



Morning Report

22 March 2024

Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,286	0.2%	-1%	-2%	-3%	-3%
DFM	4,278	-0.3%	1%	7%	5%	27%
TASI	12,836	0.8%	2%	10%	7%	24%
QSI	10,211	0.1%	-1%	-1%	-6%	3%
BKM	6,121	0.1%	1%	10%	10%	12%
MSX	4,791	-0.4%	5%	5%	6%	-1%
BHSEASI	2,051	0.1%	0%	7%	4%	8%
EGX	29,055	1.6%	-1%	20%	17%	90%
DJI	39,781	0.7%	3%	6%	6%	22%
S&P 500	5,242	0.3%	5%	10%	10%	31%
Nasdaq	16,402	0.2%	5%	10%	9%	38%
FTSE	7,883	1.9%	3%	2%	2%	5%
DAX	18,179	0.9%	6%	9%	9%	20%
CAC40	8,180	0.2%	5%	8%	8%	15%
Nikkei225	40,816	2.0%	7%	23%	22%	51%
HIS	16,400	-2.8%	2%	1%	-1%	-12%
MSCI EM	1,048	1.6%	3%	5%	2%	10%
MSCI	178	1.8%	4%	8%	5%	14%
US Fut.	5,301	0.0%	6%	10%	10%	33%
EU Fut.	4,993	-0.4%	5%	10%	10%	21%

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

UAE Trading Summary

AEDmn	Buy	Sell	Net
ADX	1,404	1,404	-
Local	1,108	1,172	(64)
Foreign	296	232	64
Company	1,263	1,185	79
Individual	141	220	(79)
DFM	900	900	-
Local	346	492	(146)
Foreign	554	408	146
Company	497	449	48
Individual	404	451	(48)
Total	2,304	2,304	-
Local	1,454	1,664	(210)
Foreign	851	641	210

KEY STORIES

Response Plus Holding net Profit surges 68% to AED49.39mn during 2023.RPM BoDs recommended to distribute an annual cash dividend of AED20mn (AED0.1/sh)

ESG group announced the strategic enhancement of its portfolio with the acquisition of an additional 40% stake in two leading UAE interior design firms, Vision Factory and Decovision

Bayanat and Yahsat shareholders to vote on recommended merger to create SPACE42 on 25 April

Bayanat JV to offer HAPS solutions to India, HAPS refers to systems where unmanned aircraft flying in the stratosphere can be operated to deliver connectivity across wide areas

DU shareholders approved the BoDs recommendation to distribute AED0.21/sh for the 2H23, bringing the total payout to AED0.34/sh for 2023

DU BoDs reappointed Mr.Malek al Malek as the chairman for the new term of the board. Further, the board also appointed Mr.Ahmad Julfar as the vice chairman

National international Holding restates FY23 attributable net profit to KWD2.3mn from KWD1.8mn reported earlier

Al Mal Capital notified the unitholders of the extension of right issue subscription period until 29th of March 2024

Parkin has appointed xCube LLC, as a Liquidity Provider. Under the terms of the agreement, xCube will provide liquidity for Parkin shares that recently listed on the DFM

LuLu Group International appoints banks for USD2bn Abu Dhabi IPO. Region's largest hypermarket company is understood to have appointed banks including Emirates NBD Capital and ADCB

GFH informed that it has acquired 21.4mn of its treasury shares increasing the total holding of treasury shares to 207.4mn representing 5.41% of total issued shares as of 21st March 2024

Saudi Naseej International Trading reported FY23 net loss of SAR15.9mn versus loss of SAR1.4mn year ago. FY23 sales came in at SAR260.5mn versus SAR280.2mn year ago

Saudi East Pipes integrated company for industry updates on contract sign off with Aramco announces stop and cancel of contract signed with Aramco which worth SAR153mn

Saudi Moammar Information Systems reported FY23 net profit of SAR13.97mn versus SAR95.86mn year ago. FY23 sales came in at SAR1,459.71mn versus SAR789.62mn year ago

Qatar's credit rating from Fitch has just been upgraded, surpassing those of major economies like the UK and France

Egypt's Maridive & Oil services reported FY23 net loss after tax of USD5mn versus loss of USD13.5mn year ago. FY23 revenue came in at USD57.4mn versus USD47.7mn year ago

Key Global Trends/ Market Clues

Chinese stocks were a sea of red on Friday and the yuan fell sharply, dragging down the broader mood in Asia and putting a dent in the rate cut rally after a surprise move from the Swiss National Bank had investors wagering on who could be next. The mainland blue-chip CSI300 index and Shanghai Composite index each fell more than 1%, while Hong Kong's Hang Seng Index slid 2.3%. Elsewhere, a weakening yen was also back on traders' radars, as it again hit a four-month trough of 151.86 per dollar and remained a whisker away from a multi-decade low. A landmark rate increase from the Bank of Japan (BOJ) this week has failed to move the needle on the stark interest rate differentials between the U.S. and Japan, keeping the yen under pressure. It has fallen about 1.5% against the dollar since the BOJ's decision on Tuesday to exit negative interest rates.

Oil prices slipped on Friday on the possibility of a nearing Gaza ceasefire that could ease geopolitical concerns in the Middle East, while a stronger dollar and faltering U.S. gasoline demand also weighed on prices. Brent crude futures fell to USD85.36 a barrel. U.S. crude futures shed to USD80.67 per barrel. Both contracts are set to end the week little changed after rising more than 3% last week. U.S. Secretary of State Antony Blinken said on Thursday he believed talks in Qatar could reach a Gaza ceasefire agreement between Israel and Hamas, easing geopolitical risks in the region. In the United States, the world's top oil consumer, gasoline product supplied, a proxy for demand, slipped below 9mn barrels for the first time in three weeks, indicating a possible slowdown in crude demand.

UAE Stories

Response Plus Holding (RPM) Net Profit surges 68% to AED49.39mn during 2023, while the Group's revenue increased to AED345.36mn in FY23 against AED320.86mn a year before. Similarly, the Group's Equity increased to AED230.04mn as of December 31, 2023, from AED222.9mn in the previous year. RPM BoDs recommended to distribute an annual cash dividend of AED20mn (AED0.1/sh) representing 10% of the company's share capital.

ESG group announced the strategic enhancement of its portfolio with the acquisition of an additional 40% stake in two leading UAE interior design firms, Vision Factory and Decovision. This move marks a significant consolidation of ESG's foothold in the burgeoning interior design and furniture manufacturing

sectors in the UAE. Vision Factory, a key player in furniture and joinery production, is renowned for its exceptional craftsmanship and innovative design ethos. The acquisition of an additional 40% stake by ESG culminates in the complete ownership of Vision Factory, following an initial 60% stake acquisition in the company in 2022. Decovision, a premier provider of interior design and engineering services, is celebrated for its world-class quality. ESG's latest acquisition increases its stake in Decovision to 85%, having previously acquired a 45% stake in 2022.

Bayanat and Yahsat shareholders to vote on recommended merger to create SPACE42 on 25 April. The scale of SPACE42, with combined revenues of AED 2.8 billion in FY2023, will provide vertical integration potential and enhanced product offerings to capture regional and international opportunities for revenue growth and sustainable profitability. The merger is expected to yield considerable cost and revenue synergies, positioning the enlarged entity for enhanced shareholder value creation.

Bayanat JV to offer HAPS solutions to India. JV between Bayanat, which is majority owned by Abu Dhabi-based G42 and UAVOS, a US-based developer and manufacturer of advanced unmanned systems, will partner with VEDA Aeronautics, an Indian aerospace & defence company to deliver High Altitude Pseudo Satellite (HAPS) solutions designed for the Indian market. HAPS refers to systems where unmanned aircraft flying in the stratosphere can be operated like telecommunication base stations to deliver connectivity across wide areas.

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Al Mal Capital notified the unitholders of the extension of right issue subscription period until 29th of March 2024.

Parkin has appointed xCube LLC, as a Liquidity Provider. Under the terms of the agreement, xCube will provide liquidity for Parkin shares that recently listed on the Dubai Financial Market (DFM). Parkin, the UAE's first stock market float of 2024, saw an overwhelming response from investors.

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GFH informed that it has acquired 21.4mn of its treasury shares increasing the total holding of treasury shares from 186,060,273 representing 4.85% of the total issued shares to 207,492,614 representing 5.41% of total issued shares as of 21st March 2024.

GCC/MENA

Saudi Naseej International Trading reported FY23 net loss of SAR15.9mn versus loss of SAR1.4mn year ago. FY23 sales came in at SAR260.5mn versus SAR280.2mn year ago. FY23 saw a decrease in production rates due to weak liquidity

Saudi East Pipes integrated company for industry updates on contract sign off with Aramco announces stop and cancel of contract signed with Aramco which worth SAR153mn. Cancellation of contract was requested by Aramco

Saudi Moammar Information Systems reported FY23 net profit of SAR13.97mn versus SAR95.86mn year ago. FY23 sales came in at SAR1,459.71mn versus SAR789.62mn year ago. FY23 saw increase growth in core operation across all products line and services offering. FY23 saw healthy order backlog and awards of new orders

Qatar's credit rating from Fitch has just been upgraded, surpassing those of major economies like the UK and France. Fitch Ratings said it has assigned a long-term foreign-currency issuer default rating (IDR) of "AA" to Qatar, an improvement from the previous "AA-".

Egypt's Maridive & Oil services reported FY23 net loss after tax of USD5mn versus loss of USD13.5mn year ago. FY23 revenue came in at USD57.4mn versus USD47.7mn year ago

**Source: ADX, DFM, Bloomberg, Reuters, Gulf News, The National, Arabian business*

Last Trading Day's Top Short Positions

Company	Short Interest (Short shares/Out. shares)	Close (AED)	Change (%)	High – Low	
				52WH	52WL
EMSTEEL	0.019%	1.46	3.5	1.75	1.25
Dana	0.017%	0.65	(0.6)	1.00	0.60
Investcorp	0.016%	2.08	(0.5)	2.40	1.91

Upcoming Corporate Actions & Events

Date	Company	Event
22-Mar	PureHealth	BoD/General
22-Mar	ADNOCDrill	BoD/General
24-Mar	GFH	General Assembly
25-Mar	QIC	General Assembly
25-Mar	Al Wathba	BoD/Results
25-Mar	FCI	BoD/Results
25-Mar	Fertiglobe	BoD/Results
25-Mar	E7	BoD/Results
25-Mar	AMR	BoD/General
25-Mar	IHC	General Assembly
25-Mar	Ithmaar Holding	General Assembly
25-Mar	GFH	Div Last Entitlement Date
25-Mar	ADNIC	General Assembly
26-Mar	EIB	General Assembly
26-Mar	Waha	General Assembly
26-Mar	RAKCEC	General Assembly
26-Mar	DFM	General Assembly
26-Mar	Phoenix	BoD/Results
26-Mar	RAKBANK	Div Last Entitlement Date
26-Mar	Mazaya	General Assembly
27-Mar	Al Ansari	Div Last Entitlement Date
27-Mar	Drive	General Assembly
27-Mar	Tabreed	Div Last Entitlement Date
27-Mar	Aldar	Div Last Entitlement Date
27-Mar	ADNOCDIST	General Assembly
27-Mar	DRC	General Assembly
27-Mar	Empower	General Assembly
28-Mar	DIN	Div Last Entitlement Date
28-Mar	DTC	General Assembly
28-Mar	Oman & Emirates	General Assembly
28-Mar	DEWA	General Assembly
28-Mar	RAKPROP	Div Last Entitlement Date
28-Mar	DU	Div Last Entitlement Date
28-Mar	Borouge	General Assembly
29-Mar	MBME	General Assembly
29-Mar	ADNOCGAS	General Assembly
29-Mar	ASCANA	General Assembly
31-Mar	Al Salam Bank	General Assembly
02-Apr	Unikai Foods	General Assembly
04-Apr	MBME Group	General Assembly
05-Apr	Burjeel	General Assembly
05-Apr	Deyaar	General Assembly
15-Apr	Burjeel	Div Last Entitlement Date
17-Apr	Ajman Bank	General Assembly
17-Apr	RAPCO	General Assembly
17-Apr	NCTH	General Assembly

17-Apr	DIC	General Assembly
17-Apr	Dana	General Assembly
18-Apr	Union Properties	General Assembly
22-Apr	Al Ramz	General Assembly
22-Apr	Julphar	General Assembly
23-Apr	Emaar Development	General Assembly
25-Apr	Yahsat	General Assembly
25-Apr	Bayanat	General Assembly
01-May	EAND	Div Last Entitlement Date

UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	PRICE RETURNS			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
IHC	876,248	399.50	416.50	375.00	31.84	9.03	-	-	(0.2)	-	0.9
TAQA	365,381	3.25	3.66	2.87	21.98	4.43	1.2%	2.8	0.6	(7.1)	(0.6)
ADNOCGAS*	241,747	3.15	3.71	2.91	13.93	2.95	4.9%	0.6	2.9	1.9	6.8
Alpha Dhabi	159,387	15.94	22.50	15.70	15.07	3.64	-	(3.9)	(20.7)	(15.2)	(29.0)
EAND	159,138	18.30	24.48	17.66	15.44	3.73	4.4%	(3.6)	(4.7)	(6.8)	(23.1)
FAB	148,468	13.44	15.74	12.44	9.42	1.18	5.3%	(5.4)	(1.8)	(3.7)	(1.9)
DEWA	121,490	2.43	2.74	2.33	15.78	1.36	5.1%	(0.4)	(0.8)	(1.2)	2.6
ENBD	111,163	17.60	19.50	12.60	5.30	1.01	6.8%	(3.3)	4.1	1.7	36.4
Emaar Pro.	74,417	8.42	8.50	5.35	6.27	0.96	5.9%	3.2	8.8	6.3	49.3
Borouge	73,936	2.46	2.92	2.35	20.3	4.44	6.4%	1.2	1.2	(0.4)	(3.1)
ADNOC Drill.	64,315	4.02	4.33	3.45	16.96	5.37	4.1%	6.9	10.7	6.3	6.6
ADCB	61,848	8.45	9.31	7.73	7.92	0.87	6.6%	(4.1)	(2.1)	(8.0)	4.7
ADNOC Dist.	45,996	3.68	4.48	3.24	17.68	13.25	5.6%	(1.1)	3.1	(0.5)	(14.8)
Aldar	45,128	5.74	6.01	4.45	11.82	1.37	3.0%	11.0	10.0	7.3	19.6
Pure Health	42,996	3.87	6.05	3.80	NA	NA	-	(13.0)	(34.0)	(32.1)	NULL
DIB	41,848	5.78	6.55	5.10	6.55	0.94	7.8%	(11.1)	1.6	1.0	4.5
ADIB	40,312	11.10	11.90	9.36	8.64	1.60	-	(3.0)	9.5	9.7	15.1
Emaar Dev.	33,797	8.45	8.64	5.07	5.10	1.48	6.2%	10.0	20.0	18.2	52.3
ADNOCLS	29,592	4.00	4.48	2.90	13.00	1.50	3.2%	(2.4)	11.7	4.4	NULL
AD Ports	29,265	5.75	6.95	5.41	27.30	1.40	-	(2.2)	(6.7)	(9.9)	(7.4)
Americana	29,228	3.47	4.54	2.86	30.67	18.12	2.3%	5.8	16.8	10.9	(5.7)
Salik	27,823	3.71	3.74	2.83	25.34	42.00	4.0%	7.8	18.5	19.3	28.4
DU	26,878	5.93	6.05	4.95	16.12	2.91	5.7%	3.9	14.0	14.3	17.9
Multiply	25,646	2.29	4.13	2.09	75.93	0.89	-	(7.3)	(28.7)	(28.0)	(34.6)
Fertiglobe*	23,574	2.84	4.22	2.53	15.06	3.97	6.7%	7.6	(4.1)	(4.4)	(27.4)
NMDC	22,356	27.10	34.30	17.92	10.38	2.60	2.8%	(7.7)	-	(9.1)	(6.6)
Qholding	21,114	3.08	3.90	2.15	46.18	1.53	-	4.4	(4.0)	(1.6)	28.9
Empower	16,499	1.65	2.02	1.56	17.31	5.25	5.2%	1.9	(1.2)	(0.6)	0.6
Burjeel*	15,302	2.94	3.55	2.05	30.95	10.14	1.4%	(9.3)	(6.4)	(5.5)	33.6
Air Arabia	13,906	2.98	3.03	2.08	8.99	1.85	6.7%	3.1	11.2	5.7	32.4
Phoenix	12,520	2.07	2.56	1.93	24.55	12.24	-	(1.4)	(13.0)	(7.6)	NULL
DFM	11,199	1.40	1.71	1.19	33.99	1.37	2.5%	3.7	1.4	0.7	13.8
Presight	10,375	1.85	3.85	1.65	16.63	3.50	-	(5.6)	(15.1)	(14.7)	NULL
Tabreed	9,872	3.47	3.93	2.75	22.87	1.56	4.5%	(0.6)	(2.0)	(3.1)	18.4
Ghitha	9,228	38.20	59.70	33.52	304.29	3.37	-	3.6	(6.6)	(9.9)	(31.5)
Al Ansari*	8,249	1.10	1.30	1.04	16.66	4.58	7.3%	2.8	4.8	3.8	NULL
Bayanat	6,479	2.52	4.89	2.41	32.03	5.99	-	2.4	(25.4)	(24.3)	(26.7)
ASM	5,400	5.40	9.09	5.10	NA	0.91	-	(14.6)	(23.9)	(28.1)	(32.5)
Yahsat	5,343	2.19	2.85	2.09	13.18	1.73	7.5%	2.8	(15.8)	(16.1)	(15.1)
Agthia	4,583	5.79	5.85	3.94	17.56	1.58	3.2%	12.2	15.1	18.6	44.8
Dana Gas	4,574	0.65	1.00	0.60	7.78	0.53	-	(7.5)	(14.6)	(17.4)	(19.8)
GFH	4,278	1.09	1.20	0.82	10.27	1.07	5.5%	15.7	22.9	20.3	18.5
Aramex	3,587	2.45	3.39	1.93	27.46	1.46	-	5.6	9.4	7.0	(27.5)
ADNIC	3,482	6.11	6.19	5.55	8.68	1.19	7.4%	0.5	3.7	2.3	1.7
ESG	2,975	11.90	15.84	4.28	4.45	1.49	-	(1.7)	108.8	33.7	133.8
Invictus	2,856	2.55	3.48	2.46	13.37	2.68	1.6%	-	(1.2)	(1.5)	(19.0)
RAK Cer.	2,742	2.76	2.97	2.37	9.43	1.23	3.6%	(1.8)	8.7	3.4	1.5
E7	2,519	12.00	16.20	10.04	NULL	(10.66)	-	9.1	7.7	7.7	11.9
Palms Sports	1,977	13.18	15.48	9.05	18.77	3.46	5.0%	0.3	1.5	1.4	31.8
Easy Lease	969	32.30	39.60	25.58	31.21	6.12	-	(1.8)	6.7	3.3	15.8
RPM	820	4.10	5.40	3.12	22.68	3.69	-	0.5	(3.3)	(10.5)	(8.5)

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

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