

## Morning Report

26 September 2022

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	10,005	-0.7%	0%	8%	18%	28%
DFM	3,409	-0.7%	0%	7%	7%	20%
TASI	11,161	-2.6%	-11%	-1%	-1%	-1%
QSI	12,452	-1.5%	-9%	6%	7%	11%
BKM	5,401	-3.5%	-8%	-4%	-8%	-4%
MSX	4,458	-0.3%	-2%	8%	8%	14%
BHSEASI	1,901	-1.4%	0%	5%	6%	12%
EGX	9,895	0.0%	-4%	5%	-17%	-7%
DJI	29,590	-1.6%	-10%	-4%	-19%	-15%
S&P 500	3,693	-1.7%	-11%	-3%	-23%	-17%
Nasdaq	10,868	-1.8%	-12%	-3%	-31%	-28%
FTSE	7,019	-2.0%	-6%	0%	-5%	-1%
DAX	12,284	-2.0%	-7%	-5%	-23%	-21%
CAC40	5,783	-2.3%	-9%	-2%	-19%	-14%
Nikkei225	27,154	-2.6%	-6%	4%	-6%	-8%
HSI	17,964	0.2%	-8%	-16%	-23%	-27%
MSCI EM	906	-1.8%	-8%	-9%	-26%	-29%
MSCI Asia	145	-1.0%	-9%	-8%	-25%	-28%
US Fut.	3,688	-0.6%	-9%	-6%	-23%	-17%
EU Fut.	3,333	-0.3%	-7%	-5%	-22%	-19%

**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>1,441</b>	<b>1,441</b>	<b>-</b>
Local	75%	78%	-3%
Foreign	25%	22%	3%
Institutional	63%	64%	-1%
Retail	37%	36%	1%
<b>DFM</b>	<b>221</b>	<b>221</b>	<b>-</b>
Local	55%	66%	-11%
Foreign	45%	34%	11%
Institutional	44%	54%	-10%
Retail	56%	46%	10%
<b>Total</b>	<b>1,662</b>	<b>1,662</b>	<b>-</b>
Local	72%	76%	-4%
Foreign	28%	24%	4%

### Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	52WH	High - Low 52WL
Eshraq	0.055%	0.56	(0.2)	0.88	0.47
Dana	0.049%	1.04	(1.0)	1.27	0.92
Aldar	0.037%	4.45	(1.8)	5.79	3.92

### Upcoming Corporates Actions & Events

Date	Company	Event
26-Sep	MASQ	BOD/General
27-Sep	ADNOC Distribution	BOD/Dividend
27-Sep	SHUAA Capital	BOD/Resolution
28-Sep	TAQA	BOD/General
28-Sep	Ithmaar	General Assembly
29-Sep	Fertiglobe	General Assembly
29-Sep	Salik	DFM Listing
04-Oct	NCTH	BOD/General
10-Oct	DEWA	General Assembly
09-Nov	GFH	BoD/Result

## # KEY STORIES

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Burjeel Holdings IPO to open on Sept 30

ADPorts Group's Safeen Feeders to invest AED 375mIn with Saif Powertec and also enters into a JV agreement with Invictus to invest AED 393mIn

ADNOC, TAQA close landmark clean energy, decarbonization deal worth USD 3.8bIn

Conclusion of Court Case filed against Salama by the RUSD Investment Bank

UAE signs energy agreement with Germany, to supply LNG

Mubadala mulls to acquire stake in Nordic data center firm in USD 7bIn deal

UAE on Sep 25 announced 355 new Covid-19 cases and 362 recoveries. The tally takes total cases in UAE to 1,025,568 with 1,004,943 recoveries and 2,343 deaths

Saudi's Qassim Cement in talks to acquire Hail Cement

Saudi's Arabian Pipes announces contract sign off with Saudi Aramco contract value around SAR 155mIn

Saudi Arabia will invest SAR 40bIn (USD 10.6bIn) in developing local infrastructure projects in 11 cities

Oman's inflation rate remained at about 3.1% during the period January-August - MoE

Oman-Saudi bilateral trade soars to over USD 3bIn in 1H 2022

Bahrain's economy grew 6.9pct in the second quarter of 2022

Egypt aims to raise as much as USD 6bIn before the middle of next year by selling stakes in state-owned businesses - Minister

Egypt's ASEC Company board approves upto 3mIn shares buyback program

Egypt's Sokhna to receive India's USD 110mIn investment to produce of 400,000tonnes of polyester resin annually

Egypt's International Company shareholders approve one bonus share for every ten shares

## # Key Global Trends/ Market Clues

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The dollar rallied, bond yields climbed and Asian shares slid amid unrelenting pressure on risk-sensitive assets as fears of faster inflation and global recession continued to rise. The pound led declines among major currencies Monday, slumping as much as 4.7% to a record low as the UK Chancellor vowed to press on with tax cuts that threaten to stoke inflation. In stocks, MSCI's broadest index of Asia-Pacific shares outside Japan was down 1% to a two-year low. It is heading for a monthly loss of 11%, the largest since March 2020. Japan's Nikkei fell 2.6%. S&P 500 futures fell 0.5%. Last week, stocks and bonds crumbled after the United States and half a dozen other countries raised rates and projected pain ahead. Japan intervened in currency trade to support the yen. Investors lost confidence in Britain's economic management. The Nasdaq lost more than 5% for the second week running. The S&P 500 fell 4.8%.

Oil prices rose modestly in early trade on Monday after sliding to eight-month lows last week weighed down by a surging U.S. dollar and fears sharp interest rate hikes globally would spark a recession and hit fuel demand. The dollar index climbed to a fresh 20-year high on Monday, capping oil price gains. Brent crude futures were up 17 cents, or 0.2%, at USD 86.32 a barrel at, while U.S. WTI crude futures were up 21 cents, or 0.3%, at USD 78.95 a barrel. Both contracts slumped around 5% on Friday. With prices plunging, attention will turn to what the OPEC+ may do when they meet on Oct. 5, after agreeing to cut output modestly at their last meeting. But given that OPEC+ is producing well below its targeted output, any announced cut is unlikely to have

much, if any, impact on actual supply. Data last week showed OPEC+ fell short of its output target by 3.58mln barrels per day in August, a bigger shortfall than in the previous month.

## # UAE Stories

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Burjeel Holdings announced its intention to list on the Abu Dhabi Securities Exchange (ADX) on Saturday. On offer is about 550.7mln shares, representing 11pct of the company, according to the issued prospectus. The offering will include 350.3mln shares to be sold by VPS Healthcare Holdings, which owns 79.8pct of Burjeel.

ADPorts Group's Safeen Feeders to invest AED 375mln to purchase three containerships and enter into 15-year charter agreements with Saif Powertec Limited for these vessels to support expansion of the Bangladesh based entity into the container shipping segment. Safeen Feeders also execute a Joint Venture agreement with Invictus Investment and invest approximately AED 393mln to purchase vessels for the joint venture. Under the terms of the agreement, the two companies will purchase ships through Special Purpose Vehicles, owned 85% by Safeen Feeders and 15% by Invictus Investment. In addition, SAFEEN Feeders and Invictus Investment will form a joint venture to operate the service. The joint venture will be owned 51% by Safeen Feeders and 49% by Invictus Investment.

ADNOC and TAQA announced the successful financial closing of their USD 3.8bln strategic project to power and significantly decarbonise ADNOC's offshore production operations. KEPCO-led consortium collectively holds a 40% stake in the project on a build, own, operate and transfer basis, ADNOC and TAQA each owning a 30% stake. Transmission system will have a total installed capacity of 3.2 gigawatts. Commercial operation is expected to commence in 2025.

Salama announced that the Dubai Court of Cassation has issued its judgement in the cassation appeal filed by RUSD Investment Bank rejecting the petition filed by RUSD Investment Bank. The court has confirmed the judgement issued by the Court of Appeal and therefore the non-existence of the loan alleged by RUSD Investment Bank.

The UAE has signed an agreement with Germany that covers accelerating energy security and industrial growth. ADNOC inked an agreement to supply liquefied natural gas (LNG) to German utility RWE. ADNOC will deliver the first shipment in late 2022 for use in the trial operation of a floating natural gas terminal in Brunsbuettel. In addition, ADNOC has reserved a number of further LNG cargos exclusively for German customers in 2023.

Mubadala is considering buying a stake in private equity firm EQT AB's fiber network operator GlobalConnect, a deal that could value business at USD 7bln, according to a Bloomberg report. The Abu Dhabi state-backed fund is in early talks to acquire a minority stake in the company, Bloomberg reported citing sources. GlobalConnect operates data centres in Sweden, Norway, Denmark, Finland and Germany.

UAE on Sep 25 announced 355 new Covid-19 cases, bringing the total confirmed cases in the country to 1,025,568. At the same time, 362 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 1,004,943, 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 2,343.

## # GCC/MENA

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Saudi's Qassim Cement company announces execution of MoU for acquiring all issued shares in Hail Cement company entered into a non-binding memorandum of understanding with hail cement

parties will proceed with discussions in the context of a non-binding exchange ratio total consideration payable by Qassim cement to Hail cement's shareholders will be about 18.9mln newly issued shares in Qassim cement.

Saudi's Arabian Pipes announces contract sign off with Saudi Aramco contract value around SAR 155mln contract duration 15 months contract to supply steel pipes.

Saudi Arabia will invest SAR 40bln (USD 10.6bln) in developing local infrastructure projects in 11 cities, reported on Saturday citing the Ministry of Municipal and Rural Affairs and Housing.

Oman's inflation rate remained at about 3.1% during the period January-August, the Ministry of Economy (MoE) revealed.

Oman and Saudi Arabia bilateral trade more than doubled to exceed OMR 1.249bln during the first half of 2022, compared to OMR 595mln in 1H of 2021, entailing an increase of 210%.

Bahrain's economy grew 6.9pct in the second quarter of 2022 to record the highest rate of growth in the past 11 years, driven by a strong performance in the country's non-oil sectors that were targeted under the country's economic reform plan. Data from the Ministry of Finance and National Economy shows non-oil growth was led by the Gulf country's hotels and restaurants sector, which grew 18.1pct compared with the second quarter of 2021, state-owned Bahrain News Agency reported on Sunday.

Egypt aims to raise as much as USD 6bln before the middle of next year by selling stakes in state-owned businesses, the country's planning minister said, as it seeks to shore up an economy hit by Russia's attack on Ukraine. The programme may include share offerings to the public or block sales to strategic investors and will be supported by the country's sovereign wealth fund, Hala Elsaid said in an interview in New York. She didn't identify which companies might be sold.

Egypt's ASEC Company board approves upto 3mln shares buyback program

Egypt's Sokhna to receive India's USD 110mln investment to produce of 400,000 tonnes of polyester resin annually.

Egypt's International Company shareholders approve one bonus share for every ten shares. Bonus shares to be distributed by way of capital increase at nominal value of EGP 2 per share.

*\*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	61,641	8.86	11.30	7.43	11.76	1.16	4.2%	(4.0)	0.1	7.6	21.7
ADIB	34,866	9.60	10.46	5.56	14.47	1.71	3.2%	5.7	35.0	44.5	76.1
ADNIC	3,437	6.03	7.63	5.21	10.11	1.33	6.6%	(0.8)	(4.9)	(4.9)	20.2
ADNOC Dist.	54,374	4.35	4.88	3.80	20.43	15.39	4.7%	(6.0)	4.1	4.4	9.5
ADNOC Drill.*	57,278	3.58	3.92	2.77	22.23	5.47	4.2%	(1.6)	12.6	9.8	-
AD Ports	29,979	5.89	6.87	3.22	35.47	1.59	-	15.7	18.5	-	-
Agthia	3,918	4.95	6.28	4.20	NM	1.40	3.3%	1.1	5.9	0.5	(9.5)
Air Arabia	9,660	2.07	2.36	1.31	8.57	1.50	4.1%	(7.6)	(1.0)	50.4	58.0
Ajman Bank	1,531	0.73	0.91	0.66	11.85	0.61	-	(0.5)	8.4	(10.4)	6.4
Aldar	34,988	4.45	5.79	3.92	12.84	1.20	3.4%	(11.2)	2.5	14.8	13.1
Alpha Dhabi	262,993	26.30	29.00	23.78	NA	NA	-	7.4	6.0	(3.7)	(3.0)
Amanat	2,375	0.95	1.27	0.89	21.16	0.88	6.3%	(2.1)	1.4	(13.0)	(9.8)
Aramex	5,681	3.88	4.80	3.50	33.55	2.25	3.4%	(1.0)	1.0	(2.9)	10.6
ASM	9,920	9.92	16.44	9.16	NM	1.46	-	6.9	(9.3)	(28.6)	(35.4)
Borouge*	89,569	2.98	3.27	2.78	16.0	4.91	-	(2.0)	0.3	-	-
BOS	1,166	0.53	0.76	0.49	-	-	-	-	-	(14.5)	(4.5)
Dana Gas	7,275	1.04	1.27	0.92	6.85	0.86	7.7%	6.8	2.0	1.9	2.4
DEWA*	125,497	2.51	3.05	2.48	20.50	1.43	4.9%	(4.2)	(1.2)	-	-
Deyaar	2,100	0.48	0.73	0.37	20.17	0.47	-	(16.0)	4.4	(25.5)	18.1
DFM	13,280	1.66	3.05	0.98	NM	1.69	1.8%	(9.8)	(3.5)	(41.5)	58.2
DIC	10,375	2.44	2.64	1.63	15.22	0.87	4.9%	2.2	18.6	36.5	50.5
DIB	43,878	6.06	6.63	4.90	9.16	1.11	4.1%	2.9	5.9	17.7	28.7
DU	26,970	5.95	7.28	5.67	22.15	3.12	3.5%	(2.6)	4.1	(7.6)	(7.3)
Easy Lease	1,184	39.48	61.90	24.00	27.38	11.35	-	(0.1)	10.0	36.1	(13.4)
Emaar Dev.	19,280	4.82	5.32	3.75	4.92	1.16	-	(0.8)	11.6	10.3	25.2
Emaar Pro.	50,877	6.22	6.60	3.91	6.89	0.80	2.4%	1.3	22.1	31.7	60.1
ENBD	79,587	12.60	15.50	11.80	8.55	0.93	4.0%	(7.0)	(3.5)	(4.3)	(7.7)
ESG	1,450	5.80	11.80	5.70	NM	2.43	-	(8.4)	(14.2)	(27.5)	(30.1)
Etisalat	215,675	24.80	39.06	23.34	23.04	4.58	3.2%	(3.8)	(7.2)	(19.8)	4.8
FAB	202,166	18.30	24.06	17.16	13.60	1.81	2.7%	(8.1)	(0.7)	0.5	3.7
Fertiglobe*	49,640	5.98	6.11	2.92	10.48	5.87	6.7%	6.8	23.3	76.4	-
GFH	3,660	1.03	1.34	0.71	9.93	0.93	4.2%	(9.6)	4.7	(8.9)	50.2
Ghitha	18,603	77.00	123.00	24.00	NA	9.62	-	(8.8)	5.2	180.0	90.1
IHC	652,811	358.50	370.00	143.60	71.53	26.80	-	4.9	27.6	135.9	143.9
Invictus	4,592	4.10	6.50	3.55	-	-	-	7.3	-	-	-
Julphar	1,490	1.29	2.14	1.20	-	1.57	-	(0.8)	(0.8)	(29.9)	(28.3)
Mashreq	20,060	100.00	100.00	61.95	8.66	0.99	1.0%	25.0	25.0	25.8	63.8
Multiply	36,959	3.30	3.48	1.51	NA	3.51	-	59.4	85.4	79.3	NA
NMDC	20,179	24.46	34.96	12.36	17.18	3.50	-	(6.4)	1.7	87.6	74.7
Palms Sports	1,575	10.50	16.00	9.24	15.05	4.19	-	(7.1)	(11.6)	(14.1)	(30.8)
RAK Bank	7,877	4.70	5.40	3.87	8.01	0.95	4.8%	(2.1)	4.4	4.4	18.7
RAK Pro.	1,520	0.76	0.97	0.56	14.17	0.37	-	(2.1)	33.3	(1.4)	10.1
RAK Cer.	2,931	2.95	3.38	2.66	NM	1.36	6.8%	(0.7)	6.6	10.8	18.5
RPM	1,540	7.70	15.80	7.05	21.06	5.83	-	(2.0)	(3.9)	(20.2)	NA
SIB	6,163	2.00	2.12	1.65	10.51	0.81	4.0%	1.5	17.6	6.7	18.2
Shuaa	1,042	0.41	0.83	0.40	-	0.84	-	(14.4)	(17.5)	(40.0)	(40.3)
Tabreed	8,735	3.07	3.41	2.27	16.30	1.45	2.0%	9.6	11.6	27.3	26.8
TAQA	258,592	2.30	2.67	1.13	35.01	3.85	2.1%	85.5	84.9	80.3	88.3
Waha	2,849	1.43	1.82	1.24	12.54	0.83	5.3%	8.3	2.1	(10.1)	(9.1)
Yahsat *	6,831	2.80	2.92	2.51	21.87	2.13	5.6%	4.5	8.5	5.2	13.9

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

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