



Morning Report

25 November 2021

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	8,398	-0.1%	6%	9%	66%	70%
DFM	3,157	0.4%	10%	9%	27%	32%
TASI	11,369	1.0%	-4%	2%	31%	32%
BHSEASI	1,792	0.4%	3%	9%	20%	23%
EGX	11,353	-0.1%	1%	4%	5%	3%
DJI	35,804	0.0%	0%	1%	17%	19%
S&P 500	4,701	0.2%	3%	5%	25%	29%
Nasdaq	15,845	0.4%	5%	5%	23%	32%
FTSE	7,286	0.3%	1%	2%	13%	13%
DAX	15,878	-0.4%	2%	0%	16%	19%
CAC40	7,042	0.0%	5%	6%	27%	27%
Nikkei225	29,303	0.8%	2%	6%	7%	12%
HSI	24,637	-0.4%	-6%	-4%	-9%	-7%
MSCI EM	1,253	-0.2%	-3%	-1%	-3%	2%
MSCI Asia	196	-0.2%	-2%	-1%	-2%	3%
US Fut.	4,712	0.3%	4%	5%	26%	30%
EU Fut.	4,297	0.5%	1%	3%	20%	22%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,690	1,690	-
Local	68%	81%	-12%
Foreign	32%	19%	12%
Institutional	92%	87%	5%
Retail	8%	13%	-5%
DFM	820	820	-
Local	65%	63%	2%
Foreign	35%	37%	-2%
Institutional	21%	21%	0%
Retail	79%	79%	0%
Total	2,510	2,510	-
Local	67%	75%	-8%
Foreign	33%	25%	8%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High - Low	
				52WH	52WL
Aldar	0.057%	4.09	1.5	4.38	2.94
Manazel	0.049%	0.58	(0.3)	0.64	0.33
SIB	0.024%	1.83	1.1	1.89	1.19

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
20-Dec	FTSE 4Q EM Index	Effective Date

KEY STORIES

Fertiglobe has announced that Plug Power has been selected as the technology provider for Egypt's first green hydrogen plant

ADNOC Distributions expands international Voyager Lubricant footprint to 19 countries & first foothold in Africa, signs two new distributors for Adnoc Voyager lubricant in Angola and DRC

GFH's revised voluntary conditional offer to acquire up to 100% of KHCB. The revised shares exchange ratio of 0.384 GFH shares and BHD 0.024 per KHCB share

Al Habtoor Group has announced plans to list more than a third (35pct) of its shares next year

Fitch affirms Bank of Sharjah at 'BBB+'/stable; downgrades VR to 'ccc+', off RWN

ENBD REIT net asset value as at 30 September 2021 stood at USD 164mln marking a decrease from USD 180mln at the year ended 31 March 2021. Board of Directors approved an interim dividend of USD 4.5mln or USD 0.0180 per share from the first half of the year

ADX signed a MoU with Borsa İstanbul for cooperation between the exchanges of the two countries

Banks waive over AED 1bln debts of 4,511 Emiratis

Fitch Ratings has affirmed Majid Al Futtaim Holding at 'BBB', outlook stable

Turkish Cenbank governor in talks with UAE over potential swap deal – Sources

The United Arab Emirates has allocated a fund of USD 10bln to invest in Turkey

UAE on Nov 24 announced 73 new Covid-19 cases and 90 recoveries. The tally takes total cases in UAE to 741,643 with 736,423 recoveries and 2,145 deaths

Saudi September oil exports rose by SAR 34.3bln or 97.8% YoY

Saudi's Amana Cooperative Insurance announces issuance of approval of Saudi Central Bank on potential merger with Enaya Cooperative

Saudi's Herfy Food Services announces signing of a contract with Eat Rite Food Services to grant commercial franchise rights to Herfy Restaurants in Nigeria

Bahrain announced plans for over USD 30bln in spending to spur investment and build up infrastructure over the next several years

Egypt's economy grew by 9.8% in the first quarter of the fiscal year 2021-22 that began in July, compared with 0.7% in the same period last year

The Egyptian government has finalized a USD 2bln syndicated bank loan

Egypt to cut power tariff for consumers, agrees to fix gas prices for power sector

Key Global Trends/ Market Clues

Asian shares wobbled lower on Thursday, hurt by the U.S. dollar which continued to march higher as investors bet on interest rates rising more quickly in the United States than in other major economies such as Japan and the euro zone. MSCI's broadest index of Asia-Pacific shares outside Japan fell 0.18% to a six-week low, having posted a small decline in each of the past six trading sessions. Japan's Nikkei rose 0.8%. There were mild declines across the board. Australia shed 0.1%, Hong Kong lost 0.35%, and Chinese blue chips shed 0.3%. Supporting the greenback, several U.S. Federal Reserve policymakers said they would be open to speeding up the tapering of the central bank's bond-buying programme if the high rate of

inflation held, and move more quickly to raise interest rates, minutes of the Fed's Nov. 2-3 policy meeting showed.

Oil prices were little changed on Thursday with investors waiting to see how major producers respond to the emergency crude release by major consuming countries designed to cool the market, even as data pointed to healthy U.S. fuel demand. Brent crude futures slipped 3 cents to USD 82.22 a barrel at 0351 GMT, after losing 6 cents on Wednesday. U.S. West Texas Intermediate (WTI) crude futures fell 9 cents, or 0.1%, to USD 78.30 a barrel, extending an 11-cent loss on Wednesday.

OPEC and its allies are to hold two meetings next week to set policy, with a gathering on Dec. 1 for OPEC members only and another on Dec. 2 for OPEC+, two sources from the producer group said on Wednesday. OPEC+ will hold its Joint Ministerial Monitoring Committee meeting (JMMC) on Nov. 30, the sources said. The Joint Technical Committee meeting (JTC) is scheduled for Nov. 29.

UAE Stories

Fertiglobe has announced that Plug Power has been selected as the technology provider for Egypt's first green hydrogen plant, with ambitions to showcase the facility at COP 27 in November 2022. The plant, which is to be developed by Fertiglobe in a consortium with Scatec ASA, Sovereign Fund for Egypt (TSFE) and Orascom Construction, will be a 100MW electrolyser, producing green hydrogen as feedstock for up to 90,000 tons of green ammonia production. Plug Power Inc, a hydrogen fuel cell solutions company, will be its technology provider, Fertiglobe said.

ADNOC Distributions expands international Voyager Lubricant footprint to 19 countries and first foothold in Africa, signs two new distributors for adnoc voyager lubricant in Angola and DR Congo. Expects to see distribution of volumes of 1.5mln litres in Angola and DRC.

GFH's revised voluntary conditional offer to acquire up to 100% of the issued and paid up ordinary shares of KHCB, representing up to 187,589,034 ordinary shares of KHCB (constituting voting rights), not currently owned by GFH, representing up to 21.03% stake of KHCB's issued and paid-up share capital, by way of a revised shares exchange ratio of 0.384 GFH shares and BHD 0.024 per KHCB share..

Al Habtoor Group has announced plans to list more than a third (35pct) of its shares next year.

Fitch Ratings has affirmed Bank of Sharjah at 'BBB+' with a Stable Outlook. Fitch has also downgraded BOS's Viability Rating (VR) to 'ccc+' from 'b-' and removed it from Rating Watch Negative (RWN).

ENBD REIT net asset value as at 30 September 2021 stood at USD 164mln (USD 0.66 per share) marking a decrease from USD 180mln at the year ended 31 March 2021, predominantly due to ongoing valuation pressures. Overall occupancy across the portfolio remains stable at 76% compared to 31 March 2021 with the softer occupancy in the office portfolio, especially at Thuraya Tower 1. The Weighted Average Unexpired Lease Term ("WAULT") stands at 4.17 years for the portfolio. The Board of Directors approved an interim dividend of USD 4.5mln or USD 0.0180 per share from the net rental income generated during the first half of the year, which is marginally up 2% from the previous dividend paid for the six-month period ending 31 March 2021.

ADX signed a MoU with Borsa İstanbul for cooperation between the exchanges of the two countries.

Banks waive over AED 1bln debts of 4,511 Emiratis. The Non-performing Debt Relief Fund announced on Wednesday that 20 banks and financial institutions had waived the debts of 4,511 Emirati citizens, with a total value of more than AED 1,157mln. The banks that participated included First Abu Dhabi Bank, Abu Dhabi Commercial Bank, Emirates NBD, Abu Dhabi Islamic Bank, Standard Chartered, Mashreq Bank, Etisalat, National Bank of Fujairah, Dubai Islamic Bank, Emirates Islamic, Commercial Bank International, Sharjah Islamic Bank, RAK Bank, Amlak Finance, Al Masraf Arab Bank for Investment & Foreign Trade, National Bank of Umm Al Qaiwain (NBQ), Commercial Bank of Dubai, Ajman Bank, Aafaq Islamic Finance, and Reem Finance.

The move was implemented as per the directives of President His Highness Sheikh Khalifa bin Zayed Al Nahyan; and the support of His Highness Sheikh Mohamed bin Zayed Al Nahyan, Crown Prince of Abu Dhabi and Deputy Supreme Commander of the UAE Armed Forces; and the follow-up of H.H. Sheikh Mansour bin Zayed Al Nahyan, Deputy Prime Minister and Minister of Presidential Affairs.

Fitch Ratings has affirmed Majid Al Futtaim Holding Long-Term Issuer Default Rating (IDR) and senior unsecured rating at 'BBB'. The Outlook is Stable. The ratings are driven by Majid Al Futtaim Properties' (MAFP) high quality portfolio of 29 shopping centres and 13 hotels, which generates more than two-thirds of group EBITDA.

Turkish Central Bank Governor Sahap Kavcioglu was meeting United Arab Emirates officials at the Turkish presidency for preliminary talks regarding a potential swap agreement, two sources told Reuters on Wednesday.

The United Arab Emirates has allocated a fund of USD 10bln to invest in Turkey, Mohamed Hassan Al Suwaidi, chairman of Abu Dhabi Development Holding, said on Wednesday.

UAE on Nov 24 announced 73 new Covid-19 cases, bringing the total confirmed cases in the country to 741,643. At the same time, 90 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 736,423, 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 2,145.

GCC/MENA

Saudi September oil exports rose by SAR 34.3bln or 97.8% YoY. Non-oil exports increased by 38.2% YoY. Saudi merchandise imports increased by 9.2% YoY (SAR 3.8bln) in September 2021.

Saudi's Amana Cooperative Insurance announces issuance of approval of Saudi Central Bank on potential merger with Enaya Cooperative.

Saudi's Herfy Food Services announces signing of a contract with Eat Rite Food Services to grant commercial franchise rights to Herfy Restaurants in Nigeria. Franchise rights to open 50 restaurants of Herfy in Nigeria over a period of 10 years. Contract value three hundred thousand USD, in addition annual franchise revenue and opening fees for each restaurants. Contract's financial impact on company in Q4, 2021.

Bahrain announced plans for over USD 30bln in spending to spur investment and build up infrastructure over the next several years, promising to create five brand-new cities on man-made islands. The statement did not offer details as to how the country would fund the massive undertaking, which involves 22 projects, including artificial islands that would boost the kingdom's landmass by over 60%, a new causeway to Saudi Arabia to stimulate regional trade and a 100-kilometer (62-mile) metro system connecting all the country's cities.

Egypt's economy grew by 9.8% in the first quarter of the fiscal year 2021-22 that began in July, compared with 0.7% in the same period last year, a cabinet statement quoted the planning minister as saying on Wednesday. Egypt expects a GDP growth of 5.5-5.7% in FY 2021-22 that ends in June.

The Egyptian government has finalized a USD 2bln syndicated bank loan that it pending for the approval of the House of Representatives, Finance Minister Mohamed Maait told CNBC Arabia. Earlier, the government held talks with 10 international banks to secure the loan.

Egypt has agreed to fix gas prices for the electricity sector, according to the country's minister of electricity and renewable energy. Speaking to Al-Arabiya TV, Mohamed Shaker announced the government will cut the power tariff for consumers due to the current rise in gas prices. No details were given on what level the tariff would be set.

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	8.55	5.97	11.70	1.00	3.3%	(0.1)	9.7	38.6	40.9
ADIB	23,027	6.34	6.45	4.59	12.68	1.16	3.2%	11.2	14.2	40.6	40.6
ADNIC	3,300	5.79	5.93	4.63	7.82	1.22	6.0%	8.0	4.1	21.7	20.1
ADNOC Dist.	52,375	4.19	5.01	3.46	19.59	15.48	4.9%	(1.4)	(6.1)	17.2	24.2
ADNOC Drill.*	51,840	3.24	3.51	2.77	25.77	4.99	4.6%	NA	NA	NA	NA
Agthia	4,433	5.60	7.32	4.03	NM	1.67	2.9%	(4.6)	(5.6)	37.1	34.2
Air Arabia	7,187	1.54	1.58	1.17	NM	1.30	0.0%	12.4	10.0	20.3	26.2
Ajman Bank	1,743	0.83	0.91	0.64	20.17	0.67	0.0%	22.4	10.8	6.4	17.6
Aldar	32,158	4.09	4.38	2.94	14.54	1.26	3.5%	(0.2)	(1.4)	34.9	38.4
Alpha Dhabi	279,400	27.94	30.20	15.00	NA	NA	NA	(0.6)	(3.7)	NA	NA
Amanat	2,850	1.14	1.27	0.78	9.63	1.02	1.9%	(1.7)	(0.9)	39.0	36.9
Aramex	5,974	4.08	4.80	3.50	35.29	2.16	3.2%	(14.5)	6.0	(3.8)	5.4
ASM	14,000	14.00	16.94	13.00	NM	3.79	NA	(9.1)	NA	NA	NA
BOS	1,276	0.58	0.76	0.50	NA	0.34	0.0%	9.4	9.4	(3.6)	(20.6)
Dana Gas	7,485	1.07	1.27	0.67	7.28	0.88	5.1%	2.9	8.3	60.5	69.3
Deyaar	2,785	0.48	0.55	0.25	NA	0.64	0.0%	62.3	59.1	71.5	67.4
DFM	20,960	2.62	3.05	0.86	NM	2.68	0.0%	154.4	136.0	181.7	204.7
DIC	8,206	1.93	2.08	1.24	21.31	0.69	NA	11.6	2.1	39.9	62.3
DIB	38,448	5.31	5.59	4.41	14.16	1.01	3.8%	4.1	2.3	20.2	24.8
DU	27,515	6.07	7.22	5.60	33.21	3.35	4.1%	(3.8)	(7.6)	9.4	11.0
Easy Lease	911	30.36	66.85	10.00	29.08	14.85	NA	(35.4)	(29.6)	72.5	-
Emaar Dev.	17,840	4.46	4.75	2.45	6.65	1.31	0.0%	13.5	14.1	62.2	62.2
Emaar Pro.	39,754	4.86	5.33	3.15	12.61	0.61	2.1%	20.0	15.7	41.3	52.5
ENBD	84,011	13.30	14.35	10.25	10.53	0.98	3.0%	(4.3)	(3.6)	33.8	30.6
ESG	2,000	8.00	11.80	3.01	NM	5.75	NA	(12.6)	63.6	NA	NA
Eshraq	990	0.43	0.48	0.29	NA	0.72	NA	35.2	30.3	34.0	34.4
Etisalat	260,904	30.00	30.50	16.86	28.33	5.54	4.0%	16.9	24.3	87.4	85.7
FAB	207,480	19.00	20.02	12.52	18.85	1.96	3.9%	3.5	11.8	55.0	55.4
Fertiglobe*	30,632	3.69	4.02	2.92	21.87	5.01	4.8%	-	-	-	-
GFH	4,271	1.13	1.33	0.56	12.40	1.19	1.5%	44.9	50.3	96.0	102.7
IHC	277,703	152.50	165.00	39.80	59.00	17.42	NA	4.5	4.3	263.1	280.3
Julphar	2,022	1.75	2.32	1.20	NA	2.03	NA	(16.7)	(3.8)	31.6	28.7
Mashreq	15,046	75.00	75.00	53.10	NA	0.78	0.0%	16.9	41.2	24.8	25.6
Palms Sports	1,785	11.90	21.48	4.30	22.13	6.61	NA	(14.3)	(21.6)	(9.8)	NA
RAK Bank	7,626	4.55	4.72	3.60	12.71	0.94	3.3%	17.0	17.3	16.7	26.4
RAK Pro.	1,546	0.77	0.81	0.43	5.71	0.38	5.2%	8.9	6.9	61.0	78.1
RAK Cer.	2,832	2.85	3.08	1.37	NM	1.27	2.6%	4.8	0.1	105.7	125.3
RPM	2,060	10.30	20.00	10.06	51.32	9.19	NA	NA	NA	NA	NA
Salama	960	0.79	0.97	0.73	15.59	1.23	10.4%	7.5	(2.9)	3.2	7.8
SIB	5,639	1.83	1.89	1.19	11.05	0.73	4.4%	-	3.4	46.9	63.0
Shuaa	2,013	0.79	0.83	0.59	11.11	1.29	3.8%	18.5	12.0	22.4	38.7
Tabreed	7,073	2.55	3.15	2.39	14.84	1.29	2.3%	(8.9)	(12.1)	0.3	(0.0)
TAQA	134,921	1.20	1.59	1.18	27.71	1.90	2.1%	(3.6)	(8.0)	(15.0)	(15.3)
Waha	3,422	1.76	1.96	1.05	6.90	1.01	3.4%	(0.0)	(4.9)	54.3	68.3
Yahsat *	6,905	2.83	3.10	2.46	31.10	2.31	5.6%	7.6	NA	NA	NA
Zee Store	2,726	27.26	53.00	7.95	NM	13.18	NA	(29.2)	82.0	159.6	NA

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

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