

SHUAA Securities Morning Report

14 September 2020

Market Stats

Indices	Close	Change	1M Change	3M Change	1Y Change
ADX	4,510	-0.2%	2.8%	5.0%	-11.5%
DFM	2,274	0.2%	5.5%	8.1%	-21.3%
TASI	8,204	0.8%	6.5%	12.2%	4.7%
BHSEASI	1,398	0.6%	6.6%	9.2%	-9.6%
EGX	11,092	0.2%	1.3%	2.4%	-26.6%
Dow Jones	27,666	0.5%	-0.1%	10.1%	1.9%
S&P 500	3,341	0.1%	0.2%	11.3%	11.3%
Nasdaq	10,854	-0.6%	0.7%	14.3%	32.9%
FTSE 100	6,032	0.5%	-2.0%	-0.7%	-17.8%
DAX	13,203	0.0%	2.0%	10.3%	6.8%
CAC40	5,034	0.2%	0.1%	4.5%	-10.4%
Nikkei225	23,406	0.7%	2.9%	4.2%	8.4%
HIS	24,503	0.8%	-1.6%	0.1%	-9.8%
US Futures	3,372	1.2%	0.3%	9.6%	0.0%
Europe Future	3,333	0.4%	0.8%	4.6%	0.0%

UAE Trading Summary

AEDm	BUY	SELL	Net
ADX	295	295	-
Local	69%	57%	11%
Foreign	31%	43%	-11%
Institution	88%	84%	3%
Retail	12%	16%	-3%
DFM	244	244	-
Local	59%	61%	-2%
Foreign	41%	39%	2%
Institution	19%	26%	-7%
Retail	81%	74%	7%
Total	539	539	-
Local	64%	59%	5%
Foreign	36%	41%	-5%

Upcoming Corporate Actions & Events

Date	Company	Event
16-Sep	AMAN	BoD/General
21-Sep		FTSE Rebalancing Effective Date
23-Sep	GFH	General Assembly
24-Sep	ARTC	General Assembly
28-Sep	IHC	General Assembly

KEY STORIES

UAE on September 13 reported 640 new cases of the Covid-19, along with 468 recoveries. Total cases in the country at 79,489 with 69,451 recoveries and 399 deaths

Gulf Cement obtains approval from Capital Markets Authority in Kuwait to withdrawal from Bursa Kuwait

Al Ramz Corporation appoints Karim Schoeib as CEO of Al Ramz Capital

Abu Dhabi USD 5bn multi-tranche bonds listed on ADX

Australia's Lepidico established incorporated subsidiary in Abu Dhabi. Unit got pre-operations industrial licence for phase I project chemical plant site within Khalifa Industrial Zone

UAE, Israeli educational institutions sign artificial intelligence MoU – WAM

A real estate disputes resolution centre will soon be set up in Abu Dhabi to reduce the number of cases brought before the courts, said judicial authorities

Saudi Arabia will partially lift its suspension of international flights as of Sept. 15 to allow "exceptional categories" of citizens and residents to travel

Saudi Telecom on Sunday said no agreement has been reached to buy a 55% stake in Vodafone Egypt, and that the parties have agreed to keep dialogue open

Saudi Arabian supermarket retailer BinDawood Holding set an indicative price for its initial public offering, seeking to raise as much as SAR 2.19bn (USD 585mln) in a Riyadh listing

Oman August CPI -1.34% YoY and +0.13% MoM

Goodyear Partners With GB Auto To Become Authorized Distributor And Sell Goodyear Tires In Egypt

Egyptian Iron and Steel posted FY net loss after tax EGP 887.4mln vs loss of EGP 1.53bn year ago. FY revenue EGP 1.08bn vs EGP 1.24bn year ago

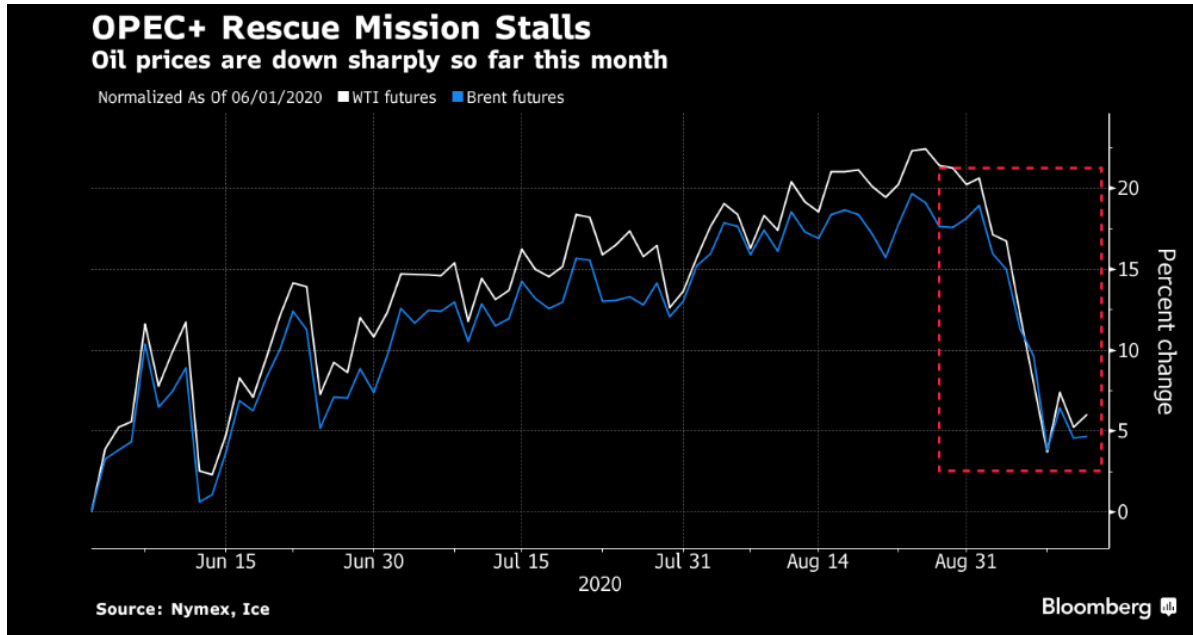
Jordan's Capital Bank has begun due diligence on buying Lebanese Bank Audi's Iraq and Jordan units

Key Global Trends/ Market Clues

Asian shares firmed on Monday on renewed hopes for a coronavirus vaccine after AstraZeneca resumed its phase-3 trial though sentiment was still cautious ahead of a big week of central bank meetings in UK, Japan and the United States. MSCI's broadest index of Asia-Pacific shares outside Japan was up 0.7%, poised for its second straight session of gains. Australian shares climbed 0.6% while Japan's Nikkei added 0.7%. Chinese shares started firm with the blue-chip index rising 0.6%. U.S. stock futures, the S&P 500 e-minis, jumped more than 1% after a mixed session on Wall Street last week. Friday marked six months since the World Health Organization (WHO) declared the coronavirus a pandemic on March 11. Since then, major global economies have slipped into recession and millions have lost their jobs, prompting central banks around the world to launch unprecedented stimulus.

Oil prices were mixed on Monday with U.S. crude rising as a tropical storm in the Gulf of Mexico forced rigs to shut down, but the gains were kept in check by wider concerns about excess supply and falling demand for fuels. U.S. West Texas Intermediate (WTI) crude futures were up 9 cents, or 0.2%, at USD 37.42 a barrel by around 0050 GMT. Brent crude was down 3 cents at USD 39.80 a barrel.

OPEC+ bid to rescue oil market falters as demand recovery stalls. It was meant to be the week when OPEC nations gathered in Baghdad to celebrate the cartel's six decades as a dominant force in global oil markets. Instead, the Organization of Petroleum Exporting Countries and its allies will convene online, and reflect on whether the coronavirus has thwarted their best efforts to keep the market afloat. After reviving crude prices from an unprecedented collapse over the spring, OPEC+ is seeing the recovery stall and fuel demand falter as the deadly pandemic surges once again. Prices slipped below USD 40 a barrel last week for the first time since June. On Thursday, Saudi Arabia and Russia -- the leading members of the alliance -- will chair a monitoring meeting to assess whether the vast production cuts, which they started easing in August, are still staving off an oil glut. New signs of exporters renege on the deal aren't helping.



UAE Stories

The Ministry of Health announced on Sunday announced 640 new coronavirus cases, bringing the total number of cases in the UAE to 79,489. MoHaP also noted an additional 468 individuals had fully recovered from COVID-19, bringing the total number of recoveries to 69,451. The Ministry added that no COVID-19-related deaths have been recorded in the past 24 hours.

Gulf Cement obtains approval from Capital Markets Authority in Kuwait to withdrawal from Boursa Kuwait and last day for trading of company shares on Boursa Kuwait will be on Monday, 14/12/2020.

Al Ramz Corporation appoints Karim Schoeib as CEO of Al Ramz Capital.

Abu Dhabi USD 5bln multi-tranche bonds listed on ADX.

Australia's Lepidico established incorporated subsidiary, Lepidico Chemicals Manufacturing, in Abu Dhabi, Unit got pre-operations industrial licence for phase I project chemical plant site within Khalifa Industrial Zone Abu Dhabi.

The United Arab Emirates' Mohamed Bin Zayed University of Artificial Intelligence and Israel's Weizmann Institute of Science have agreed to work together, UAE state news agency WAM said on Sunday. The memorandum of understanding follows the UAE's decision a month ago to normalise relations with Israel. Both countries have said they hope normalised ties will bring economic and technological benefits.

A real estate disputes resolution centre will soon be set up in Abu Dhabi to reduce the number of cases brought before the courts, said judicial authorities. The move comes in accordance with the agreement signed between Abu Dhabi Judicial Department (ADJD) and the Department of Municipalities and Transport (DMT).

GCC/ MENA

Saudi Arabia will partially lift its suspension of international flights as of Sept. 15 to allow "exceptional categories" of citizens and residents to travel, the state news agency SPA said on Sunday. The kingdom will scrap all travel restrictions on air, land and sea transport for citizens on Jan. 1, 2021, it said. In March, the kingdom suspended international flights to prevent the spread of the novel coronavirus. Exceptional categories include public and military sector employees, diplomats and their families, those working for public or non-profit private sector jobs abroad, businessmen, patients who need treatment abroad, those studying abroad as well as people with humanitarian cases, and sports teams. GCC citizens and non-Saudi residents with valid residency, or visitors' visas will be allowed to enter the kingdom as of Sept. 15 conditional on proving they are COVID-19 negative.

Saudi Arabia's largest telecoms operator Saudi Telecom on Sunday said no agreement has been reached to buy a 55% stake in Vodafone Egypt, and that the parties have agreed to keep dialogue open. In January, STC signed a non-binding agreement to buy the stake for USD 2.4bln, extending the offer in April and again in July. Originally expected to close in June, the deal would have been STC's biggest in over a decade and valued Vodafone Egypt at USD 4.4bln. STC ended the second extension "without reaching an agreement to conclude the transaction due to misalignment with relevant parties," it said in a stock exchange filing.

Saudi Arabian supermarket retailer BinDawood Holding set an indicative price for its initial public offering, seeking to raise as much as SAR 2.19bln (USD 585mln) in a Riyadh listing. The company plans to offer 22.86 mln existing shares at an indicative pricing of between SAR 84 to SAR 96 per share in the planned IPO, according to a regulatory filing on Sunday. It will sell 20% of the company through the sale of existing shares. It targets a valuation of between SAR 9.6bln and SAR 11bln. BinDawood's IPO marks another major listing for Saudi Arabia's bourse, as companies tap into Saudi demand for shares since oil giant Aramco's record IPO last year. The bookbuilding period for institutional investors will take place Sept. 13-22, the filing said. The subscription period for retail investors will take place Sept. 27-29. Allocations of the shares will take place on Oct. 1.

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Goodyear Partners With GB Auto To Become Authorized Distributor And Sell Goodyear Tires In Egypt.

Egyptian Iron and Steel posted FY net loss after tax EGP 887.4mln vs loss of EGP 1.53bln year ago. FY revenue EGP 1.08bln vs EGP 1.24bln year ago.

Jordan's Capital Bank has begun due diligence on buying Lebanese Bank Audi's Iraq and Jordan units in an acquisition that will help the Jordanian bank to diversify and expand domestically and regionally, its chairman said.

UAE FOCUS LIST - COMPANY DATA

Company	MCAP (AEDm)	PRICE (AED)	HIGH - LOW		VALUATION		DIV YLD (%)^	HISTORICAL RETURN			
			52WH	52WL	TTM P/E	TTM P/B		1M%	3M%	6M%	12M%
ADCB	38,613	5.55	8.46	3.82	10.49	0.73	6.8%	8.8	11.0	18.9	(27.7)
ADIB	15,109	4.16	5.85	3.19	9.10	0.82	6.6%	11.8	11.8	8.5	(10.7)
ADNIC	2,195	3.85	4.00	2.70	6.18	1.00	7.8%	11.6	28.3	4.1	30.5
ADNOC Dist	40,625	3.25	3.27	2.40	20.78	11.80	5.9%	2.2	9.4	24.5	31.0
Agthia	1,866	3.11	3.70	2.50	19.59	0.98	4.8%	12.3	13.1	11.0	(7.8)
Air Arabia	5,367	1.15	1.61	0.87	10.69	1.31	7.8%	(0.0)	(1.7)	11.8	4.4
Ajman Bank	1,470	0.70	0.94	0.50	39.77	0.59	0.0%	7.7	18.8	22.4	(23.6)
Al Waha Capital	1,838	0.95	1.04	0.62	NA	0.62	NA	(5.0)	45.4	5.0	(6.4)
Aldar Properties	16,040	2.04	2.37	1.35	9.20	0.66	7.1%	11.5	17.9	33.9	0.6
Amanat Holdings	2,075	0.83	0.95	0.56	81.29	0.83	2.7%	(6.6)	7.0	32.0	(5.2)
Amlak Finance	491	0.33	0.64	0.20	NA	0.76	0.0%	(1.8)	0.3	21.6	3.5
Arabtec	900	0.60	2.05	0.44	NA	NM	0.0%	(37.8)	(1.6)	11.7	(64.5)
Aramex	5,490	3.75	4.13	2.00	12.83	2.19	4.4%	0.0	16.2	48.1	(3.9)
Bank of Sharjah	1,113	0.53	0.86	0.53	NA	0.36	0.0%	NA	(13.8)	(28.4)	(38.0)
DAMAC Properties	5,481	0.91	0.98	0.36	NA	0.40	NA	9.0	33.2	98.7	(3.8)
Dana Gas	5,086	0.73	0.98	0.53	NA	0.55	7.6%	3.9	11.8	22.1	(19.5)
Deyaar Development	1,681	0.29	0.43	0.18	31.84	0.37	0.0%	2.1	0.7	40.6	(8.2)
Dubai Financial Market	6,752	0.84	1.00	0.50	50.21	0.88	3.0%	0.7	4.2	41.7	(0.6)
Dubai Investment	5,060	1.19	1.39	0.98	9.94	0.43	NA	2.6	(5.6)	13.7	(3.4)
Dubai Islamic Bank	31,352	4.33	5.86	3.04	7.58	0.86	8.1%	11.3	11.3	5.8	(11.9)
DXB Entertainments	1,024	0.13	0.23	0.09	NA	0.50	0.0%	5.8	(15.8)	8.5	(42.6)
Emaar Dev	8,960	2.24	4.23	1.79	3.81	0.84	0.0%	2.3	1.8	(22.2)	(45.1)
Emaar Malls	18,350	1.41	1.96	0.98	12.22	0.98	0.0%	0.7	5.2	12.8	(26.2)
Emaar Properties	20,692	2.89	4.98	1.90	4.06	0.37	0.0%	4.0	0.3	12.0	(41.6)
Emirates Integrated Tele	23,571	5.20	6.35	4.33	16.98	2.85	6.5%	1.2	4.6	9.3	(1.3)
Emirates NBD	68,535	10.85	13.90	6.33	6.03	0.84	3.7%	11.3	20.6	31.0	(11.1)
Eshraq Investments	872	0.38	0.46	0.16	NA	0.63	NA	(13.0)	53.1	74.4	(10.5)
Etisalat	143,844	16.54	17.00	11.02	16.32	3.17	4.8%	(0.5)	2.0	34.2	6.5
First Abu Dhabi Bank	124,270	11.38	15.92	7.78	11.84	1.27	6.5%	2.7	(0.4)	4.4	(19.9)
GFH	2,258	0.62	0.93	0.45	0.36	0.66	5.5%	5.6	10.7	3.0	(27.5)
Gulf Navigation Holding	488	0.48	0.82	0.28	NA	0.90	0.0%	(2.4)	14.9	20.1	(38.6)
IHC	67,429	37.02	38.00	4.05	NM	14.37	NA	2.3	23.4	173.8	771.1
Julphar	1,467	1.27	1.54	0.54	NA	1.36	0.0%	5.8	1.6	69.0	21.6
Mashreqbank	11,877	66.90	86.80	62.00	8.61	0.56	6.0%	(1.6)	(0.0)	(7.1)	(9.6)
National Bank of Fujairah	9,536	4.98	4.98	4.98	NA	NA	1.9%	NA	NA	3.3	3.3
Tabreed	5,974	2.20	2.31	1.58	12.00	1.24	4.8%	10.6	17.6	17.0	28.7
RAK Bank	5,883	3.51	5.00	3.33	6.96	0.79	8.5%	(0.3)	2.3	(10.9)	(13.9)
RAK Properties	794	0.40	0.48	0.33	7.12	0.21	10.1%	2.8	13.8	17.6	(2.8)
RAK Ceramics	1,391	1.40	1.81	1.24	15.75	0.62	10.2%	12.0	3.7	(7.6)	3.6
SALAMA	926	0.77	0.82	0.30	13.63	1.19	NA	23.0	50.0	116.7	20.8
Sharjah Islamic Bank	3,667	1.19	1.29	0.95	7.25	0.49	4.0%	3.5	8.2	14.4	7.4
SHUAA Capital	1,790	0.71	1.03	0.40	25.16	1.36	NA	10.3	21.9	24.5	(29.3)
Takaful Emarat Insurance	216	1.44	1.46	0.97	NA	1.79	5.7%	(1.4)	5.1	11.6	0.7
TAQA	157,408	1.40	1.65	0.40	NA	4.98	0.0%	5.3	110.5	139.3	83.0
Union Properties	1,270	0.30	0.39	0.15	NA	0.50	0.0%	(10.3)	(15.7)	78.3	(6.9)
United Arab Bank	1,844	0.89	1.13	0.81	NA	NA	0.0%	NA	-	(0.2)	(10.6)

(Source: Bloomberg)

^ current dividend yield based on last year dividend declaration

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