



Morning Report

25 May 2023

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,464	-0.3%	-2%	-4%	-7%	0%
DFM	3,530	-0.1%	1%	3%	6%	8%
TASI	11,236	-0.4%	1%	11%	7%	-9%
QSI	10,524	-0.8%	6%	0%	-1%	-18%
BKM	5,400	0.1%	-3%	-2%	-4%	-8%
MSX	4,687	0.0%	-1%	1%	-4%	14%
BHSEASI	1,962	0.0%	4%	1%	4%	4%
EGX	17,091	0.0%	-2%	1%	17%	64%
DJI	32,800	-0.8%	-3%	0%	-1%	3%
S&P 500	4,115	-0.7%	-1%	4%	7%	4%
Nasdaq	12,484	-0.6%	4%	10%	19%	11%
FTSE	7,627	-1.8%	-4%	-3%	2%	2%
DAX	15,842	-1.9%	0%	4%	14%	14%
CAC40	7,253	-1.7%	-4%	1%	12%	16%
Nikkei225	30,683	-0.9%	7%	12%	18%	15%
HIS	18,722	-2.1%	-4%	-4%	-3%	-5%
MSCI EM	971	-0.8%	-1%	0%	2%	-5%
MSCI	161	-0.9%	0%	1%	3%	-2%
US Fut.	4,141	0.4%	1%	3%	7%	4%
EU Fut.	4,273	0.2%	-2%	0%	13%	16%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,009	1,009	-
Local	66%	55%	11%
Foreign	34%	45%	-11%
Institutional	76%	79%	-3%
Retail	24%	21%	3%
DFM	461	461	-
Local	54%	53%	0%
Foreign	46%	47%	0%
Institutional	37%	48%	-
Retail	63%	52%	11%
Total	1,470	1,470	-
Local	62%	55%	7%
Foreign	38%	45%	-7%

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
RAKPROP	0.067%	0.71	(1.0)	0.81	0.55
RAKCEC	0.045%	2.61	(1.1)	3.03	2.50
Agthia	0.037%	4.63	3.6	5.48	3.87

Upcoming Corporates Actions & Events

Date	Company	Event
25-May	GulfNav	BoD/General
25-May	Fujairah Cement	General Assembly
29-May	NIND	Last Div. Entitlement date
29-May	RAKNIC	BoD/Results
29-May	Amlak	BoD/General
30-May	IFA	General Assembly
30-May	Agility	General Assembly
31-May	EKTTIAB	General Assembly
01-Jun	MSCI Rebalancing	Effective Date
13-Jun	Ajman Bank	General Assembly
14-Jun	RAKBANK	General Assembly
14-Jun	DRC	General Assembly
19-Jun	FTSE Rebalancing	Effective Date

KEY STORIES

ADNOC Drilling announced that it has signed a USD75mn agreement for the purchase of six newbuild hybrid power land rigs

ADHA launches AED7bn+ housing projects in West Baniyas and Al Samha, Contracts for the design and implementation of the projects were signed between ADHA and Q Holding

GulfNav informed that according to updated shareholders records, the percentage of shares owned by Global Equity Investment has increased from 7.6285% to 12.7905%

AAN Digital Services Holdings shares will be delisted from DFM, as of the end of the trading session on Friday 26th May 2023

AD Ports Group signed an MoU with Vale SA to develop a mega hub in Abu Dhabi for industrial complexes that produce low-carbon products for the steelmaking industry

UAE-based Sharia-compliant banks assets grew to AED631.7bn by the end of February 2023, a YoY growth of 6.5%, statistics by the Central Bank of the UAE have shown

Saudi Naseej for Technology announces project award with ELM Co and will supply technical devices for Library Management to ELM Co

Saudi Alqemam for Computer Systems announces contract sign off with Municipality of Unaizah for providing computer technical support and operation services for the Municipality of Unaizah

Saudi Meyar recorded FY22 net profit after zakat and tax of SAR 4.5mn riyals, almost flat YoY. The company reported FY22 sales of SAR 38.1mn, down 8% YoY

Kuwait Alimtiyah Investment Group reschedules credit financing with a local bank amounted to a value of KWD 14.5mn. The credit financing is due by December 2027

Egypt's Heliopolis Company for Housing and Development reported 3QFY23 net profit after tax of EGP 19.4mn, up 6.1x YoY

Key Global Trends/ Market Clues

Asian shares stumbled to a two-month low on Thursday, and the U.S. dollar rose as the impasse in negotiations to raise the U.S. debt ceiling undermined risky assets on worries about the hit to the global economy if the U.S. government defaults. China shares fell 0.53% while Hong Kong's Hang Seng index tumbled 2% to their weakest in 2023. Tokyo's Nikkei remained an outlier in the region and was up 0.5%. Negotiators for Democratic President Joe Biden and top congressional Republican Kevin McCarthy held what both sides called productive talks on Wednesday as they race to reach a deal to raise the debt ceiling. But with no resolution in sight traders remained wary of a possible and catastrophic default with U.S. Treasury Secretary Janet Yellen maintaining early June as a debt ceiling default deadline. Credit ratings agency Fitch put the United States on watch for a possible downgrade late on Wednesday, further dampening sentiment.

Oil prices were little changed on Thursday as uncertainty over whether the United States will avoid a debt default weighed against the prospect of further OPEC+ production cuts. Brent crude futures eased 1 cent to USD 78.35 a barrel. U.S. West Texas Intermediate crude (WTI) fell 11 cents, or 0.2%, to USD74.23. In the previous session, oil prices were supported by a warning from Saudi Arabia's energy minister that short-sellers betting oil prices will fall should "watch out" for pain. Some investors took that as a signal that the OPEC+, could consider further output cuts at a meeting on June 4. Meanwhile, price declines

were capped by an unexpected, massive fall in U.S. crude oil inventories in the week to May 19, reported by the Energy Information Administration on Wednesday.

Source: Reuters

UAE Stories

ADNOC Drilling announced that it has signed a USD75mn agreement for the purchase of six newbuild hybrid power land rigs. The six newbuild hybrid power rigs will be built by Honghua Golden Coast and will progressively enter the fleet from the second quarter of 2024, with partial revenue and EBITDA contribution from 2024 and full year contribution from all rigs in 2025. With this new award, and following an announcement in March detailing an agreement for 10 newbuild hybrid power rigs, ADNOC Drilling has ordered a total of 16 newbuild hybrid power land rigs year-to-date. All of these newbuild rigs are part of the medium-term guidance to get to an owned-rig count of 142 by the end of 2024.

ADHA launches AED7bn+ housing projects in West Baniyas and Al Samha, Contracts for the design and implementation of the projects were signed between ADHA and Q Holding. ADHA announced new housing projects, totaling 1,742 residential villas for citizens at a cost of more than AED7bn. The West Baniyas residential project includes the construction of 1,500 residential villas and the implementation of infrastructure works, gardens, public facilities and services, in addition to the construction of eight mosques and 14 commercial buildings. The project is being built on a land area of 584.7 hectares, at a total cost of more than AED 6.3bn. It is expected to be completed by Q2 2027. Al Samha project consists of 242 residential villas, in addition to the implementation of various infrastructure works, along with the construction of two mosques and a selection of retail units. The project is being built on a land area of 53.4 hectares, at a total cost of more than AED734mn, and is expected to be completed by Q4 2025.

GulfNav informed that according to updated shareholders records, the percentage of shares owned by Global Equity Investment has increased from 7.6285% to 12.7905%

AAN Digital Services Holdings shares will be delisted from DFM, as of the end of the trading session on Friday 26th May 2023, due to company's lack of commitment to meeting new requirements that would affect the return of the share to trading

AD Ports Group signed an MoU with Vale SA, the world's largest producer of iron ore and nickel, and one of the largest logistics operators in Brazil, to develop a mega hub in Abu Dhabi for industrial complexes that produce low-carbon products for the steelmaking industry for both the local and seaborne markets, with a significant reduction of CO2 emissions. The agreement will see an allocation of land and related services from KEZAD for the mega hub, in addition to the development and management of a state-of-the-art handling facility at Khalifa Port, capable of accommodating Valemax vessels with a handling capacity of up to 50 million tonnes of cargo per annum.

UAE-based Sharia-compliant banks assets grew to AED631.7bn by the end of February 2023, a YoY growth of 6.5%, statistics by the Central Bank of the UAE have shown. On a monthly basis, the assets increased 1.74%.

GCC/MENA

Saudi Naseej for Technology announces project award with ELM Co and will supply technical devices for Library Management to ELM Co.

Saudi Alqemam for Computer Systems announces contract sign off with Municipality of Unaizah for providing computer technical support and operation services for the Municipality of Unaizah. The contract duration is 36 months

Saudi Meyar recorded FY22 net profit after zakat and tax of SAR 4.5mn riyals, almost flat YoY. The company reported FY22 sales of SAR 38.1mn, down 8% YoY

Kuwait Alimtiqaz Investment Group reschedules credit financing with a local bank amounted to a value of KWD 14.5mn. The credit financing is due by December 2027

Egypt's Heliopolis Company for Housing and Development reported 3QFY23 net profit after tax of EGP 19.4mn, up 6.1x YoY. The company reported 3QFY23 revenue of EGP 90.9mn, up 43.1% YoY

**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	276.90	55.00	11.96	-	-	0.0	(3.7)	41.1
TAQA	349,651	3.11	4.17	1.19	20.11	4.43	1.6%	(2.9)	(7.7)	(9.3)	155.5
ADNOCGAS*	241,754	3.15	3.51	2.77	15.78	3.22	4.9%	(0.0)	-	-	-
Etisalat	200,016	23.00	30.40	22.00	20.65	4.47	3.5%	(4.0)	(9.0)	0.6	(18.4)
Alpha Dhabi	191,590	19.16	30.50	18.52	16.03	4.80	-	(11.1)	(12.9)	(29.2)	(26.5)
FAB	144,716	13.10	21.66	12.80	12.34	1.29	4.0%	(2.2)	(3.7)	(23.4)	(28.5)
DEWA	124,993	2.50	2.56	2.24	16.17	1.39	7.9%	4.2	9.7	9.2	8.0
ENBD	86,533	13.70	14.20	11.80	5.18	0.90	4.4%	3.0	7.4	5.4	12.0
Borouge	79,649	2.65	3.27	2.45	37.0	4.93	4.5%	0.8	7.6	4.7	(7.7)
ADNOC Drill.	60,477	3.78	4.33	2.90	19.47	5.23	4.1%	(3.6)	15.1	26.8	28.8
ADCB	59,654	8.15	9.68	7.63	8.98	0.97	6.7%	(6.9)	1.8	(4.7)	(4.9)
Emaar Pro.	51,439	5.82	6.60	4.87	6.13	0.72	4.3%	0.1	12.6	(0.7)	11.6
ADNOC Dist.	49,997	4.00	4.88	3.98	19.12	18.56	5.2%	(8.3)	(3.6)	(9.3)	3.3
Aldar	40,097	5.10	5.54	4.12	13.36	1.36	3.1%	(4.7)	14.8	15.1	9.3
ADIB	37,843	10.42	11.90	7.03	10.32	1.77	4.7%	(6.3)	7.5	14.4	37.0
DIB	37,722	5.21	6.20	5.10	7.25	0.93	5.8%	(2.6)	(2.5)	(8.6)	(4.8)
Multiply	37,070	3.31	5.08	1.72	2.05	1.30	-	1.8	(14.5)	(28.7)	78.9
AD Ports	33,236	6.53	6.95	4.70	25.33	1.72	-	2.4	6.2	13.8	34.9
Americana	32,177	3.82	4.14	2.66	35.70	37.22	1.2%	(2.1)	6.7	28.6	37.0
Fertiglobe	26,978	3.25	6.11	3.11	7.14	3.33	19.7%	(13.8)	(9.7)	(23.2)	(22.4)
Mashreq	24,272	121.00	135.00	72.90	5.15	1.04	7.4%	0.8	(1.7)	24.1	69.6
DU	22,709	5.01	6.45	4.95	17.76	2.66	4.8%	0.6	(0.8)	(13.6)	(11.3)
Salik	22,424	2.99	3.10	2.19	16.92	25.51	4.7%	3.1	16.7	20.6	37.8
Emaar Dev.	20,399	5.10	6.04	4.02	5.35	1.05	10.2%	(6.2)	17.6	15.6	19.8
Presight	19,012	3.39	3.85	2.80	44.68	7.70	-	-	-	-	-
Empower	17,399	1.74	1.82	1.31	17.64	6.27	4.9%	0.6	16.6	22.5	31.1
NMDC	16,301	19.76	41.90	18.20	10.58	2.42	-	(9.5)	(50.6)	(19.3)	(23.0)
Burjeel	11,607	2.23	2.68	2.00	31.84	9.61	-	1.4	10.9	(1.8)	(3.5)
Bayanat	11,211	4.36	6.24	3.17	55.42	10.36	-	10.9	17.5	(11.0)	6.3
DFM	11,119	1.39	2.24	1.16	71.58	1.43	1.2%	(6.7)	0.6	(7.9)	(33.3)
Air Arabia	10,873	2.33	2.41	1.83	8.55	1.66	6.4%	6.9	9.5	8.4	32.1
Ghitha	9,978	41.30	96.00	33.80	33.97	3.95	-	(1.0)	(52.0)	(43.4)	(52.2)
DIC	9,524	2.24	2.60	2.04	5.54	0.72	8.9%	(2.4)	3.6	3.2	9.6
RAK Bank	8,716	5.20	5.34	4.19	6.22	0.93	6.5%	5.1	11.0	10.6	17.9
Tabreed	8,109	2.85	3.52	2.33	10.82	1.31	4.7%	(0.3)	0.5	(3.7)	22.3
ASM	7,690	7.69	12.40	7.00	8.13	1.11	-	(1.2)	(1.3)	(18.4)	(34.7)
SIB	6,374	1.97	2.15	1.57	9.15	0.85	4.8%	3.7	0.0	6.1	18.6
Yahsat	6,245	2.56	2.92	2.39	23.44	1.95	6.3%	0.4	1.5	2.4	6.2
Dana Gas	5,666	0.81	1.13	0.75	8.67	0.66	11.1%	(1.0)	9.3	(12.0)	(20.1)
Aramex	4,436	3.03	4.45	3.01	31.96	1.76	3.1%	(5.5)	(10.9)	(13.9)	(15.0)
Ajman Bank	4,303	1.98	2.01	0.64	24.28	1.67	-	22.0	79.8	73.7	167.9
GFH	3,785	0.96	1.18	0.87	9.63	0.96	6.0%	3.4	11.1	8.2	(9.4)
Agthia	3,665	4.63	5.48	3.87	14.58	1.28	3.6%	7.4	17.6	16.3	5.7
ADNIC	3,249	5.70	6.47	5.55	8.27	1.24	7.0%	(0.5)	(1.3)	(8.1)	3.1
Invictus	3,248	2.90	6.50	2.80	8.64	2.90	5.4%	(6.8)	(2.2)	(24.1)	(24.5)
RAK Cer.	2,593	2.61	3.03	2.50	8.11	1.22	7.7%	0.8	(6.8)	(7.8)	(1.2)
Amanat	2,490	1.00	1.07	0.81	20.29	0.90	4.0%	10.9	9.5	17.2	4.0
Palms Sports	1,470	9.80	13.00	8.47	12.07	3.10	-	2.5	4.3	-	(10.1)
ESG	1,167	4.67	8.70	4.28	7.88	1.71	-	(4.9)	(33.2)	(39.8)	(37.1)
Easy Lease	960	32.00	50.80	25.58	23.18	7.28	-	1.6	2.2	(8.0)	(28.4)
RPM	860	4.30	10.20	3.87	28.49	3.86	5.8%	(2.9)	(11.0)	(30.5)	(47.7)

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

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