



## Morning Report

02 May 2024

### Market Stats

Indices	Close	Chg.	1M Chg.	3M Chg.	YTD Chg.	1Y Chg.
ADX	9,032	-0.4%	-2%	-5%	-6%	-7%
DFM	4,133	-0.5%	-3%	-2%	2%	17%
TASI	12,346	-0.4%	-1%	4%	3%	9%
QSI	9,709	-0.2%	-2%	-3%	-10%	-5%
BKM	5,912	-0.1%	-1%	-1%	6%	6%
MSX	4,767	-0.4%	2%	4%	6%	0%
BHSEASI	2,029	0.0%	-1%	-2%	3%	7%
EGX	25,271	0.0%	-11%	-11%	2%	46%
DJI	37,903	0.2%	-4%	-2%	1%	11%
S&P 500	5,018	0.3%	-4%	2%	5%	20%
Nasdaq	15,605	-0.3%	-5%	2%	4%	28%
FTSE	8,121	-0.3%	2%	7%	5%	3%
DAX	17,932	0.0%	-3%	6%	7%	13%
CAC40	7,985	-1.0%	-3%	4%	6%	7%
Nikkei225	38,274	-0.3%	-4%	6%	14%	31%
HIS	18,179	2.3%	7%	14%	4%	-11%
MSCI EM	1,046	0.0%	0%	6%	2%	7%
MSCI	174	-0.4%	-1%	5%	3%	8%
US Fut.	5,074	0.5%	-4%	3%	5%	24%
EU Fut.	4,893	-0.1%	-2%	5%	8%	15%

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

### UAE Trading Summary

AEDmn	Buy	Sell	Net
<b>ADX</b>	<b>997</b>	<b>997</b>	<b>-</b>
Local	667	665	2
Foreign	329	331	(2)
Company	724	682	42
Individual	273	315	(42)
<b>DFM</b>	<b>308</b>	<b>308</b>	<b>-</b>
Local	162	170	(8)
Foreign	146	138	8
Company	119	100	19
Individual	189	208	(19)
<b>Total</b>	<b>1,304</b>	<b>1,304</b>	<b>-</b>
Local	829	835	(5)
Foreign	475	469	5

## # KEY STORIES

UAE Central Bank holds rates steady following US Fed move. The CBUAE has decided to maintain the base rate applicable to the Overnight Deposit Facility at 5.40%

ADNOC, G42 and Presight partner to accelerate AI solutions for the energy sector. New AIQ ownership structure will see Presight acquire 51% shareholding, with ADNOC retaining 49%, valuing the company at over USD1.4bn

Pure Health reported 1Q24 attributable profit of AED490mn versus AED217mn in the 1Q23. The company reported 1Q24 revenue of AED6.1bn against AED4.0bn in 1Q23

Spinneys' IPO oversubscribed 64 times, highest for a private sector listing on DFM. Dubai grocery retailer sets share price at AED1.53

Agility Global announces that BHM Capital has been appointed as liquidity provider for its shares which will be listed on the Abu Dhabi Securities Exchange on 2nd May 2024

E7 AGM approved a stock split such that each issued share of AED 2.5 in the capital of the Company shall be converted into ten issued shares of AED 0.25 each in the capital of the Company

BOS announced 1Q24 net profit of AED80mn. 1Q24 operating income came in at AED143mn. As of end march, loans and advances stood at AED22.33bn and capital adequacy ratio at 14.33%

NMDC receives a letter of award. The total value of project related to letter of award is USD653.2mn for EPC contract. National marine Dredging project is expected to be completed within 30 months

Investcorp Capital to support Investcorp Golden Horizon, a USD1bn Platform to be anchored by China Investment Corporation, to Invest in the GCC and China

Umm al Qaiwain General Investment (QIC) reported 1Q24 net profit of AED11mn versus AED3.2mn year ago. 1Q24 total revenue came in at AED12.7mn versus AED5mn year ago

Eshraq shareholders confirmed the appointment of Mr. Wafiq bin Mansour as board member, in replacement of Mr. Ajit Joshi who resigned on Jan 15 2024

Aldar unveiled Athlon, a first-of-its-kind 'active living' concept in Dubai

Dana Gas and its partners have taken steps to recommence production from the Khor Mor field

SHUAA Capital has announced the settlement of AED500mn USD136mn in margin facilities with UAE banks

Saudi Basic Industries Corporation reported a 62% drop in net profit at SAR250mn (USD66.65mn), compared to SAR660mn a year ago

Saudi Alinma Bank said net profit for 1Q24 rose 36% to SAR1.31bn (USD349.28mn), compared to SAR969.9mn a year ago

Saudi Electrical Industries Company reported 1Q24 net profit of SAR75.2mn versus SAR35.1mn year ago. 1Q24 sales came in at SAR542.1mn versus SAR380.2mn year ago

Saudi Lana Medical announces contract sign off with cooperation council for arab states of gulf Contract value SAR8mn

Egypt Upper Egypt Flour Mills reported 9M standalone net profit after tax of EGP128.5mn versus EGP93mn year ago. 9M standalone revenue came in at EGP899.4mn versus EGP813.5mn year ago

## **# Key Global Trends/ Market Clues**

---

Asian stocks and U.S. futures rose on Thursday after the Federal Reserve downplayed risks of an interest rate hike, while the yen was bumpy after another burst of suspected intervention from Japan. Shortly after Fed Chair Jerome Powell had finished telling reporters the Fed may have to leave rates elevated, the yen surged against the dollar. It was the second sudden leap in the ailing Japanese currency this week and markets have assumed it is authorities stepping in as yen-buyers. The yen traded as strong as 153 to the dollar before sliding back to around 156 in Asia. S&P 500 futures rose 0.5%, pointing to the cash market recouping a late slide on Wall Street. Tokyo's Nikkei was flat. The Federal Reserve had left interest rates on hold and chair Jerome Powell told reporters that inflation was too high and progress in bringing it down was uncertain. But he did not entertain growing speculation the Fed may need to hike rates. Two-year year yields, which fell more than 10 bps in New York overnight, rose 1.2 bps to 4.951%.

Oil prices rose on Thursday, rebounding from three days of losses, on expectations the lower levels may prompt the U.S., the world's biggest crude consumer, to start replenishing its strategic reserve, putting a floor under prices. Still, prices fell more than 3% on Wednesday to a seven-week after the U.S. Federal Reserve kept interest rates steady, which may curtail economic growth this year and limit oil demand increase. Crude was also pressured by an unexpected increase in U.S. crude inventories and signs of an impending Israel-Hamas ceasefire that would ease Middle East supply concerns. Brent crude futures for July gained to USD83.92 a barrel on Thursday. U.S. WTI crude for June climbed 46 cents, or 0.6%, to USD79.46 a barrel. In the Middle East, expectations grew that a ceasefire agreement between Israel and Hamas could be in sight following a renewed push led by Egypt.

## # UAE Stories

---

UAE Central Bank holds rates steady following US Fed move. The Central Bank of the UAE (CBUAE) has decided to maintain the base rate applicable to the Overnight Deposit Facility (ODF) at 5.40%

ADNOC, G42 and Presight Partner to Accelerate AI solutions for the energy sector. New AIQ ownership structure will see Presight acquire 51% shareholding, with ADNOC retaining 49%, valuing the company at over USD1.4bn. ADNOC to receive a 4% stake in Presight, accelerating leadership of AI solutions and solidifying its position as the most AI-enabled global energy company AI will drive significant global growth opportunities in energy, unlock efficiency and value across the energy sector, with ADNOC poised to capitalize on the AI revolution AIQ to continue as standalone company within Presight's cross-sector big data analytics portfolio with transaction turbocharging growth as energy-focused AI champion. ADNOC, G42 and Presight AI Holding announced a new shareholding structure for AIQ. Under the agreement, Presight will acquire a 51% stake in AIQ with ADNOC retaining a 49% shareholding (previously G42 40%, ADNOC 60%). AIQ will continue as a standalone company, leveraging data to deliver transformational AI-powered solutions to the energy sector. The transaction is subject to Presight's shareholder and regulatory approval.

Pure Health reported 1Q24 attributable profit of AED490mn versus AED217mn in the 1Q23. The company reported 1Q24 revenue of AED6.1bn against AED4.0bn in 1Q23. The Board also accepted the resignation of Mr Semih Sen from the company's BoDs and appointed Mr. Jawad Shafique Muhammad Shafique as an alternative Board member and will present this appointment to the company's General Assembly on its first meeting to ratify this appointment.

Spinneys' IPO oversubscribed 64 times, highest for a private sector listing on DFM. Dubai grocery retailer sets share price at AED1.53. Dubai retailer Spinneys has set its IPO price at AED1.53 a share, the high end of its AED1.42-Dh1.53 range. This will result in offer proceeds of AED1.38bn and a market cap of around AED5.51bn at the time of its DFM listing on May 9. The IPO raised AED71bn via the subscription, thus being oversubscribed 64 times in aggregate (which excludes the cornerstone tranche). This is the 'highest level of demand and oversubscription of a non-government-related IPO on the DFM in recent years'.

Agility Global announces that BHM Capital has been appointed as liquidity provider for its shares which will be listed on the Abu Dhabi Securities Exchange on 2<sup>nd</sup> May 2024.

E7 AGM approved a stock split such that each issued share of AED 2.5 in the capital of the Company shall be converted into ten issued shares of AED 0.25 each in the capital of the Company and amend the Article 6 of the Articles of Association. The stock split will not affect the number of Warrants in issue. As a result of the stock split, the exercise price of the Warrants will be reduced with effect from the effective date of the stock split such that each Warrant will entitle the holder thereof to purchase ten Shares at a price of AED 1.15 per Share.

BOS announced 1Q24 net profit of AED80mn. 1Q24 operating income came in at AED143mn. As of end march, loans and advances stood at AED22.33bn and capital adequacy ratio at 14.33%

NMDC receives a letter of award. The total value of project related to letter of award is USD653.2mn for EPC contract. National marine Dredging project is expected to be completed within 30 months

Investcorp Capital to support Investcorp Golden Horizon, a USD1bn Platform to be anchored by China Investment Corporation, to Invest in the GCC and China. Investcorp Golden Horizon will invest in high-growth companies across Saudi Arabia, the rest of the countries of the Gulf Cooperation Council (the "GCC") and China. The Platform has a target size of USD1bn and will be anchored by reputable institutional and private investors from the GCC, as well as CIC. Target companies are expected to have high growth potential in attractive sectors, including consumer, healthcare, logistics and business services. The Investcorp Saudi Pre-IPO Growth Fund, which is part of the Platform, has already announced three investments in the GCC

Umm al Qaiwain General Investment (QIC) reported 1Q24 net profit of AED11mn versus AED3.2mn year ago. 1Q24 total revenue came in at AED12.7mn versus AED5mn year ago

Eshraq shareholders confirmed the appointment of Mr. Wafiq bin Mansour as board member, in replacement of Mr. Ajit Joshi who resigned on Jan 15 2024

Aldar unveiled Athlon, a first-of-its-kind 'active living' concept in Dubai. Meticulously designed with principles of active living throughout, Athlon is Dubai's first and only concept designed for the everyday movement of its residents. Featuring world-class amenities, as well as a dynamic programme of activities exclusively curated by wellness experts, the development redefines fitness-focused living, with the goal of ensuring longterm wellbeing and a profound sense of community for all residents.

Dana Gas and its partners have taken steps to recommence production from the Khor Mor field. This is being done in a phased manner with new measures being implemented to maximise the safety of all personnel and facilities.

SHUAA Capital has announced the settlement of AED500mn USD136mn in margin facilities with UAE banks. The margin facilities loan facilities provided to leverage investments, typically used for public equities are associated with an Abu Dhabi-domiciled fund managed by SHUAA's subsidiary SHUAA GMC.

## # GCC/MENA

---

Saudi Basic Industries Corporation (SABIC) reported a 62% drop in net profit at SAR250mn (USD66.65mn), compared to SAR660mn a year ago. The decrease in profit was due to lower revenues, decline in results from associates and joint ventures and losses from discontinued operations. Revenue declined 10% YoY to SAR32.69bn mainly due to a 3% fall in average selling prices and a 7% reduction in sales volumes.

Saudi Alinma Bank said net profit for 1Q24 rose 36% to SAR1.31bn (USD349.28mn), compared to SAR969.9mn a year ago. The increase was due to an 18% YoY rise in total operating income as net income from financing and investment, fee income, FVSI income and other operating income rose. However, the bank reported lower exchange income.

Saudi Electrical Industries Company reported 1Q24 net profit of SAR75.2mn versus SAR35.1mn year ago. 1Q24 sales came in at SAR542.1mn versus SAR380.2mn year ago. The Quarter saw rising demand across all sectors within Saudi Arabia

Saudi Lana Medical announces contract sign off with cooperation council for Arab States of Gulf. Contract value SAR8mn. The contract is for restoration, furnishing and modifications to the buildings of the Peninsula Shield Forces. The Expansion is located within campus of King Khalid Military City. The Financial impact will appear as of 3Q24

Egypt Upper Egypt Flour Mills reported 9M standalone net profit after tax of EGP128.5mn versus EGP93mn year ago. 9M standalone revenue came in at EGP899.4mn versus EGP813.5mn 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
Eshraq	0.374%	0.35	10.0	0.62	0.27
Manazel	0.072%	0.37	(3.7)	0.57	0.28
Julphar	0.036%	0.96	2.4	1.41	0.70

## Upcoming Corporate Actions & Events

Date	Company	Event
02-May	Al Ramz	BoD/General
02-May	EIB	BoD/General
02-May	CBI	BoD/Result
02-May	NMDC	BoD/Result
02-May	Tecom	BoD/Result
03-May	Multiply	BoD/Result
03-May	Alpha Dhabi	BoD/Result
03-May	Multiply	BoD/Result
06-May	ESG	General Assembly
06-May	Al Khaleej	BoD/Result
06-May	ADNOCGAS	BoD/Result
06-May	Empower	BoD/Result
06-May	IHC	BoD/Result
07-May	Dubai Taxi	BoD/Result
08-May	DSI	BoD/Result
09-May	NIND	General Assembly
09-May	Dewa	BoD/Result
14-May	Al Dhafra	BoD/Result
14-May	GFH	BoD/Result
14-May	DSI	General Assembly
20-May	Gulf Investment	General Assembly
21-May	AMCREIT	General Assembly
21-May	Presight	General Assembly
23-May	Manazel	General Assembly

## # UAE Focus List

Company	MCAP (AEDm)	PRICE (AED)	HIGH-LOW		VALUATION		Div. (%)^	PRICE RETURNS			
			52WH	52WL	PE	PB		1M%	3M%	YTD%	12M%
IHC	876,391	399.50	416.50	375.00	31.84	9.03	-	-	(0.0)	-	1.1
TAQA	311,468	2.77	3.66	2.73	18.73	3.77	1.4%	(9.2)	(12.1)	(20.9)	(13.7)
ADNOCGAS	227,203	2.96	3.71	2.94	13.09	2.78	5.3%	(6.6)	(7.5)	(4.2)	(9.2)
EAND	144,553	16.62	24.18	16.62	13.84	3.32	4.8%	(9.1)	(13.8)	(15.4)	(28.4)
Alpha Dhabi	139,011	13.90	22.00	13.90	13.14	3.17	-	(11.8)	(22.2)	(26.1)	(34.7)
FAB	135,013	12.22	15.74	12.22	8.57	1.08	5.8%	(9.1)	(13.3)	(12.5)	(12.3)
DEWA	117,010	2.34	2.74	2.33	15.19	1.31	5.3%	(3.7)	(6.8)	(4.9)	(6.4)
ENBD	106,759	16.90	19.50	13.60	4.92	0.99	7.1%	(3.2)	(5.1)	(2.3)	20.7
Borouge	74,249	2.47	2.92	2.35	19.0	4.86	6.4%	(0.8)	2.5	-	(6.1)
Emaar Pro.	68,153	7.71	8.64	5.76	5.74	0.88	6.5%	(7.9)	2.3	(2.7)	29.6
ADCB	60,975	8.33	9.31	7.73	7.62	0.89	6.7%	(0.2)	(6.2)	(9.3)	(4.3)
ADNOC Drill.	60,805	3.80	4.29	3.45	16.03	5.07	4.3%	(5.2)	3.8	0.5	(9.7)
Qholding	48,228	2.95	3.90	2.15	44.23	1.47	-	(3.0)	(5.4)	(5.8)	17.5
Aldar	43,798	5.57	6.01	4.76	10.05	1.35	3.1%	0.4	10.5	4.1	9.6
ADNOC Dist.	43,629	3.49	4.43	3.24	16.77	12.56	5.9%	(4.4)	(2.2)	(5.7)	(20.9)
Pure Health	43,448	3.91	6.05	3.78	45.04	2.71	-	2.4	(18.5)	(31.4)	-
ADIB	41,118	11.32	11.88	9.80	8.29	1.77	6.3%	1.3	0.9	11.9	3.9
DIB	40,262	5.56	6.55	5.15	6.19	0.94	8.1%	(4.3)	(13.0)	(2.8)	(0.2)
Emaar Dev.	33,923	8.48	8.69	5.07	5.12	1.49	6.1%	(0.7)	22.0	18.6	54.7
ADNOCLS	29,374	3.97	4.48	2.90	12.90	1.50	3.2%	(2.2)	(0.3)	3.7	-
AD Ports	28,812	5.66	6.85	5.22	26.87	1.38	-	(0.5)	(9.7)	(11.3)	(13.9)
Americana	28,053	3.33	4.54	2.86	29.43	17.38	2.3%	1.8	6.1	6.4	(15.7)
DU	26,746	5.90	6.05	4.98	14.07	3.01	5.8%	3.1	4.1	13.7	17.1
Salik	26,027	3.47	3.83	2.83	23.70	39.28	4.2%	(7.2)	(0.9)	11.6	14.5
Multiply	25,874	2.31	4.13	2.09	76.59	0.89	-	5.5	(20.1)	(27.4)	(26.7)
Fertiglobe	23,246	2.80	3.76	2.53	18.14	4.38	7.5%	(0.7)	1.8	(5.7)	(24.7)
NMDC	21,650	26.24	34.30	17.92	10.05	2.52	2.9%	(2.1)	(14.6)	(11.9)	19.8
Empower	16,101	1.61	2.02	1.55	16.89	5.12	5.3%	(2.4)	(8.0)	(3.0)	(8.5)
Burjeel	15,200	2.92	3.55	2.13	30.74	10.07	1.0%	(1.7)	(7.3)	(6.1)	29.2
Presight	14,528	2.59	3.85	1.65	23.28	4.89	-	39.2	34.2	19.4	(26.0)
Phoenix	12,946	2.14	2.56	1.93	16.96	5.06	-	5.4	0.5	(4.5)	-
Air Arabia	12,321	2.64	3.03	2.20	7.96	1.64	7.6%	(5.7)	(11.4)	(6.4)	18.9
DFM	10,961	1.37	1.71	1.26	28.58	1.37	2.6%	(6.8)	0.7	(1.4)	(9.9)
Tabreed	8,821	3.10	3.93	2.81	20.44	1.40	5.0%	(4.6)	(2.8)	(13.4)	5.4
Ghitha	8,578	35.50	48.72	33.52	282.78	3.13	-	(4.7)	(6.6)	(16.2)	(13.5)
Al Ansari	7,876	1.05	1.30	1.03	15.90	4.37	7.6%	(0.9)	(2.8)	(0.9)	(11.8)
Bayanat	7,355	2.86	4.89	2.41	36.35	6.80	-	13.9	0.4	(14.1)	(37.4)
Yahsat	5,905	2.42	2.85	2.09	14.57	1.91	6.8%	9.0	8.0	(7.3)	(5.5)
Dana Gas	4,792	0.69	1.00	0.60	8.15	0.55	-	4.1	(8.2)	(13.5)	(23.2)
ASM	4,680	4.68	9.09	4.61	NA	0.79	-	(13.3)	(30.5)	(37.7)	(41.5)
Agthia	4,465	5.64	6.10	4.30	17.10	1.53	3.2%	(4.2)	10.4	15.6	16.0
GFH	4,251	1.05	1.20	0.82	10.20	1.06	1.8%	(0.9)	10.5	15.9	14.0
Aramex	3,734	2.55	3.31	1.93	28.58	1.52	-	2.8	22.6	11.4	(22.5)
ADNIC	3,318	5.82	6.61	5.56	8.27	1.14	7.7%	(11.1)	(4.9)	(2.5)	3.9
ESG	2,880	11.52	15.84	4.28	4.31	1.44	-	2.3	43.1	29.4	130.9
RAK Cer.	2,713	2.73	2.97	2.37	9.32	1.21	3.7%	(1.4)	1.1	2.2	4.2
Invictus	2,498	2.23	3.28	2.01	11.69	2.34	1.8%	(14.2)	(12.5)	(13.9)	(30.7)
E7	2,297	10.94	16.20	10.40	-	1.35	-	(5.7)	(2.0)	(1.8)	1.1
Palms Sports	1,503	10.02	15.48	9.05	13.37	3.12	6.7%	(24.1)	(24.2)	(22.9)	1.2
Easy Lease	908	30.26	39.60	27.54	25.83	5.44	-	(5.0)	(8.2)	(3.3)	(5.4)
RPM	790	3.95	5.40	3.12	16.00	3.43	2.5%	(5.3)	(7.7)	(13.8)	(10.2)

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

## Disclaimer

This report has been issued by International Securities for informational purposes only. This report is not and should not be construed as an offer or the solicitation of an offer to purchase or subscribe or sell any investment or subscribe to any investment management or advisory service. Recipients should not base their investment decisions on this report and should make their own investigations, and obtain independent advice, as appropriate. International Securities has based this document on information obtained from publicly available information, and sources it believes to be reliable without being independently verified for their accuracy or completeness. It makes no guarantee, representation or warranty as to its accuracy or completeness and accepts no responsibility or liability in respect thereof or for any reliance placed by any person on such information. All opinions expressed herein are subject to change without notice. This report may not be reproduced or circulated without the prior written consent of International Securities. International Securities owns the intellectual property rights and any other material contained in this report. International Securities is regulated by the United Arab Emirates Securities and Commodities Authority under license number 20200000017. International Securities is a member of the Abu Dhabi Securities Exchange, Dubai Financial Market and NASDAQ Dubai.