5
ADIB	34,504	9.50	10.46	5.92	11.79	1.63	3.3%	3.6	4.3	43.0	55.0
ADNIC	3,369	5.91	7.63	5.70	10.03	1.30	6.8%	(1.0)	(3.1)	(6.8)	7.8
ADNOC Dist.	54,500	4.36	4.88	3.80	18.79	18.02	4.7%	(0.9)	(3.4)	7.1	9.2
ADNOC Drill*	53,440	3.34	3.92	2.97	20.44	5.39	4.5%	(0.9)	(7.7)	2.5	-
AD Ports	29,624	5.82	6.87	3.22	35.05	1.55	-	3.4	14.6	-	-
Agthia	3,435	4.34	5.67	4.20	NM	1.24	3.8%	0.2	(11.0)	(11.9)	(19.0)
Air Arabia	9,567	2.05	2.36	1.36	7.17	1.40	4.1%	0.5	(7.7)	48.9	40.2
Ajman Bank	1,745	0.83	0.86	0.66	12.59	0.70	-	13.8	13.9	2.1	1.4
Aldar	35,775	4.55	5.79	3.92	12.74	1.22	3.3%	3.4	(5.8)	17.4	14.5
Alpha Dhabi	275,000	27.50	30.50	23.78	NA	NA	-	13.2	14.4	0.7	(1.6)
Amanat	2,073	0.83	1.21	0.81	32.74	0.77	7.2%	(8.8)	(14.2)	(24.1)	(23.4)
Aramex	5,329	3.64	4.45	3.52	30.47	2.09	3.6%	(1.4)	(8.1)	(8.9)	(8.4)
ASM	9,870	9.87	15.00	8.89	NM	1.45	-	5.3	5.0	(29.0)	(29.5)
Borouge*	81,456	2.71	3.27	2.63	14.5	4.47	-	(0.4)	(9.3)	-	-
BOS	1,098	0.50	0.64	0.45	-	-	-	-	-	(19.5)	(14.0)
Dana Gas	6,471	0.93	1.26	0.90	8.85	0.74	8.6%	0.3	0.1	(5.1)	(2.8)
DEWA*	118,500	2.37	3.05	2.34	19.35	1.30	5.2%	(4.4)	(5.5)	-	-
Deyaar	2,232	0.51	0.70	0.44	17.21	0.50	-	(1.0)	(9.1)	(20.8)	(20.3)
DFM	12,640	1.58	2.95	1.36	NM	1.60	1.9%	9.0	(14.2)	(44.3)	(39.6)
DIC	9,567	2.25	2.64	1.80	5.79	0.75	5.3%	0.4	(5.0)	25.8	25.8
DIB	41,489	5.73	6.63	5.02	8.37	1.02	4.4%	(5.9)	(1.2)	11.3	12.7
DU	25,792	5.69	7.28	5.63	20.57	3.05	3.7%	(1.7)	(7.3)	(11.6)	(3.6)
Easy Lease	1,170	39.00	61.90	24.00	26.45	10.26	-	2.6	(1.5)	34.5	28.5
Emaar Dev.	17,400	4.35	5.32	4.02	4.70	1.00	-	(4.8)	(6.3)	(0.5)	(2.5)
Emaar Pro.	49,569	6.06	6.60	4.45	6.98	0.76	2.5%	(2.9)	6.0	28.3	29.1
ENBD	83,695	13.25	15.50	11.80	7.91	0.95	3.8%	1.5	(2.9)	0.6	2.5
ESG	1,775	7.10	8.90	5.30	NM	2.83	-	21.8	16.4	(11.3)	(11.3)
Etisalat	218,984	25.18	39.06	22.66	23.46	5.35	3.2%	3.2	(4.0)	(18.6)	(13.9)
FAB	198,857	18.00	24.06	17.02	14.30	1.77	2.7%	0.6	(8.8)	(1.2)	(2.0)
Fertiglobe*	38,684	4.66	6.11	3.40	7.29	5.65	8.5%	(9.5)	(11.9)	45.8	-
GFH	3,801	0.99	1.34	0.88	10.25	0.98	4.4%	9.0	(10.9)	(12.5)	(7.8)
Ghitha	17,021	70.45	123.00	24.00	NA	8.23	-	0.6	(17.4)	156.2	158.4
IHC	739,864	406.20	410.00	150.20	55.05	17.64	-	4.9	18.3	167.2	166.4
Invictus	4,603	4.11	6.50	3.50	-	-	-	17.1	-	-	-
Julphar	1,329	1.15	1.91	1.14	-	1.38	-	(8.0)	(11.5)	(37.5)	(34.3)
Mashreq	20,061	100.00	119.00	62.10	6.05	0.91	1.0%	(3.4)	26.5	25.8	33.3
Multiply	53,984	4.82	4.94	1.51	NA	2.73	-	35.8	135.1	162.0	NA
NMDC	21,038	25.50	34.96	12.36	17.47	3.51	-	(2.8)	(6.2)	95.6	95.9
Palms Sports	1,602	10.68	14.94	8.64	13.06	3.92	-	(2.7)	(2.9)	(12.6)	(10.3)
RAK Bank	7,711	4.60	5.40	4.19	6.96	0.89	4.9%	(4.2)	(4.2)	2.2	1.1
RAK Pro.	1,466	0.73	0.97	0.56	47.14	0.36	-	(0.7)	(1.3)	(4.9)	(5.2)
RAK Cer.	2,723	2.74	3.38	2.68	NM	1.29	7.3%	(5.5)	(8.1)	2.9	2.9
RPM	1,126	5.63	12.68	5.57	15.40	4.26	-	(12.0)	(27.1)	(41.7)	NA
SIB	6,102	1.98	2.12	1.65	9.77	0.80	4.0%	0.5	1.0	5.6	12.5
Shuaa	1,093	0.43	0.81	0.35	-	0.90	-	6.9	(10.8)	(37.1)	(45.7)
Tabreed	8,394	2.95	3.52	2.27	13.96	1.34	2.0%	(11.9)	6.9	22.4	21.4
TAQA	421,628	3.75	4.17	1.13	53.53	6.10	1.3%	43.9	202.9	194.5	224.0
Waha	2,664	1.37	1.81	1.24	10.19	0.77	5.5%	(0.7)	3.8	(13.9)	(16.3)
Yahsat *	6,441	2.64	2.92	2.51	28.46	2.14	6.1%	0.8	1.9	2.2	(1.1)

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

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