



Morning Report

26 May 2023

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,401	-0.7%	-3%	-5%	-8%	-2%
DFM	3,526	-0.1%	1%	3%	6%	8%
TASI	11,185	-0.5%	-1%	10%	7%	-11%
QSI	10,456	-0.6%	5%	0%	-2%	-19%
BKM	5,405	0.1%	-3%	-2%	-3%	-9%
MSX	4,642	-1.0%	-2%	0%	-4%	13%
BHSEASI	1,962	0.0%	4%	1%	4%	4%
EGX	17,044	-0.3%	-3%	0%	17%	66%
DJI	32,765	-0.1%	-2%	0%	-1%	2%
S&P 500	4,151	0.8%	2%	5%	8%	4%
Nasdaq	12,698	1.7%	8%	11%	21%	11%
FTSE	7,571	-0.7%	-4%	-4%	2%	1%
DAX	15,794	-0.3%	0%	4%	13%	13%
CAC40	7,229	-0.3%	-4%	1%	12%	15%
Nikkei225	30,801	0.4%	8%	12%	18%	15%
HIS	18,747	-1.9%	-4%	-6%	-5%	-7%
MSCI EM	964	-0.7%	0%	-1%	1%	-5%
MSCI	159	-0.9%	0%	0%	2%	-3%
US Fut.	4,151	-0.2%	2%	4%	7%	2%
EU Fut.	4,276	0.0%	-1%	2%	13%	14%

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

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	875	875	-
Local	70%	51%	20%
Foreign	30%	49%	-20%
Institutional	81%	79%	1%
Retail	19%	21%	-1%
DFM	367	367	-
Local	64%	62%	2%
Foreign	36%	38%	-2%
Institutional	47%	28%	19%
Retail	53%	72%	-19%
Total	1,242	1,242	-
Local	68%	54%	14%
Foreign	32%	46%	-14%

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low 52WH 52WL
RAKPROP	0.065%	0.70	(1.7)	0.81 0.55
Yahsat	0.036%	2.52	(1.6)	2.92 2.39
Dana	0.034%	0.81	(0.3)	1.13 0.75

Upcoming Corporates Actions & Events

Date	Company	Event
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
30-May	ASCANA	BoD/General
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 Logistics and Shipping Services IPO has seen the 'largest demand globally' with gross demand hitting over USD125bn. This is an oversubscription level of 163 times in aggregate

IHC Capital Holding has entered into a ('MoU')with Grupo De Inversiones Suramericana S.A. ('Grupo Sura'), Grupo Nutresa S.A. and Grupo Argos S.A., along with other business shareholders

EAND successfully completed the formation of the JV that is owned 65% by EAND enterprise and 35% by Bespin Global, offering public cloud managed and professional services in (METAP)

ASM subscribes for an additional amount of AED 110.2mn as a cornerstone investor in ADNOC Logistics & Services, makes total subscription amount of AED 367.3mn to ADNOC Logistics & Services IPO

RAK Properties announced the launch of Bayviews Residences, a new beachfront development offering contemporary apartments located on Hayat Island in Mina Al Arab, Ras Al Khaimah

Deyaar Development announced the launch of Millennium Talia residences, exquisitely designed and luxuriously furnished hotel apartments operated by Millennium Hotels & Resorts

Saudi Arabia's total exports, including both oil and non-oil exports, fell 25% (YoY) in March 2023 to SAR 106bn. Oil exports fell by SAR30bn, or 26% YoY, to SAR 83.1bn

Saudi East Pipes Integrated Company for Industry reported FY23 net profit after tax and zakat of SAR 99.9mn. The company recorded FY23 sales of SAR 1.44 bn, up 141% YoY

Saudi-based Jamjoom Pharmaceuticals announced the successful completion of the book-building process for participating entities and also set the final offer price for its (IPO) at SAR60 per share

Saudi Rawasi al Bina Investment announces contract sign off with Shabakkat Cellular worth SAR 10.2mn

Kuwait Kamco Investment board, to discuss issuance of up to KWD 20mn senior unsecured bonds on may 30. The bonds shall have a tenor of 5 years

Egyptian Satellite reported 1Q23 net profit from continuing operations of USD7.5mn, up 2.7%. The company recorded 1Q23 revenue USD25.6mn, up 2.4% YoY

Key Global Trends/ Market Clues

Stocks were subdued on Friday, apart from standout gains in Japan, as an artificial intelligence rally took a breather and as time ticked out on high-stakes talks to avoid a U.S. debt default. Japan's Nikkei, by contrast, rose 0.7% and is riding momentum from foreign inflows. May data on Friday showed inflation slowing to 3.3% in Tokyo, a decent proxy for the nation, which means it's been comfortably above the Bank of Japan's 2% target for a year now. A weak yen has also been helping flatter Japanese exporters' accounts and though it crept to the stronger side of 140 per dollar on Friday it is down 1.4% this week as worry about a possible U.S. debt default has the dollar surging. The dollar is up about 0.7% on the euro for the week and last traded at USD 1.0730 on the common currency. The U.S. dollar index touched a three-month high of 104.31 overnight and was last at 104.16, up 0.9% on the week.

Oil prices softened in early trade on Friday, weighed on by conflicting messages from Russia and Saudi Arabia ahead of the next OPEC+ policy meeting and a stronger dollar. Brent crude fell 30 cents to USD 75.96 a barrel, while U.S. West Texas Intermediate was down by 14 cents at USD 71.69 a barrel. Benchmarks settled more than USD 2 per barrel lower on Thursday, after Russian Deputy Prime Minister Alexander Novak played down the prospect of further OPEC+ production cuts at its meeting in Vienna on June 4. Both prices however were still poised to post a second week of gains of slightly less than 1%. The higher dollar, which has strengthened for a fifth straight session against a basket of major peers, with U.S. data pointing to a resilient economy even after an aggressive rate hike cycle by the Federal Reserve,

placed further downside pressures to oil futures. A stronger greenback makes dollar-denominated commodities more expensive for those holding other currencies, denting demand.

Source: Reuters

UAE Stories

ADNOC Logistics and Shipping Services IPO has seen the 'largest demand globally' with gross demand hitting over USD125bn. This is an oversubscription level of 163 times in aggregate, the highest-ever oversubscription level for a UAE book-build IPO. The final offer price is AED2.01 per share, at the top end of the previously announced price range of the IPO. This is the second ADNOC entity listing this year - ADNOC Gas proved to be the second biggest IPO of the year when it came up with the final numbers. The stock starts trading June 1. The float was initially supposed to be 15 per cent, but was raised to 19 per cent thereafter. The over-subscription levels, when it opened May 23, was 'in minutes', banking sources said. Total demand across the tranches in the UAE retail offering amounted to more than USD 31bn (and in excess of 269 times oversubscribed).

IHC Capital Holding has entered into a ('MoU') with Grupo De Inversiones Suramericana S.A. ('Grupo Sura'), Grupo Nutresa S.A. and Grupo Argos S.A., along with other business shareholders. Post MoU being signed by all parties, IHC will exchange its 1.64% shareholding in Grupo Sura for shares in Grupo Nutresa S.A. All necessary corporate and regulatory authorizations will be sought and obtained prior to the implementation of the transactions, including, but not limited to, the approval of the Colombian Superintendence of Finance and any other relevant authority.

EAND successfully completed the formation of the JV that is owned 65% by EAND enterprise and 35% by Bespin Global, offering public cloud managed and professional services in the Middle East, Turkey, Africa and Pakistan (METAP). In addition, EAND invested USD60 mn in Bespin Global in exchange for a stake of circa 10%. The JV will be accounted for as a subsidiary of EAND effective from May 2023.

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RAK Properties announced the launch of Bayviews Residences, a new beachfront development offering contemporary apartments located on Hayat Island in Mina Al Arab, Ras Al Khaimah. Bayviews offers studios, one and two-bed apartments, with public sales commencing on 26th May at The St. Regis Dubai, The Palm.

Deyaar Development announced the launch of Millennium Talia residences, exquisitely designed and luxuriously furnished hotel apartments operated by Millennium Hotels & Resorts. The project will be Deyaar's second release in Al Furjan out of a total project portfolio worth AED 300mn, and their fourth property managed by millennium hotels & resorts, after millennium atria business bay, millennium mont rose at dubai science park and Millennium al Barsha.

GCC/MENA

Saudi East Pipes Integrated Company for Industry reported FY23 net profit after tax and zakat of SAR 99.9mn. The company recorded FY23 sales of SAR 1.44 bn, up 141% YoY. The year saw total sales volumes increase by 80% for pipes sales.

Saudi Arabia's total exports, including both oil and non-oil exports, fell 25% (YoY) in March 2023 to SAR 106bn. Oil exports fell by SAR30bn, or 26% YoY, to SAR 83.1bn, data released by the General Authority for Statistics on Thursday showed. The share of oil exports in total exports decreased from 79.6% in March 2022 to 78.3% in March 2023. Last week, data issued by the Joint Organisations Data Initiative

(JODI) showed that Saudi crude oil exports edged up 1% in March to 7.52 mn barrels per day (bpd) from 7.46mn bpd in February.

Saudi-based Jamjoom Pharmaceuticals announced the successful completion of the book-building process for participating entities and also set the final offer price for its initial public offering (IPO) on the Saudi bourse Tadawul at SAR60 per share, thus implying a market capitalisation of SAR4.2bn (USD1.12bn) at listing. A leading pharmaceutical manufacturer and marketer in the region, Jamjoom Pharma said it had entered into a binding agreement on May 11 with the 'cornerstone investors' Saudi Economic and Development Holding Company (SEDCO) and Al Faisaliah Group Holding Company.

Saudi Rawasi al Bina Investment announces contract sign off with Shabakkat Cellular worth SAR 10.2mn. The contract has a duration of 16 months

Kuwait Kamco Investment board, to discuss issuance of up to KWD 20mn senior unsecured bonds on may 30. The bonds shall have a tenor of 5 years

Egyptian Satellite reported 1Q23 net profit from continuing operations of USD7.5mn, up 2.7%. The company recorded 1Q23 revenue USD25.6mn, up 2.4% 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	866,448	395.00	410.10	276.90	55.00	11.96	-	-	0.0	(3.7)	42.1
TAQA	349,670	3.11	4.17	1.19	20.11	4.43	1.6%	(2.6)	(7.7)	(9.3)	153.4
ADNOCGAS*	240,232	3.13	3.51	2.77	15.68	3.20	5.0%	(4.6)	-	-	-
Etisalat	197,765	22.74	30.40	22.00	20.42	4.42	3.5%	(4.7)	(10.1)	(0.5)	(20.2)
Alpha Dhabi	188,000	18.80	30.50	18.52	15.73	4.71	-	(13.4)	(14.5)	(30.6)	(26.5)
FAB	142,514	12.90	21.66	12.80	12.15	1.27	4.0%	(3.9)	(5.1)	(24.6)	(28.5)
DEWA	122,500	2.45	2.56	2.24	15.84	1.36	8.1%	2.1	7.5	7.0	3.0
ENBD	85,906	13.60	14.20	11.80	5.14	0.90	4.4%	2.3	6.6	4.6	7.8
Borouge	78,150	2.60	3.27	2.45	36.3	4.84	4.6%	(0.4)	5.5	2.8	(9.4)
ADNOC Drill.	60,480	3.78	4.33	2.90	19.47	5.23	4.1%	(3.6)	15.1	26.8	29.7
ADCB	58,706	8.02	9.68	7.63	8.83	0.95	6.9%	(7.0)	0.1	(6.2)	(8.4)
Emaar Pro.	51,707	5.85	6.60	4.87	6.17	0.72	4.3%	1.7	13.2	(0.2)	11.9
ADNOC Dist.	49,250	3.94	4.88	3.94	18.83	18.28	5.2%	(9.6)	(5.0)	(10.7)	1.3
Aldar	39,313	5.00	5.54	4.12	13.09	1.34	3.2%	(7.2)	12.5	12.9	5.4
DIB	37,435	5.17	6.20	5.10	7.19	0.93	5.8%	(2.8)	(3.2)	(9.3)	(5.7)
ADIB	37,192	10.24	11.90	7.03	10.14	1.74	4.8%	(7.6)	5.6	12.4	33.3
Multiply	36,512	3.26	5.08	1.72	2.02	1.28	-	3.5	(15.8)	(29.7)	76.2
AD Ports	33,187	6.52	6.95	4.70	25.29	1.71	-	0.0	6.0	13.6	37.3
Americana	32,431	3.85	4.14	2.66	35.98	37.51	1.2%	(0.3)	7.6	29.6	38.1
Fertiglobe	26,979	3.25	6.11	3.11	7.14	3.33	19.7%	(14.0)	(9.7)	(23.2)	(25.5)
Mashreq	24,274	121.00	135.00	72.90	5.15	1.04	7.4%	0.8	(1.7)	24.1	69.6
DU	22,891	5.05	6.45	4.95	17.90	2.68	4.8%	-	0.0	(12.9)	(11.4)
Salik	22,275	2.97	3.10	2.19	16.80	25.34	4.7%	(1.0)	16.0	19.8	36.9
Emaar Dev.	20,480	5.12	6.04	4.02	5.37	1.06	10.2%	(6.6)	18.0	16.1	23.2
Presight	18,677	3.33	3.85	2.80	43.89	7.56	-	-	-	-	-
Empower	17,400	1.74	1.82	1.31	17.64	6.27	4.9%	0.0	16.6	22.5	31.1
NMDC	15,972	19.36	41.90	18.20	10.37	2.37	-	(8.4)	(51.6)	(20.9)	(29.1)
Burjeel	11,712	2.25	2.68	2.00	32.12	9.70	-	1.4	11.9	(0.9)	(2.6)
DFM	11,360	1.42	2.24	1.16	73.12	1.46	1.2%	(2.1)	2.8	(6.0)	(32.1)
Bayanat	10,980	4.27	6.24	3.17	54.28	10.15	-	9.5	15.1	(12.9)	4.1
Air Arabia	10,780	2.31	2.41	1.86	8.47	1.65	6.5%	6.0	8.6	7.4	26.3
Ghitha	10,133	41.94	96.00	33.80	34.50	4.01	-	0.8	(51.2)	(42.5)	(51.1)
DIC	9,482	2.23	2.60	2.04	5.51	0.72	9.0%	(2.0)	3.1	2.8	7.2
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	8,223	2.89	3.52	2.40	10.98	1.33	4.7%	1.4	1.9	(2.4)	23.0
ASM	7,650	7.65	12.40	7.00	8.09	1.10	-	(0.4)	(1.8)	(18.8)	(35.2)
SIB	6,310	1.95	2.15	1.57	9.05	0.84	4.9%	2.6	(1.0)	5.0	16.1
Yahsat	6,148	2.52	2.92	2.39	23.08	1.92	6.4%	(1.9)	(0.1)	0.8	4.1
Dana Gas	5,652	0.81	1.13	0.75	8.65	0.66	11.1%	(1.3)	9.1	(12.2)	(18.9)
Ajman Bank	4,477	2.06	2.09	0.64	25.26	1.74	-	27.7	87.0	80.7	175.8
Aramex	4,451	3.04	4.45	3.01	32.06	1.77	3.1%	(5.2)	(10.6)	(13.6)	(13.0)
GFH	3,771	0.97	1.18	0.87	9.60	0.95	6.0%	6.2	12.5	9.6	(8.2)
Agthia	3,673	4.64	5.48	3.87	14.61	1.28	3.6%	2.7	17.8	16.6	4.3
ADNIC	3,283	5.76	6.47	5.55	8.36	1.26	6.9%	1.4	(0.2)	(7.1)	4.0
Invictus	3,214	2.87	6.50	2.80	8.55	2.87	5.4%	(6.8)	(3.2)	(24.9)	(25.3)
RAK Cer.	2,594	2.61	3.03	2.50	8.11	1.22	7.7%	0.4	(6.8)	(7.8)	(2.3)
Amanat	2,475	0.99	1.07	0.81	20.17	0.89	4.0%	10.8	8.8	16.5	3.4
Palms Sports	1,455	9.70	13.00	8.47	11.95	3.07	-	(4.9)	3.2	(1.0)	(11.8)
ESG	1,175	4.70	8.70	4.28	7.93	1.72	-	(4.7)	(32.8)	(39.4)	(34.7)
Easy Lease	1,002	33.40	50.80	25.58	24.20	7.60	-	2.1	6.7	(4.0)	(24.9)
RPM	838	4.19	10.20	3.87	27.76	3.76	6.0%	(3.3)	(13.3)	(32.3)	(50.1)

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

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