



Morning Report

29 April 2021

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	6,083	-0.6%	5.7%	7.8%	44.1%
DFM	2,620	-0.4%	4.8%	-2.9%	31.2%
TASI	10,531	2.6%	11.1%	19.6%	53.0%
BHSEASI	1,486	0.2%	0.9%	2.0%	13.6%
EGX	10,475	-1.1%	-3.6%	-9.5%	0.6%
Dow Jones	33,820	-0.5%	2.3%	10.5%	40.3%
S&P 500	4,183	-0.1%	5.2%	10.5%	46.1%
Nasdaq	14,051	-0.3%	6.9%	5.4%	63.2%
FTSE 100	6,964	0.3%	3.3%	6.7%	16.9%
DAX	15,292	0.3%	3.7%	11.9%	41.7%
CAC40	6,307	0.5%	5.3%	14.5%	38.0%
Nikkei225	29,054	0.2%	-0.4%	3.0%	47.0%
HIS	29,251	0.4%	2.6%	1.8%	18.3%
MSCI EM	1,365	0.2%	4.4%	1.1%	51.2%
MSCI Asia	209	0.1%	1.9%	0.7%	43.8%
US Futures	4,201	0.6%	6.4%	11.2%	42.8%
Eur Futures	3,980	0.2%	2.6%	12.0%	33.9%

UAE Trading Summary

AEDm	Buy	Sell	Net
ADX	1,083	1,083	-
Local	40%	62%	-23%
Foreign	60%	38%	23%
Institutional	97%	98%	-1%
Retail	3%	2%	1%
DFM	159	159	-
Local	47%	35%	12%
Foreign	53%	65%	-12%
Institutional	74%	100%	-26%
Retail	26%	0%	26%
Total	1,242	1,242	-
Local	40%	59%	-18%
Foreign	60%	41%	18%

Last Trading Day's Top Short Sell Positions

Company	Short Volume (shrs.)	Short Volume (%)	Volume (m)	Turnover (AEDm)
Aldar	(338,685)	0.4%	59.6	214.6

Upcoming Corporates Actions & Events

Date	Company	Event
29-Apr	DIC	BoD/Results
29-Apr	UPP	AGM
29-Apr	Damac	AGM
2-May	ADIB	BoD/Results
2-May	ADNIC	BoD/Results
2-May	RAK Properties	BoD/General

KEY STORIES

Etisalat Group posted 1Q profit of AED 2.3bn, up 7.9pct YoY. 1Q consolidated revenues amounted to AED 13.2bn, up 0.8% YoY. 1Q EBITDA totalled AED 6.8bn, up 0.7pct YoY

Dubai Islamic Bank posted Q1 net profit AED 853mIn versus AED 1.11bn year ago. Q1 total income AED 2.85bn versus AED 3.56bn year ago

Commercial Bank of Dubai posted Q1 net profit AED 325mIn versus AED 315.3mIn year ago. Q1 total operating income AED 730.7mIn versus AED 756.5mIn year ago

Amanat Holdings has announced the sale of its 21.7% stake in Taaleem Holdings for AED 350mIn, expected to report a net gain on sale of AED 160mIn

Dana Gas said that IPR Wastani Petroleum Ltd, a member of the IPR Energy Group, has requested arbitration after Dana Gas cancelled a sale of oil and gas assets in Egypt

Dana Gas shareholders approve FY20 5.5 fils cash dividend

UAE petrol price for May 2021 announced, increased marginally compared to April

National Bank of Fujairah posted Q1 net profit of AED 42mIn, down 44.3% YoY. Q1 operating income stood at AED 360.2 million vs. AED 417.5mIn a year ago

Julphar signs loan agreement of AED 1.01bn with Arab Bank, RAK Bank and Dubai Islamic Bank. New agreement to refinance current debt with additional AED 350mIn

Gulf Navigation completes a debt restructuring process of AED 200mIn and expects a shift to profitability in 2021

Air Arabia resumes flights between Moscow and Moscow starting May 1, 2021

Depa posted FY loss attributable AED 484.8mIn vs loss of AED 409.1mIn year ago. FY revenue AED 599.7mIn vs AED 998.9mIn year ago

Dubai International Airport's first-quarter passenger traffic dropped 67.8pct to 5.75mIn compared to the same quarter a year ago, which was "largely unaffected" by the Covid-19

Abu Dhabi Ports sold USD 1bn in 10-year bonds at 110bps over mid-swaps

UAE on April 28 announced 1,710 new Covid-19 cases and 1,551 recoveries. The tally takes total cases in UAE to 516,301 with 497,140 recoveries and 1,580 deaths

Major Chinese investors are in talks to buy a stake in Saudi Aramco, several sources told Reuters

Saudi Aramco and India's Reliance discuss cash and share stake deal, Aramco would part-pay in stock for 20% of Mukesh Ambani group's oil refining unit – FT

Saudi Tadawul Group has appointed JP Morgan, Citigroup and the securities arm of Saudi National Bank for its initial public offering

Saudi's Sabic Agri-Nutrients posted quarterly net profit after zakat and tax SAR 423mIn, up 39.1% YoY. Quarterly sales SAR 1,506mIn, up 106.9% YoY

Qatar's Ooredoo Group extends exclusivity period of MOU with CK Hutchison to combine Indonesian businesses until 30 June 2021

Qatar's Doha Bank posted Q1 net profit QAR 380.2mIn versus QAR 324.1mIn year ago

Kuwait's Gulf Bank posted Q1 attributable net profit KWD 12mIn versus KWD 8.6mIn year ago. Q1 total operating revenue KWD 41.5mIn versus KWD 38.3mIn year ago

Fitch Ratings says Omani banks face rising bad loans amid slow economic recovery

Oman's OQ sold USD 750mln in seven-year bonds at 5.125%

Egypt's central bank left its overnight interest rates unchanged

Egypt has signed a USD 7.5bln deal to construct a petrochemical complex in the Ain Sokhna industrial zone

Egypt's Delta Sugar posted Q1 net profit after tax EGP 76.8mln versus loss of EGP 118.8mln year ago. Q1 revenue EGP 224.4mln versus EGP 789.1mln year ago.

Key Global Trends/ Market Clues

Asian shares rose in early trade on Thursday after the U.S. Federal Reserve said it was too early to consider rolling back emergency support for the economy, and as U.S. President Joe Biden unveiled plans for a USD 1.8trn stimulus package. Early in the Asian trading day, MSCI's broadest index of Asia-Pacific shares outside Japan was up 0.1%. Australia's S&P/ASX 200 edged up 0.31%, as strong oil prices lifted energy stocks. China's blue-chip CSI300 index was 0.65% higher in early trade. Hong Kong's Hang Seng index opened up 0.7%, Seoul's KOSPI added 0.37% and Taiwan shares rose 0.48%.

Oil prices extended gains on Thursday after rising 1% the previous session, as bullish forecasts on recovering demand this summer offset concerns of rising COVID-19 cases in India, Japan and Brazil. Brent crude for June edged up 8 cents, or 0.1%, to USD 67.35 a barrel by 0104 GMT while U.S. West Texas Intermediate crude for June was at USD 63.98 a barrel, up 12 cents, or 0.2%. OPEC, Russia and their allies, a group known as OPEC+, stuck to their plans for a gradual easing of oil production restrictions from May to July, after OPEC raised slightly its demand growth for 2021 to 6mln barrels per day. The group also expects global stocks to reach 2.95bln barrels in July, taking them below the 2015-2019 average.

UAE Stories

Etisalat Group posted 1Q profit of AED 2.3bln, up 7.9pct YoY. 1Q aggregate subscriber base reached 156mln, up 4% YoY. 1Q consolidated revenues amounted to AED 13.2bln, up 0.8% YoY. 1Q EBITDA totalled AED 6.8bln, up 0.7pct YoY. Etisalat is considering to refinance the Euro Bond Note of EUR 1.2bln (equivalent of AED 5.3bln) maturing in June 2021 through the debt capital market.

Dubai Islamic Bank posted Q1 net profit AED 853mln versus AED 1.11bln year ago. Q1 total income AED 2.85bln versus AED 3.56bln year ago. Q1 impairment losses AED 751mln.

Commercial Bank of Dubai posted Q1 net profit AED 325mln versus AED 315.3mln year ago. Q1 total operating income AED 730.7mln versus AED 756.5mln year ago.

Amanat Holdings has announced the sale of its 21.7% stake in Taaleem Holdings for AED 350mln to a strategic buyer. Amanat is expected to report a net gain on sale of AED 160mln as net income.

Dana Gas said that IPR Wastani Petroleum Ltd, a member of the IPR Energy Group, has requested arbitration after Dana Gas cancelled a sale of oil and gas assets in Egypt. Dana Gas on Sunday said it had terminated the deal with IPR Wastani Petroleum, signed last year, for the onshore assets after the sides were unable to agree on conditions. IPR Wastani Petroleum has submitted a request for arbitration, disputing Dana Gas' right to terminate the sale and purchase and agreement, Dana Gas said. Dana Gas, listed in the United Arab Emirates, said it was "very confident" of its legal position and right to cancel the sale and purchase agreement and would defend the proceedings.

Dana Gas shareholders approve FY20 5.5 fils cash dividend.

UAE petrol price for May 2021 announced, increased marginally compared to April. Super 98 petrol will increase to AED 2.30 per litre in May, compared to Dh2.29 per litre this month. Special 95 petrol will now cost AED 2.18 per litre, compared to AED 2.17per litre previously; while E-Plus 91 fuel will be priced at AED 2.11 per litre compared to AED 2.10 per litre. The price of diesel, however, has been reduced to AED 2.17 a litre in May, compared to AED 2.22 a litre this month.

National Bank of Fujairah posted Q1 net profit of AED 42mIn, down 44.3% YoY. Q1 operating income stood at AED 360.2 million vs. AED 417.5mIn a year ago.

Julphar signs loan agreement of AED 1.01bIn with Arab Bank, RAK Bank and Dubai Islamic Bank. New agreement to refinance current debt with additional AED 350mIn.

Gulf Navigation completes a debt restructuring process of AED 200mIn and expects a shift to profitability in 2021. Cost of debt will be reduced by 25%, or the equivalent of 4mIn in savings, annually. Fully paid all its obligations to Abu Dhabi Commercial Bank, thus reducing the company's overall debt. Currently working on reaching an agreement with the majority of the lenders on new and flexible terms.

Air Arabia resumes flights between Moscow and Moscow starting May 1, 2021.

Depa posted FY loss attributable AED 484.8mIn vs loss of AED 409.1mIn year ago. FY revenue AED 599.7mIn vs AED 998.9mIn year ago.

Dubai International Airport's first-quarter passenger traffic dropped 67.8pct to 5.75mIn compared to the same quarter a year ago, which was "largely unaffected" by the Covid-19 pandemic, its operator said. The year-on-year contraction came as the suspension of operations by airlines and airports worldwide to stem the spread of the pandemic only began at the end of March, Dubai Airports said in a statement on Wednesday.

Abu Dhabi Ports sold USD 1bIn in 10-year bonds after receiving more than USD 4.6bIn in orders for the debt sale, which it will use for general corporate purposes, a document showed. The bonds were sold at 110 basis points (bps) over mid-swaps, which was tightened from initial guidance of around 145 bps over mid-swaps, the document from one of the banks on the deal showed.

The United Arab Emirates on April 28 announced 1,710 new Covid-19 cases, bringing the total confirmed cases in the country to 516,301. At the same time, 1,551 more patients have recovered from the virus, taking the tally of recoveries in the UAE to 497,140. UAE's ministry of health and prevention said. It has reported 2 deaths from Covid-19 during the past 24 hours. The nationwide death toll stands at 1,580.

GCC/MENA

Major Chinese investors are in talks to buy a stake in Saudi Aramco, several sources told Reuters. Sovereign wealth fund China Investment Corporation was among those that could invest, two sources told Reuters. Aramco was talking to CIC, as well as Chinese national oil companies, said one of the sources close to CIC.

Saudi Aramco and India's Reliance discuss cash and share stake deal, Aramco would part-pay in stock for 20% of Mukesh Ambani group's oil refining unit – FT

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Qatar's Ooredoo Group extends exclusivity period of MOU with CK Hutchison to combine Indonesian businesses until 30 June 2021. Extension will provide more time to complete the ongoing due diligence and negotiate final terms of a possible combination of the entities.

Qatar's Doha Bank posted Q1 net profit QAR 380.2mIn versus QAR 324.1mIn year ago.

Kuwait's Gulf Bank posted Q1 attributable net profit KWD 12mIn versus KWD 8.6mIn year ago. Q1 total operating revenue KWD 41.5mIn versus KWD 38.3mIn year ago.

Omani banks' intrinsic credit profiles face pressure throughout 2021 due to economic disruption caused by the pandemic and the government's restrictive fiscal policy, Fitch Ratings says. We expect the sector's Stage 3 loans ratio to increase by 100bp-150bp from 4.4% at end-2020 as borrower support measures expire and loan classification normalises. The proportion of restructured loans (4% at end-2020) is also likely to rise.

Oman's OQ sold USD 750mIn in seven-year bonds at 5.125%, a document showed, the latest in a string of Gulf energy companies raising cash via the debt markets. The yield was tightened from initial guidance

of around 5.625% after receiving more than USD 4.5bln in orders for the debt sale, the document from one of the banks on the deal showed.

Egypt's central bank left its overnight interest rates unchanged on Wednesday, saying inflation had stabilised and the economy was showing signs of recovery after more than a year of the coronavirus pandemic. The central bank's monetary policy committee kept the overnight lending rate at 9.25% and the overnight deposit rate at 8.25% for a fourth consecutive time, after cutting rates in September and November.

Egypt has signed a USD 7.5bln deal to construct a petrochemical complex in the Ain Sokhna industrial zone, the government said on Wednesday. The 3.56mln square meter facility is the latest part of the country's efforts to try to develop an energy hub in the eastern Mediterranean.

Egypt's Delta Sugar posted Q1 net profit after tax EGP 76.8mln versus loss of EGP 118.8mln year ago. Q1 revenue EGP 224.4mln versus EGP 789.1mln year ago.

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%	6M%	12M%
ADCB	43,692	6.28	6.75	3.98	11.48	0.77	4.3%	6.1	1.8	11.7	47.0
ADIB	17,760	4.89	5.16	3.21	13.45	0.93	4.2%	5.1	1.7	17.1	43.9
ADNIC	2,736	4.80	5.51	2.95	7.37	1.09	7.3%	(6.4)	3.5	28.7	60.3
ADNOC Dist	56,500	4.52	4.60	2.75	23.23	16.25	4.6%	3.2	19.6	38.2	69.7
Agthia	4,630	6.43	7.00	2.53	111.92	2.03	2.6%	1.9	25.8	57.4	114.8
Air Arabia	6,113	1.31	1.42	0.99	NA	1.36	0.0%	7.4	3.1	19.1	13.9
Ajman Bank	1,489	0.71	0.83	0.54	28.54	0.59	0.0%	(1.3)	(7.8)	2.0	16.0
Al Waha	2,256	1.16	1.30	0.62	9.23	0.70	5.2%	0.0	9.9	19.6	54.8
Aldar	28,148	3.58	3.88	1.64	14.57	1.10	4.1%	0.3	6.3	35.8	104.4
Amanat	2,200	0.88	0.92	0.70	216.75	0.88	2.5%	3.0	8.9	14.0	22.0
Amlak	324	0.22	0.38	0.20	NA	1.32	0.0%	0.5	(13.9)	(20.0)	(39.2)
Aramex	5,856	4.00	4.49	2.80	23.92	2.18	3.3%	3.9	(9.1)	1.3	42.4
BOS	1,218	0.58	0.77	0.50	NA	0.38	0.0%	(1.7)	(10.5)	9.4	(6.6)
DAMAC	7,260	1.20	1.75	0.55	NA	0.56	NA	6.2	(12.4)	10.1	86.3
Dana Gas	5,680	0.81	0.84	0.61	48.06	0.72	6.8%	4.0	18.7	19.4	12.6
Deyaar	1,560	0.27	0.33	0.24	NA	0.36	0.0%	3.8	(7.8)	(0.7)	(9.4)
DFM	8,640	1.08	1.29	0.65	62.65	1.11	0.0%	4.9	(12.2)	29.0	47.9
Dubai Inv.	6,548	1.54	1.72	1.09	18.84	0.55	NA	0.6	(1.9)	42.0	45.6
DIB	32,366	4.47	5.15	3.25	11.77	0.80	4.5%	(2.2)	(7.4)	12.2	30.0
Easy Lease	660	22.00	26.80	10.00	26.86	13.90	NA	(2.2)	5.3	-	-
Emaar Dev	10,840	2.71	3.20	1.89	6.54	0.96	0.0%	6.3	(7.8)	18.9	17.3
Emaar Malls	24,207	1.86	1.99	1.10	34.40	1.27	0.0%	13.4	2.8	25.7	46.5
Emaar Pro.	26,921	3.76	4.22	2.34	10.29	0.47	2.7%	11.8	1.5	44.5	40.8
Emirates Tele	29,509	6.51	7.22	4.97	21.94	3.62	4.3%	(3.9)	(0.0)	19.1	29.6
Emirates NBD	78,957	12.50	12.50	7.92	12.06	0.96	3.2%	13.6	9.7	36.3	57.9
Eshraq	732	0.32	0.46	0.22	NA	0.55	NA	(10.3)	(0.0)	3.3	9.0
Etisalat	185,242	21.30	22.18	14.52	20.72	3.78	5.6%	3.9	11.3	31.0	44.6
FAB	157,030	14.38	15.10	10.36	14.88	1.44	5.1%	(0.1)	0.7	32.0	32.5
GFH	2,399	0.63	0.68	0.51	13.15	0.65	2.7%	5.3	2.7	18.5	10.7
Gulf Nav.	327	0.32	0.55	0.30	NA	1.05	0.0%	(7.5)	(16.4)	(23.0)	(8.3)
IHC	165,711	91.00	100.00	25.00	54.87	21.19	NA	52.8	97.8	137.2	229.5
Julphar	1,791	1.55	1.77	0.54	NA	1.99	0.0%	24.0	-	4.0	187.5
Mashreqbank	11,540	65.00	71.00	62.00	NA	0.59	6.2%	NA	(3.6)	(4.4)	(9.7)
NBF	9,536	4.98	NA	NA	NA	NA	1.9%	NA	NA	NA	NA
Tabreed	8,106	2.92	3.15	1.79	14.66	1.53	2.0%	7.6	9.9	24.3	45.0
RAK Bank	6,536	3.90	4.24	3.33	14.09	0.83	3.8%	(2.5)	(3.2)	9.9	5.4
RAK Pro.	1,070	0.54	0.64	0.33	9.43	0.27	7.5%	0.9	(7.8)	39.0	45.0
RAK Cer.	1,789	1.80	1.85	1.24	NA	0.83	4.2%	6.9	12.7	34.4	31.6
SALAMA	986	0.82	0.97	0.47	6.36	1.16	10.1%	5.5	10.8	19.6	81.7
SIB	4,222	1.37	1.43	1.00	10.14	0.56	5.8%	5.4	6.0	25.2	38.3
SHUAA	1,646	0.65	0.77	0.50	12.86	1.10	4.6%	(2.3)	(9.0)	6.4	11.3
Tak. E. Ins.	248	1.65	1.65	1.20	600.00	2.18	5.0%	17.9	4.4	15.4	15.4
TAQA	155,159	1.38	1.78	0.61	40.75	2.51	1.8%	1.5	(4.1)	(2.5)	100.9
Union Pro.	1,141	0.27	0.39	0.25	5.68	0.39	0.0%	0.4	(4.7)	(5.7)	(15.0)
UAB	1,712	0.83	0.89	0.59	NA	1.18	0.0%	(6.2)	2.9	(7.2)	(7.4)

(Source: Bloomberg) ^ current dividend yield based on latest dividend declaration

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